SUN LIFE GLOBAL INVESTMENTS (CANADA) INC

SEMI-ANNUAL FINANCIAL STATEMENTS

for the period ended June 30, 2018

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Sun Life GLOBAL Investments

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Sun Life
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Sun Life BlackRock Canadian Balanced Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**43,732,904**	41,971,504
Short-term investments	**-**	-
Cash	**-**	58,409
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**146,069**	252,421
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**-**	-
Dividends receivable	**-**	2,405
Distributions receivable from underlying funds	**25,022**	1,192,258
Subscriptions receivable	**109,840**	24,621
	44,013,835	43,501,618
Liabilities		
Current Liabilities		
Bank indebtedness	**294,291**	-
Margin	**19**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**2,864**	864
Redemptions payable	**15,799**	20,018
Distributions payable	**-**	-
Due to investment dealers	**52,229**	1,192,258
Management fees payable	**21,656**	6,360
Total liabilities (excluding net assets attributable to holders of redeemable units)	**386,858**	1,219,500
Net Assets Attributable to Holders of Redeemable Units	**43,626,977**	42,282,118
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**14,233,459**	14,646,778
Series T5	**395,810**	622,555
Series F	**416,757**	405,087
Series F5	**10,536**	-
Series I	**26,466,222**	24,441,378
Series O	**2,104,193**	2,166,320
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**12.38**	12.34
Series T5	**14.79**	15.09
Series F	**12.92**	12.82
Series F5	**15.48**	-
Series I	**13.43**	13.30
Series O	**11.45**	11.34

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**132,527**	177,886
Interest income for distribution purposes	**903**	153
Distributions from underlying funds	**150,716**	222,870
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**221,415**	7,409,055
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(459,667)**	48,038
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**678,240**	(4,959,441)
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(106,352)**	119,622
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**617,782**	3,018,183
Net gain (loss) on foreign exchange	**(605)**	97
Other income	**-**	-
Total income (loss)	**617,177**	3,018,280
Expenses (note 6)		
Management fees	**123,288**	125,750
Administration fees	**16,015**	23,387
Independent review committee fees	**164**	162
Withholding tax	**4,125**	5,650
Transaction costs (note 3)	**122**	1,156
Total operating expenses	**143,714**	156,105
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**473,463**	2,862,175
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**473,463**	2,862,175
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**76,805**	427,113
Series T5	**118**	12,476
Series F	**4,979**	10,366
Series F5	**536**	-
Series I	**361,400**	2,321,504
Series O	**29,625**	90,716
Weighted Average Number of Units Outstanding		
Series A	**1,167,541**	1,189,474
Series T5	**37,263**	28,756
Series F	**31,784**	25,841
Series F5	**672**	-
Series I	**1,949,804**	3,921,883
Series O	**186,226**	207,296

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Balanced Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.07**	0.36
Series T5	**-**	0.43
Series F	**0.16**	0.40
Series F5	**0.80**	-
Series I	**0.19**	0.59
Series O	**0.16**	0.44

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series F		Series F5	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 14,646,778	14,064,897	622,555	424,983	405,087	268,304	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 76,805	427,113	118	12,476	4,979	10,366	536	-
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 1,175,971	1,700,271	9,877	71,759	18,428	93,569	10,000	-
Redemption of redeemable units	$ (1,665,811)	(2,185,264)	(232,698)	(36,247)	(11,488)	(4,262)	-	-
Reinvestment of distributions to holders of redeemable units	$ 40,695	96,881	9,394	10,526	1,332	2,415	211	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ (449,145)	(388,112)	(213,427)	46,038	8,272	91,722	10,211	-
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (40,979)	(97,128)	(13,436)	(10,730)	(1,581)	(2,841)	(211)	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (40,979)	(97,128)	(13,436)	(10,730)	(1,581)	(2,841)	(211)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (413,319)	(58,127)	(226,745)	47,784	11,670	99,247	10,536	-
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 14,233,459**	**14,006,770**	**395,810**	**472,767**	**416,757**	**367,551**	**10,536**	**-**
Redeemable Unit Transactions								
Balance - beginning of period	1,186,646	1,212,132	41,269	28,809	31,591	22,229	-	-
Units issued	96,816	142,978	668	4,782	1,456	7,537	666	-
Units issued on reinvestment of distributions	3,308	8,154	638	705	104	195	14	-
Units redeemed	(136,779)	(183,951)	(15,812)	(2,429)	(901)	(346)	-	-
Balance - end of period	**1,149,991**	**1,179,313**	**26,763**	**31,867**	**32,250**	**29,615**	**680**	**-**

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Balanced Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 24,441,378	56,439,206	2,166,320	2,388,547	**42,282,118**	**73,585,937**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 361,400	2,321,504	29,625	90,716	**473,463**	**2,862,175**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 3,414,854	5,606,567	8,767	99,054	4,637,897	7,571,220
Redemption of redeemable units	$ (1,751,410)	(42,243,021)	(100,519)	(434,838)	(3,761,926)	(44,903,632)
Reinvestment of distributions to holders of redeemable units	$ 109,597	183,483	8,759	17,462	169,988	310,767
Capitalized distributions	$ -	-	-	-	-	-
	$ 1,773,041	(36,452,971)	(82,993)	(318,322)	**1,045,959**	**(37,021,645)**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (109,597)	(183,483)	(8,759)	(17,427)	(174,563)	(311,609)
Return of capital	$ -	-	-	-	-	-
	$ (109,597)	(183,483)	(8,759)	(17,427)	**(174,563)**	**(311,609)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 2,024,844	(34,314,950)	(62,127)	(245,033)	**1,344,859**	**(34,471,079)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 26,466,222**	**22,124,256**	**2,104,193**	**2,143,514**	**43,626,977**	**39,114,858**
Redeemable Unit Transactions						
Balance - beginning of period	1,838,338	4,536,290	191,102	224,379	**3,288,946**	**6,023,839**
Units issued	256,686	438,196	777	8,926	357,069	602,419
Units issued on reinvestment of distributions	8,255	14,315	774	1,592	13,093	24,961
Units redeemed	(132,483)	(3,271,441)	(8,881)	(39,641)	(294,856)	(3,497,808)
Balance - end of period	**1,970,796**	**1,717,360**	**183,772**	**195,256**	**3,364,252**	**3,153,411**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**473,463**	2,862,175
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(221,415)**	(7,409,055)
Change in unrealized (appreciation) depreciation in value of investments	**(678,240)**	4,959,441
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**106,352**	(119,622)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(150,716)**	(222,870)
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**19**	-
Purchases of investments	**(4,587,616)**	(5,894,176)
Proceeds from sale of investments	**2,736,436**	42,506,144
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**2,405**	-
Change in distributions receivable from underlying funds	**1,167,236**	833,042
Change in management fees payable	**15,296**	363
Change in other payables and accrued expenses	**2,122**	(382)

	2018 ($)	2017 ($)
Net Cash Provided by (Used in) Operating Activities	**(1,134,658)**	37,515,060
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(4,575)**	(842)
Proceeds from redeemable units issued	**4,552,678**	7,367,261
Redemption of redeemable units	**(3,766,145)**	(44,981,571)
Net Cash Provided by (Used in) Financing Activities	**781,958**	(37,615,152)
Net increase (decrease) in cash	**(352,700)**	(100,092)
Cash (bank indebtedness) at beginning of period	**58,409**	288,638
Cash (bank indebtedness) at end of period	**(294,291)**	188,546
Dividends received, net of withholding taxes	**130,807**	172,236
Interest received, net of withholding taxes	**903**	153
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Balanced Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
Consumer Discretionary				
iShares Global Consumer Discretionary ETF	9,362	569,526	1,414,645	
		569,526	**1,414,645**	**3.24**
Consumer Staples				
iShares Global Consumer Staples ETF	15,918	658,434	1,026,231	
		658,434	**1,026,231**	**2.35**
Health Care				
iShares Global Healthcare ETF	25,560	1,107,166	1,897,667	
		1,107,166	**1,897,667**	**4.35**
Industrials				
iShares Global Industrials ETF	5,815	333,351	672,259	
		333,351	**672,259**	**1.55**
Real Estate				
iShares Global Real Estate Index ETF	2,625	74,046	75,311	
		74,046	**75,311**	**0.17**
Information Technology				
iShares Global Tech ETF	12,945	948,154	2,801,174	
		948,154	**2,801,174**	**6.43**
Utilities				
iShares Global Utilities ETF	867	37,423	55,850	
		37,423	**55,850**	**0.13**
Bonds				
iShares Core U.S. Aggregate Bond ETF	22,554	2,785,898	3,154,356	
iShares iBoxx $ High Yield Corporate Bond ETF	7,769	760,256	869,490	
iShares International Treasury Bond ETF	31,855	1,799,465	2,062,069	
iShares JP Morgan USD Emerging Markets Bond ETF	6,002	745,797	842,980	
		6,091,416	**6,928,895**	**15.88**
Total Exchange-Traded Funds		**9,819,516**	**14,872,032**	**34.10**

	Number of Units	Average Cost ($)	Fair Value ($)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life BlackRock Canadian Composite Equity Fund, Series I	1,610,388	16,124,767	18,424,605	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	1,004,434	10,642,797	10,436,267	
Total Mutual Funds		**26,767,564**	**28,860,872**	**66.15**
Transaction Costs		**(1,342)**		
Total Investments		**36,585,738**	**43,732,904**	**100.25**
Currency Forward Contracts[1]			**146,069**	**0.33**
Other Assets less Liabilities			**(251,996)**	**(0.58)**
Total Net Assets			**43,626,977**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	3,955,096	USD	(2,967,676)	53,336
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	6,876,624	USD	(5,159,822)	92,733
							146,069

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Balanced Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life BlackRock Canadian Balanced Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

The Fund invests in financial assets which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	0.33	0.60
Total	**0.33**	**0.60**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, either directly or indirectly through underlying internally and externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Exchange-Traded Funds		
Consumer Discretionary	3.2	3.0
Consumer Staples	2.4	2.6
Health Care	4.3	4.2
Industrials	1.6	1.7
Real Estate	0.2	0.3
Information Technology	6.4	5.9
Utilities	0.1	0.4
Foreign Bonds	15.9	15.7
Mutual Funds		
Mutual Funds - Canadian Equities	42.3	42.0
Mutual Funds - Canadian Fixed Income	23.9	23.5
Derivative Assets (Liabilities)	0.3	0.6
Other Assets less Liabilities	(0.6)	0.1
Total	**100.0**	**100.0**

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Balanced Fund (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	14,872,032	-	-	14,872,032
Mutual Funds	28,860,872	-	-	28,860,872
Currency Forward Contracts	-	146,069	-	146,069

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	14,283,517	-	-	14,283,517
Mutual Funds	27,687,987	-	-	27,687,987
Currency Forward Contracts	-	252,421	-	252,421

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $122 ($1,156 for the period ended June 30, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $747,068 ($1,724,329 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,536

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Balanced Fund (continued)

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	April 07, 2011	April 14, 2011
Series T5 Units	August 24, 2011	August 31, 2011
Series F Units	April 07, 2011	April 14, 2011
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	April 07, 2011	April 14, 2011
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Composite Equity Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**1,153,294,072**	998,534,401
Short-term investments	**-**	-
Cash	**14,633,150**	13,575,812
Margin	**593,116**	557,211
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**84,669**	51,459
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**-**	-
Dividends receivable	**3,121,907**	2,524,746
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**627,611**	975,515
	1,172,354,525	1,016,219,144
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**311**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**4,366**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**-**	-
Redemptions payable	**246,608**	36,691
Distributions payable	**-**	3
Due to investment dealers	**142,843**	-
Management fees payable	**-**	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	**394,128**	36,694
Net Assets Attributable to Holders of Redeemable Units	**1,171,960,397**	1,016,182,450
Net Assets Attributable to Holders of Redeemable Units per Unit - Series I (note 5)	**11.44**	11.22

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**15,982,737**	12,942,890
Interest income for distribution purposes	**15,359**	18
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**3,668,688**	13,734,028
Net realized gain (loss) on futures contracts	**236,914**	277,132
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**4,253,370**	(22,490,087)
Change in unrealized appreciation (depreciation) in value of futures contracts	**28,844**	(247,603)
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**24,185,912**	4,216,378
Net gain (loss) on foreign exchange	**(1,342)**	(514)
Other income	**-**	-
Total income (loss)	**24,184,570**	4,215,864
Expenses (note 6)		
Management fees	**-**	-
Administration fees	**-**	-
Independent review committee fees	**-**	-
Withholding tax	**527**	2,227
Transaction costs (note 3)	**80,214**	92,974
Total operating expenses	**80,741**	95,201
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**24,103,829**	4,120,663
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series I	**24,103,829**	4,120,663
Weighted Average Number of Units Outstanding - Series I	**96,894,926**	81,646,039
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series I	**0.25**	0.05

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 1,016,182,450**	**836,698,772**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 24,103,829**	**4,120,663**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 194,542,012	229,508,526
Redemption of redeemable units	$ (62,867,894)	(118,928,503)
Reinvestment of distributions to holders of redeemable units	$ -	24,446
Capitalized distributions	$ -	-
	$ 131,674,118	**110,604,469**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ -	-
Return of capital	$ -	-
	$ -	**-**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 155,777,947**	**114,725,132**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 1,171,960,397**	**951,423,904**
Redeemable Unit Transactions		
Balance - beginning of period	**90,538,946**	**75,924,893**
Units issued	17,585,399	20,365,164
Units issued on reinvestment of distributions	-	2,218
Units redeemed	(5,690,155)	(10,557,163)
Balance - end of period	**102,434,190**	**85,735,112**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**24,103,829**	4,120,663
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(3,668,688)**	(13,734,028)
Change in unrealized (appreciation) depreciation in value of investments	**(4,253,370)**	22,490,087
Change in unrealized (appreciation) depreciation in value of futures contracts	**(28,844)**	247,603
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**(35,594)**	(363,843)
Purchases of investments	**(185,459,590)**	(238,721,898)
Proceeds from sale of investments	**38,687,405**	121,140,437
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(597,161)**	(358,213)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**-**	-
Change in other payables and accrued expenses	**77,416**	92,974
Net Cash Provided by (Used in) Operating Activities	**(131,174,598)**	(105,086,218)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(3)**	(17)
Proceeds from redeemable units issued	**194,889,916**	230,074,230
Redemption of redeemable units	**(62,657,977)**	(122,530,759)
Net Cash Provided by (Used in) Financing Activities	**132,231,936**	107,543,454
Net increase (decrease) in cash	**1,057,338**	2,457,236
Cash (bank indebtedness) at beginning of period	**13,575,812**	10,656,754
Cash (bank indebtedness) at end of period	**14,633,150**	13,113,990
Dividends received, net of withholding taxes	**15,385,049**	12,582,450
Interest received, net of withholding taxes	**15,359**	18
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Advantage Oil & Gas Ltd.	94,820	580,796	389,710	
ARC Resources Ltd.	182,060	3,702,581	2,472,375	
Baytex Energy Corp.	120,053	2,197,923	524,632	
Birchcliff Energy Ltd.	113,292	820,145	546,067	
Canadian Natural Resources Ltd.	560,149	21,516,499	26,579,070	
Cenovus Energy Inc.	522,395	10,395,914	7,130,692	
CES Energy Solutions Corp.	123,070	756,174	552,584	
Crescent Point Energy Corp.	281,366	6,274,294	2,717,996	
Enbridge Inc.	873,171	43,575,160	41,039,037	
Enbridge Income Fund Holdings Inc.	71,637	2,154,348	2,309,577	
Encana Corp.	493,318	8,054,147	8,470,270	
Enerflex Ltd.	45,145	658,541	638,350	
Enerplus Corp.	125,623	1,716,606	2,082,829	
Ensign Energy Services Inc.	66,056	670,602	387,749	
Freehold Royalties Ltd.	47,003	715,116	582,837	
Gibson Energy Inc.	74,346	1,498,680	1,303,285	
Gran Tierra Energy Inc.	196,404	836,908	893,638	
Husky Energy Inc.	154,891	3,244,257	3,173,717	
Imperial Oil Ltd.	126,528	5,442,966	5,529,274	
Inter Pipeline Ltd.	196,976	5,195,394	4,853,489	
Kelt Exploration Ltd.	78,344	632,911	699,612	
Keyera Corp.	105,891	3,660,298	3,873,493	
Kinder Morgan Canada Ltd.	52,705	890,261	838,010	
MEG Energy Corp.	115,469	1,773,142	1,265,540	
Mullen Group Ltd.	52,852	971,084	818,677	
NexGen Energy Ltd.	147,143	485,620	357,557	
NuVista Energy Ltd.	88,777	628,860	809,646	
Paramount Resources Ltd., Class A	36,917	736,847	549,694	
Parex Resources Inc.	79,963	1,141,634	1,984,682	
Parkland Fuel Corp.	67,718	1,686,970	2,187,291	
Pason Systems Inc.	37,736	714,619	812,079	
Pembina Pipeline Corp.	257,896	10,049,054	11,742,005	
Peyto Exploration & Development Corp.	84,067	2,064,581	850,758	
PrairieSky Royalty Ltd.	107,867	3,125,600	2,799,149	
Precision Drilling Corp.	149,518	1,065,191	650,403	
Raging River Exploration Inc.	109,682	882,812	625,187	
Secure Energy Services Inc.	83,291	871,677	604,693	
Seven Generations Energy Ltd.	142,652	3,159,037	2,067,027	
ShawCor Ltd.	35,662	1,207,143	910,094	
Suncor Energy Inc.	836,962	33,891,040	44,777,467	
TORC Oil & Gas Ltd.	71,978	596,433	528,319	
Tourmaline Oil Corp.	129,489	3,984,614	3,041,697	
TransCanada Corporation	456,405	24,781,641	25,960,316	
Trican Well Service Ltd.	174,776	669,976	522,580	
Vermilion Energy Inc.	77,326	3,844,469	3,666,026	
Whitecap Resources Inc.	213,091	2,212,509	1,898,641	
		225,735,074	**227,017,821**	**19.37**
Materials				
Agnico Eagle Mines Ltd.	119,658	6,062,310	7,211,788	
Alacer Gold Corp.	151,233	528,738	367,496	
Alamos Gold Inc.	198,423	1,598,962	1,486,188	
B2Gold Corp.	507,467	1,568,256	1,730,462	
Barrick Gold Corp.	597,738	14,400,536	10,322,935	
Cameco Corp.	203,374	3,493,850	3,007,901	
Canfor Corp.	34,149	678,736	1,080,474	
Cascades Inc.	33,905	540,554	399,062	
CCL Industries Inc., Class B	73,531	2,862,468	4,739,073	
Centerra Gold Inc.	108,607	859,130	793,917	
Chemtrade Logistics Income Fund	47,213	890,102	706,779	
Detour Gold Corp.	89,168	1,507,990	1,053,966	
Eldorado Gold Corp.	404,855	2,541,237	538,457	
Endeavour Mining Corp.	38,381	861,415	905,408	
First Majestic Silver Corp.	86,920	928,535	871,808	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
First Quantum Minerals Ltd.	353,132	5,781,146	6,840,167	
Fortuna Silver Mines Inc.	81,397	553,170	608,850	
Franco-Nevada Corp.	95,300	7,118,070	9,144,035	
Goldcorp Inc.	445,189	11,457,167	8,035,661	
Guyana Goldfields Inc.	90,442	689,910	444,070	
HudBay Minerals Inc.	133,218	1,232,665	976,488	
IAMGOLD Corporation	237,826	1,737,149	1,821,747	
Interfor Corp.	33,208	576,514	838,502	
Intertape Polymer Group Inc.	28,482	528,079	514,670	
Ivanhoe Mines Ltd.	274,045	747,094	739,922	
Kinross Gold Corp.	640,467	3,885,143	3,170,312	
Labrador Iron Ore Royalty Corp.	32,633	782,508	786,129	
Lucara Diamond Corp.	165,970	518,245	350,197	
Lundin Mining Corp.	326,024	2,141,923	2,383,235	
MAG Silver Corp.	37,919	624,510	538,450	
Methanex Corp.	42,171	2,290,498	3,920,216	
Nevsun Resources Ltd.	154,150	578,895	704,466	
New Gold Inc.	295,038	1,649,625	808,404	
Norbord Inc.	22,468	822,770	1,214,620	
Novagold Resources Inc.	112,150	654,578	660,564	
Nutrien Ltd.	324,881	21,461,193	23,235,489	
OceanaGold Corp.	314,064	995,941	1,146,334	
Osisko Gold Royalties Ltd.	63,577	972,923	791,534	
Pan American Silver Corp.	78,172	1,521,579	1,839,387	
Pretium Resources Inc.	78,118	816,623	755,401	
Sandstorm Gold Ltd.	94,697	604,740	559,659	
SEMAFO Inc.	165,741	734,982	631,473	
SSR Mining Inc.	61,122	828,502	792,752	
Stella-Jones Inc.	21,567	968,391	1,032,844	
Tahoe Resources Inc.	159,480	1,989,024	1,031,836	
Teck Resources Ltd., Class B	257,980	7,256,270	8,639,750	
Torex Gold Resources Inc.	43,279	759,621	506,797	
Turquoise Hill Resources Ltd.	509,261	2,357,008	1,894,451	
West Fraser Timber Co., Ltd.	30,479	1,624,641	2,758,045	
Western Forest Products Inc.	201,291	478,410	539,460	
Wheaton Precious Metals Corp.	226,818	6,175,594	6,582,258	
Winpak Ltd.	15,577	756,776	685,388	
Yamana Gold Inc.	489,524	3,304,218	1,874,877	
		137,298,914	**135,014,154**	**11.52**
Industrials				
Aecon Group Inc.	30,544	455,563	472,210	
Air Canada	140,288	1,744,116	2,981,120	
ATS Automation Tooling Systems Inc.	38,800	544,179	758,152	
Badger Daylighting Ltd.	18,917	532,953	599,101	
Bombardier Inc., Class B	1,076,215	3,454,448	5,596,318	
Boyd Group Income Fund	10,146	799,328	1,189,213	
Brookfield Business Partners LP	20,586	740,124	1,037,329	
CAE Inc.	137,246	2,341,964	3,748,188	
Canadian National Railway Co.	377,377	28,984,927	40,579,349	
Canadian Pacific Railway Ltd.	73,160	12,744,965	17,625,707	
Chorus Aviation Inc.	69,874	633,351	491,913	
Exchange Income Corp.	14,387	554,699	460,959	
Finning International Inc.	86,507	2,304,417	2,807,152	
Maxar Technologies Ltd.	29,022	1,995,535	1,915,452	
Morneau Shepell Inc.	27,459	547,966	746,336	
NFI Group Inc.	27,284	1,109,048	1,338,007	
Ritchie Bros. Auctioneers Inc.	55,218	1,835,196	2,475,975	
Russel Metals Inc.	31,557	833,415	847,937	
SNC-Lavalin Group Inc.	89,913	4,601,291	5,220,349	
Stantec Inc.	58,123	1,712,957	1,965,139	
TFI International Inc.	45,482	1,209,899	1,844,295	
Toromont Industries Ltd.	39,621	1,484,707	2,252,850	
Transcontinental Inc., Class A	37,655	773,472	1,149,607	
Waste Connections Inc.	134,959	8,973,766	13,364,990	
WestJet Airlines Ltd.	58,154	1,276,861	1,054,332	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Westshore Terminals Investment Corp.	25,523	650,238	608,213	
WSP Global Inc.	33,041	1,433,613	2,287,098	
		84,272,998	**115,417,291**	**9.85**
Consumer Discretionary				
BRP Inc.	17,665	647,285	1,119,608	
Canada Goose Holdings Inc.	19,208	713,721	1,485,163	
Canadian Tire Corp., Ltd., Class A	31,970	3,933,437	5,486,052	
Cineplex Inc.	32,291	1,279,591	942,251	
Cogeco Communications Inc.	11,739	768,362	764,444	
Corus Entertainment Inc.	60,924	898,372	302,183	
Dollarama Inc.	154,445	4,355,575	7,870,517	
Dorel Industries Inc., Class B	13,103	421,931	292,197	
EnerCare Inc.	54,240	918,570	975,235	
Gildan Activewear Inc.	109,767	3,433,144	4,064,672	
Great Canadian Gaming Corp.	29,497	743,559	1,373,085	
Hudson's Bay Company	59,670	911,589	699,332	
Linamar Corp.	23,327	1,234,655	1,348,534	
Magna International Inc.	170,341	8,777,492	13,024,273	
Martinrea International Inc.	44,231	475,834	623,657	
Quebecor Inc., Class B	80,468	1,344,651	2,166,199	
Shaw Communications Inc., Class B	224,199	5,711,901	6,004,049	
Sleep Country Canada Holdings Inc.	18,031	576,611	587,270	
Spin Master Corp.	12,477	573,368	727,284	
The Stars Group Inc.	65,605	1,902,296	3,128,046	
Thomson Reuters Corporation	134,877	6,337,295	7,155,225	
Uni-Select Inc.	21,555	614,067	450,715	
		46,573,306	**60,589,991**	**5.17**
Consumer Staples				
Alimentation Couche-Tard Inc., Class B	221,388	9,995,654	12,643,469	
Cott Corp.	72,289	1,091,871	1,574,454	
Empire Co., Ltd., Class A	81,410	1,851,433	2,148,410	
George Weston Ltd.	24,345	2,342,496	2,611,245	
Loblaw Companies Ltd.	99,025	6,029,269	6,694,090	
Maple Leaf Foods Inc.	40,899	972,737	1,359,483	
Metro Inc., Class A	123,597	4,036,627	5,523,550	
The North West Co, Inc.	24,826	658,409	727,898	
Premium Brands Holdings Corp.	14,420	1,084,593	1,633,498	
Saputo Inc.	113,164	4,001,321	4,939,609	
		32,064,410	**39,855,706**	**3.40**
Health Care				
Aphria Inc.	93,433	1,296,547	1,109,050	
Aurora Cannabis Inc.	260,756	2,817,962	2,425,031	
Canopy Growth Corp.	92,701	1,413,065	3,561,572	
Extendicare Inc.	44,352	394,461	321,552	
Knight Therapeutics Inc.	56,070	534,853	451,364	
Sienna Senior Living Inc.	33,741	595,074	559,426	
Valeant Pharmaceuticals International Inc.	158,704	10,201,737	4,856,342	
		17,253,699	**13,284,337**	**1.13**
Financials				
Alaris Royalty Corp.	18,601	475,929	296,500	
Bank of Montreal	328,160	26,822,129	33,347,619	
Brookfield Asset Management Inc., Class A	447,103	17,544,480	23,844,003	
Canadian Imperial Bank of Commerce	227,857	22,739,695	26,057,727	
Canadian Western Bank	45,264	1,374,582	1,568,398	
Chartwell Retirement Residences	107,609	1,301,839	1,649,646	
CI Financial Corp.	138,894	3,895,407	3,282,065	
ECN Capital Corp.	169,726	555,729	599,133	
Element Fleet Management Corp.	193,938	2,119,211	1,198,537	
Fairfax Financial Holdings Ltd.	14,273	8,264,025	10,514,348	
Genworth MI Canada Inc.	19,939	633,283	852,990	
Great-West Lifeco Inc.	141,874	4,469,463	4,585,368	
Home Capital Group Inc.	30,520	810,355	458,105	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
IGM Financial Inc.	42,973	1,796,680	1,637,701	
Industrial Alliance Insurance & Financial Services Inc.	55,882	2,572,448	2,836,012	
Intact Financial Corp.	71,299	6,018,370	6,648,632	
Kirkland Lake Gold Ltd.	97,660	1,199,264	2,718,854	
Laurentian Bank of Canada	21,208	1,093,935	951,391	
Manulife Financial Corp.	1,015,874	20,788,279	23,994,943	
National Bank of Canada	173,836	8,576,324	10,972,528	
Onex Corp.	41,604	3,054,689	4,014,370	
Power Corporation of Canada	187,465	5,456,417	5,518,970	
Power Financial Corp.	124,497	3,973,855	3,828,283	
Restaurant Brands International Inc.	127,657	7,590,638	10,123,200	
Royal Bank of Canada	738,659	59,194,857	73,119,854	
Sun Life Financial Inc.	311,249	12,695,417	16,443,285	
The Bank of Nova Scotia	619,662	42,157,586	46,127,638	
The Toronto-Dominion Bank	945,412	53,899,554	71,936,399	
TMX Group Ltd.	18,078	1,120,650	1,557,962	
Tricon Capital Group Inc.	68,078	728,374	750,900	
		322,923,464	**391,435,361**	**33.40**
Real Estate				
Allied Properties Real Estate Investment Trust	51,348	1,741,128	2,148,914	
Altus Group Ltd.	18,601	548,152	545,195	
Artis Real Estate Investment Trust	78,511	1,034,516	1,029,279	
Boardwalk Real Estate Investment Trust	18,826	936,261	859,783	
Brookfield Property Partners L.P.	104,018	2,622,871	2,597,329	
Canadian Apartment Properties REIT	73,844	2,067,040	3,147,970	
Choice Properties Real Estate Investment Trust	117,269	1,281,902	1,420,128	
Colliers International Group Inc.	16,919	875,562	1,692,238	
Cominar Real Estate Investment Trust, Class U	88,126	1,270,927	1,129,775	
Crombie Real Estate Investment Trust	45,482	594,914	578,531	
Dream Global Real Estate Investment Trust	91,500	916,354	1,313,940	
Dream Office Real Estate Investment Trust	28,509	701,959	667,966	
First Capital Realty Inc.	84,621	1,675,218	1,748,270	
FirstService Corp.	15,874	813,555	1,587,241	
Granite Real Estate Investment Trust	23,303	1,002,487	1,249,507	
H&R Real Estate Investment Trust	147,795	3,196,898	2,973,635	
Killam Apartment Real Estate Investment Trust	41,111	581,227	615,843	
Northview Apartment Real Estate Investment Trust	24,517	509,823	644,307	
RioCan Real Estate Investment Trust	162,691	4,137,716	3,928,988	
Smart Real Estate Investment Trust	60,932	1,743,017	1,860,254	
		28,251,527	**31,739,093**	**2.71**
Information Technology				
Blackberry Ltd.	250,753	3,397,815	3,179,548	
Celestica Inc.	63,341	835,587	990,020	
CGI Group Inc.	131,013	6,608,255	10,914,692	
Computer Modelling Group Ltd.	41,332	449,995	417,453	
Constellation Software Inc.	10,096	5,063,192	10,293,377	
Enghouse Systems Ltd.	9,500	522,524	729,315	
Kinaxis Inc.	13,006	798,348	1,151,031	
Mitel Networks Corp.	50,833	540,938	731,487	
Open Text Corp.	137,009	4,585,454	6,339,406	
Shopify Inc.	47,620	6,217,450	9,129,230	
Sierra Wireless Inc.	18,752	664,938	394,355	
The Descartes Systems Group Inc.	39,145	952,792	1,676,580	
		30,637,288	**45,946,494**	**3.92**
Telecommunication Services				
BCE Inc.	459,978	24,116,356	24,489,229	
Rogers Communications Inc., Class B	183,455	9,292,089	11,454,930	
TELUS Corp.	305,093	12,011,616	14,247,843	
		45,420,061	**50,192,002**	**4.28**
Utilities				
Algonquin Power & Utilities Corp.	241,684	2,830,633	3,069,387	
AltaGas Ltd.	91,213	2,908,234	2,476,433	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Atco Ltd., Class I	38,235	1,623,677	1,551,576	
Boralex Inc.	29,413	625,768	619,438	
Brookfield Infrastructure Partners LP	141,725	7,583,746	7,148,609	
Brookfield Renewable Energy Partners L.P.	63,124	2,272,794	2,490,873	
Canadian Utilities Ltd., Class A	62,990	2,258,612	2,091,268	
Capital Power Corp.	53,190	1,271,236	1,341,984	
Emera Inc.	118,140	5,066,346	5,056,392	
Fortis Inc.	216,703	8,761,302	9,105,860	
Hydro One Ltd.	149,898	3,455,315	3,003,956	
Innergex Renewable Energy Inc.	56,833	713,624	784,864	
Northland Power Inc.	57,879	1,181,951	1,419,772	
Superior Plus Corp.	72,834	820,797	925,720	
TransAlta Corporation	146,798	1,549,585	968,867	
TransAlta Renewables Inc.	60,034	786,088	746,823	
		43,709,708	**42,801,822**	**3.65**
Total Equities		**1,014,140,449**	**1,153,294,072**	**98.40**
Transaction Costs		**(271,697)**		
Total Investments		**1,013,868,752**	**1,153,294,072**	**98.40**
Unrealized appreciation/(depreciation) on futures contracts[1]			**80,303**	**0.01**
Other Assets less Liabilities			**18,586,022**	**1.59**
Total Net Assets			**1,171,960,397**	**100.00**

[1] Futures Contracts Schedule

Name of Future	Contracted Value ($)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value ($)	Unrealized Appreciation/ (Depreciation) ($)
S&P Canada 60 Index Futures	2,096,270	20-Sep-2018	11	952.85	2,119,260	22,990
S&P Canada 60 Index Futures	953,812	20-Sep-2018	5	953.81	963,300	9,488
S&P Canada 60 Index Futures	5,730,000	20-Sep-2018	30	955.00	5,779,800	49,800
S&P Canada 60 Index Futures	1,930,966	20-Sep-2018	10	965.48	1,926,600	(4,366)
S&P Canada 60 Index Futures	768,590	20-Sep-2018	4	960.74	770,640	2,050
S&P Canada 60 Index Futures	577,699	20-Sep-2018	3	962.83	577,980	281
S&P Canada 60 Index Futures	577,920	20-Sep-2018	3	963.20	577,980	60
					12,715,560	**80,303**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life BlackRock Canadian Composite Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to its investment in indexed linked equity futures. However, as these investments are held directly with the exchanges, credit risk is not a significant risk to the Fund.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Composite Equity Fund (continued)

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	611,883	0.05	414,023	0.04
	611,883	0.05	414,023	0.04

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $30,594 ($20,701 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in Canadian equities and from its investment in indexed linked equity futures.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $58,300,482 ($50,568,178 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Energy	19.4	18.9
Materials	11.5	11.3
Industrials	9.8	9.4
Consumer Discretionary	5.2	5.2
Consumer Staples	3.4	3.6
Health Care	1.1	0.8
Financials	33.4	34.6
Real Estate	2.7	2.8
Information Technology	3.9	3.2
Telecommunication Services	4.3	4.6
Utilities	3.7	3.9
Other Assets less Liabilities	1.6	1.7
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	1,153,294,072	-	-	1,153,294,072
Futures Contracts	-	84,669	-	84,669
Financial Liabilities				
Futures Contracts	-	4,366	-	4,366

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	998,534,401	-	-	998,534,401
Futures Contracts	-	51,459	-	51,459

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of futures contracts, which are classified as Level 2 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $80,214 ($92,974 for the period ended June 30, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $nil ($3,254,803 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series I Units	April 07, 2011	April 14, 2011

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Equity Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**174,553,152**	174,662,615
Short-term investments	**-**	-
Cash	**72,783**	397,073
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**174,622**	254,659
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	124,089
Accrued interest	**-**	-
Dividends receivable	**-**	107,680
Distributions receivable from underlying funds	**-**	7,958,570
Subscriptions receivable	**143,818**	129,502
	174,944,375	183,634,188
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**5,902**	1,770
Redemptions payable	**24,832**	8,854
Distributions payable	**-**	-
Due to investment dealers	**-**	8,083,571
Management fees payable	**18,580**	5,212
Total liabilities (excluding net assets attributable to holders of redeemable units)	**49,314**	8,099,407
Net Assets Attributable to Holders of Redeemable Units	**174,895,061**	175,534,781
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**12,294,789**	12,430,402
Series T5	**120,129**	132,496
Series T8	**87,217**	85,037
Series F	**516,051**	728,113
Series F5	**10,823**	-
Series F8	**10,797**	-
Series I	**159,431,233**	159,681,353
Series O	**2,424,022**	2,477,380
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**13.61**	13.36
Series T5	**16.77**	16.90
Series T8	**13.75**	14.07
Series F	**14.27**	13.93
Series F5	**15.97**	-
Series F8	**15.78**	-
Series I	**14.34**	13.96
Series O	**12.15**	11.83

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**402,984**	399,296
Interest income for distribution purposes	**806**	204
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**1,771,338**	2,149,051
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(595,099)**	140,728
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**3,229,357**	3,933,223
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(80,037)**	166,666
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**4,729,349**	6,789,168
Net gain (loss) on foreign exchange	**1,193**	(1,521)
Other income	**-**	-
Total income (loss)	**4,730,542**	6,787,647
Expenses (note 6)		
Management fees	**102,630**	97,475
Administration fees	**33,921**	33,093
Independent review committee fees	**143**	129
Withholding tax	**43,911**	47,062
Transaction costs (note 3)	**433**	573
Total operating expenses	**181,038**	178,332
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**4,549,504**	6,609,315
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**4,549,504**	6,609,315
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**224,558**	323,169
Series T5	**2,070**	3,821
Series T8	**1,603**	2,443
Series F	**6,990**	7,073
Series F5	**865**	-
Series F8	**865**	-
Series I	**4,247,218**	6,191,977
Series O	**65,335**	80,832
Weighted Average Number of Units Outstanding		
Series A	**911,971**	866,348
Series T5	**7,340**	7,654
Series T8	**6,205**	5,989
Series F	**41,342**	25,065
Series F5	**672**	-
Series F8	**676**	-
Series I	**11,296,784**	11,432,595
Series O	**204,749**	183,021

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Equity Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.25**	0.37
Series T5	**0.28**	0.50
Series T8	**0.26**	0.41
Series F	**0.17**	0.28
Series F5	**1.29**	-
Series F8	**1.28**	-
Series I	**0.38**	0.54
Series O	**0.32**	0.44

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 12,430,402	10,169,468	132,496	119,433	85,037	78,790	728,113	220,940
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 224,558	323,169	2,070	3,821	1,603	2,443	6,990	7,073
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 1,415,767	1,769,014	5,100	9,522	6,000	11,500	26,520	234,717
Redemption of redeemable units	$ (1,775,771)	(818,872)	(19,037)	(3,539)	(5,115)	(5,000)	(245,532)	(1,688)
Reinvestment of distributions to holders of redeemable units	$ 891	831	2,537	2,732	3,187	3,059	193	127
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ (359,113)	950,973	(11,400)	8,715	4,072	9,559	(218,819)	233,156
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (1,058)	(787)	(3,037)	(3,128)	(3,495)	(3,375)	(233)	(105)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (1,058)	(787)	(3,037)	(3,128)	(3,495)	(3,375)	(233)	(105)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (135,613)	1,273,355	(12,367)	9,408	2,180	8,627	(212,062)	240,124
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 12,294,789**	**11,442,823**	**120,129**	**128,841**	**87,217**	**87,417**	**516,051**	**461,064**
Redeemable Unit Transactions								
Balance - beginning of period	930,420	818,223	7,841	7,304	6,043	5,624	52,276	17,021
Units issued	106,948	137,885	316	569	444	809	1,904	17,344
Units issued on reinvestment of distributions	68	65	154	164	234	216	14	9
Units redeemed	(133,994)	(63,597)	(1,149)	(211)	(379)	(355)	(18,031)	(125)
Balance - end of period	**903,442**	**892,576**	**7,162**	**7,826**	**6,342**	**6,294**	**36,163**	**34,249**

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	159,681,353	151,163,281	2,477,380	2,030,483
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 865	-	865	-	4,247,218	6,191,977	65,335	80,832
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 10,000	-	10,000	-	3,825,943	2,426,814	33,667	53,659
Redemption of redeemable units	$ -	-	-	-	(8,323,281)	(9,206,874)	(152,360)	(44,939)
Reinvestment of distributions to holders of redeemable units	$ 169	-	271	-	-	-	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 10,169	-	10,271	-	(4,497,338)	(6,780,060)	(118,693)	8,720
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (211)	-	(339)	-	-	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211)	-	(339)	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 10,823	-	10,797	-	(250,120)	(588,083)	(53,358)	89,552
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 10,823**	**-**	**10,797**	**-**	**159,431,233**	**150,575,198**	**2,424,022**	**2,120,035**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	11,440,925	11,652,131	209,487	184,701
Units issued	666	-	667	-	276,250	180,773	2,816	4,649
Units issued on reinvestment of distributions	12	-	17	-	-	-	-	-
Units redeemed	-	-	-	-	(600,345)	(680,893)	(12,796)	(3,983)
Balance - end of period	**678**	**-**	**684**	**-**	**11,116,830**	**11,152,011**	**199,507**	**185,367**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 175,534,781**	**163,782,395**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 4,549,504**	**6,609,315**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 5,332,997	4,505,226
Redemption of redeemable units	$ (10,521,096)	(10,080,912)
Reinvestment of distributions to holders of redeemable units	$ 7,248	6,749
Capitalized distributions	$ -	-
	$ (5,180,851)	**(5,568,937)**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (8,373)	(7,395)
Return of capital	$ -	-
	$ (8,373)	**(7,395)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ (639,720)**	**1,032,983**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 174,895,061**	**164,815,378**
Redeemable Unit Transactions		
Balance - beginning of period	**12,646,992**	**12,685,004**
Units issued	390,011	342,029
Units issued on reinvestment of distributions	499	454
Units redeemed	(766,694)	(749,164)
Balance - end of period	**12,270,808**	**12,278,323**

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Equity Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**4,549,504**	6,609,315
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(1,771,338)**	(2,149,051)
Change in unrealized (appreciation) depreciation in value of investments	**(3,229,357)**	(3,933,223)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**80,037**	(166,666)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(9,339,250)**	(5,319,036)
Proceeds from sale of investments	**6,489,493**	7,348,701
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**107,680**	103,052
Change in distributions receivable from underlying funds	**7,958,570**	2,959,307
Change in management fees payable	**13,368**	2,508
Change in other payables and accrued expenses	**4,565**	1,377
Net Cash Provided by (Used in) Operating Activities	**4,863,272**	5,456,284
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(1,125)**	(646)
Proceeds from redeemable units issued	**5,318,681**	4,625,314
Redemption of redeemable units	**(10,505,118)**	(10,102,226)
Net Cash Provided by (Used in) Financing Activities	**(5,187,562)**	(5,477,558)
Net increase (decrease) in cash	**(324,290)**	(21,274)
Cash (bank indebtedness) at beginning of period	**397,073**	564,552
Cash (bank indebtedness) at end of period	**72,783**	543,278
Dividends received, net of withholding taxes	**466,753**	455,286
Interest received, net of withholding taxes	**806**	204
Interest paid	-	-

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
Consumer Discretionary				
iShares S&P Global Consumer Discretionary Index ETF (CAD-Hedged)	265,875	5,662,151	9,578,147	
		5,662,151	**9,578,147**	**5.48**
Consumer Staples				
iShares Global Consumer Staples ETF	113,068	4,140,070	7,289,480	
		4,140,070	**7,289,480**	**4.17**
Health Care				
iShares Global Healthcare ETF	174,965	6,681,729	12,990,035	
		6,681,729	**12,990,035**	**7.43**
Industrials				
iShares S&P Global Industrials Index ETF (CAD-Hedged)	159,781	3,246,788	5,095,416	
		3,246,788	**5,095,416**	**2.91**
Information Technology				
iShares Global Tech ETF	85,634	5,733,432	18,530,377	
		5,733,432	**18,530,377**	**10.59**
Real Estate				
iShares Global Real Estate Index ETF	16,610	468,533	476,541	
		468,533	**476,541**	**0.27**
Utilities				
iShares Global Utilities ETF	12,687	540,397	817,262	
		540,397	**817,262**	**0.47**
Total Exchange-Traded Funds		**26,473,100**	**54,777,258**	**31.32**

	Number of Units	Average Cost ($)	Fair Value ($)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life BlackRock Canadian Composite Equity Fund, Series I	10,468,914	95,591,192	119,775,894	68.48
		95,591,192	**119,775,894**	**68.48**
Transaction Costs		**(4,238)**		
Total Investments		**122,060,054**	**174,553,152**	**99.80**
Currency Forward Contracts[1]			**174,622**	**0.10**
Other Assets less Liabilities			**167,287**	**0.10**
Total Net Assets			**174,895,061**	**100.00**

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Equity Fund (continued)

Schedule of Investments (continued)

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	12,950,772	USD	(9,717,512)	174,622
							174,622

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life BlackRock Canadian Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund is exposed indirectly to financial risks as a result of its investment in the Sun Life BlackRock Canadian Composite Equity Fund (the "Underlying Fund") and other exchange-traded funds presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund is also exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds. The Underlying Fund is subject to credit risk exposure related to its investment in indexed linked equity futures. However, as these investments are held directly with the exchanges, credit risk is not a significant risk to the Fund.

The Fund invests in financial assets, both directly and indirectly through the Underlying Fund, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	As a % of Net Assets	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	0.10	0.15
Total	**0.10**	**0.15**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, either directly or indirectly through underlying internally and externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	26,942,817	15.41	28,228,415	16.08
Total	**26,942,817**	**15.41**	**28,228,415**	**16.08**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $1,347,141 ($2,463 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Equity Fund (continued)

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds. As at June 30, 2018 and December 31, 2017, the majority of the Underlying Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying externally managed funds.

The Fund is also exposed to other market risk as a result of the Underlying Fund's investment in equity securities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $5,958,386 ($6,017,021 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Exchange-Traded Funds		
Industrials	2.9	3.3
Consumer Discretionary	5.4	5.3
Consumer Staples	4.2	4.3
Health Care	7.4	7.0
Information Technology	10.6	9.8
Real Estate	0.3	0.3
Utilities	0.5	0.6
Equities		
Energy	13.3	13.0
Materials	7.9	7.8
Industrials	6.7	6.5
Consumer Discretionary	3.5	3.6
Consumer Staples	2.3	2.5
Health Care	0.8	0.6
Financials	23.0	23.7
Information Technology	2.7	2.2
Real Estate	1.9	1.9
Telecommunication Services	2.9	3.2
Utilities	2.5	2.7
Other Assets less Liabilities	1.2	1.7
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	54,777,258	-	-	54,777,258
Mutual Funds	119,775,894	-	-	119,775,894
Currency Forward Contracts	-	174,622	-	174,622

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	53,748,813	-	-	53,748,813
Mutual Funds	120,913,802	-	-	120,913,802
Currency Forward Contracts	-	254,659	-	254,659

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $433 ($573 for the period ended June 30, 2017).

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Equity Fund (continued)

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,866
Series F8	689	10,866

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-
Series F8	-	-

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	174,622	-	-	174,622
Total	**174,622**	**-**	**-**	**174,622**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**
December 31, 2017				
Derivative assets - Forward Contracts	254,659	-	-	254,659
Total	**254,659**	**-**	**-**	**254,659**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	April 07, 2011	April 14, 2011
Series T5 Units	August 24, 2011	August 31, 2011
Series T8 Units	August 24, 2011	August 31, 2011
Series F Units	April 07, 2011	April 14, 2011
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	April 07, 2011	April 14, 2011
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**1,174,260,908**	1,054,573,654
Short-term investments	**-**	-
Cash	**2,725,124**	4,084,095
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**126,311**	166,310
Accrued interest	**5,902,612**	5,190,364
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**542,900**	960,313
	1,183,557,855	1,064,974,736
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**-**	-
Redemptions payable	**201,559**	106,990
Distributions payable	**5**	-
Due to investment dealers	**1,816,227**	2,427,062
Management fees payable	**-**	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	**2,017,791**	2,534,052
Net Assets Attributable to Holders of Redeemable Units	**1,181,540,064**	1,062,440,684
Net Assets Attributable to Holders of Redeemable Units per Unit - Series I (note 5)	**10.39**	10.48

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**16,812,982**	13,375,678
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(4,173,197)**	(1,418,289)
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(4,348,920)**	7,898,144
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**8,290,865**	19,855,533
Net gain (loss) on foreign exchange	**-**	-
Other income	**-**	-
Total income (loss)	**8,290,865**	**19,855,533**
Expenses (note 6)		
Management fees	**-**	**-**
Administration fees	**-**	**-**
Independent review committee fees	**-**	-
Withholding tax	**-**	-
Transaction costs (note 3)	**-**	-
Total operating expenses	**-**	-
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**8,290,865**	19,855,533
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series I	**8,290,865**	19,855,533
Weighted Average Number of Units Outstanding - Series I	**109,630,685**	84,620,153
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series I	**0.08**	0.23

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 1,062,440,684**	**879,537,604**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 8,290,865**	**19,855,533**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 263,384,013	259,654,015
Redemption of redeemable units	$ (152,575,492)	(164,009,489)
Reinvestment of distributions to holders of redeemable units	$ 16,825,247	13,381,227
Capitalized distributions	$ -	-
	$ 127,633,768	**109,025,753**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (16,825,253)	(13,375,698)
Return of capital	$ -	-
	$ (16,825,253)	**(13,375,698)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 119,099,380**	**115,505,588**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 1,181,540,064**	**995,043,192**
Redeemable Unit Transactions		
Balance - beginning of period	**101,358,626**	**83,548,055**
Units issued	25,445,999	24,340,747
Units issued on reinvestment of distributions	1,623,255	1,259,546
Units redeemed	(14,711,365)	(15,446,054)
Balance - end of period	**113,716,515**	**93,702,294**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**8,290,865**	19,855,533
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**4,173,197**	1,418,289
Change in unrealized (appreciation) depreciation in value of investments	**4,348,920**	(7,898,144)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(293,409,953)**	(262,114,661)
Proceeds from sale of investments	**164,629,746**	163,544,602
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(712,248)**	(114,956)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**-**	-
Change in other payables and accrued expenses	**-**	-
Net Cash Provided by (Used in) Operating Activities	**(112,679,473)**	(85,309,337)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(1)**	10
Proceeds from redeemable units issued	**263,801,426**	262,275,488
Redemption of redeemable units	**(152,480,923)**	(175,429,200)
Net Cash Provided by (Used in) Financing Activities	**111,320,502**	86,846,298
Net increase (decrease) in cash	**(1,358,971)**	1,536,961
Cash (bank indebtedness) at beginning of period	**4,084,095**	82,923
Cash (bank indebtedness) at end of period	**2,725,124**	1,619,884
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**16,100,734**	13,260,722
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS						
Federal Bonds						
Canada Government International Bond	2.750	1-Dec-2064	1,518,000	1,745,016	1,775,896	
Canada Housing Trust No 1	2.000	15-Dec-2019	7,605,000	7,767,741	7,611,930	
Canada Housing Trust No 1	3.750	15-Mar-2020	3,600,000	3,917,727	3,705,862	
Canada Housing Trust No 1	1.200	15-Jun-2020	3,625,000	3,609,349	3,568,614	
Canada Housing Trust No 1	1.450	15-Jun-2020	3,605,000	3,617,289	3,565,974	
Canada Housing Trust No 1	1.250	15-Dec-2020	7,350,000	7,316,815	7,200,728	
Canada Housing Trust No 1	3.350	15-Dec-2020	3,170,000	3,413,209	3,263,574	
Canada Housing Trust No 1	1.250	15-Jun-2021	7,650,000	7,619,649	7,446,407	
Canada Housing Trust No 1	3.800	15-Jun-2021	5,227,000	5,718,252	5,466,273	
Canada Housing Trust No 1	1.150	15-Dec-2021	3,795,000	3,740,655	3,658,455	
Canada Housing Trust No 1	1.500	15-Dec-2021	3,745,000	3,724,120	3,653,562	
Canada Housing Trust No 1	2.650	15-Mar-2022	4,725,000	4,959,902	4,788,681	
Canada Housing Trust No 1	1.750	15-Jun-2022	7,650,000	7,658,618	7,493,103	
Canada Housing Trust No 1	2.400	15-Dec-2022	12,350,000	12,605,314	12,380,416	
Canada Housing Trust No 1	2.350	15-Jun-2023	3,675,000	3,676,848	3,670,204	
Canada Housing Trust No 1	2.350	15-Jun-2023	3,800,000	3,804,545	3,794,124	
Canada Housing Trust No 1	2.350	15-Sep-2023	2,785,000	2,852,200	2,777,950	
Canada Housing Trust No 1	3.150	15-Sep-2023	1,370,000	1,472,158	1,419,652	
Canada Housing Trust No 1	2.900	15-Jun-2024	4,500,000	4,755,757	4,613,978	
Canada Housing Trust No 1	2.550	15-Mar-2025	3,975,000	4,105,021	3,996,095	
Canada Housing Trust No 1	1.950	15-Dec-2025	1,700,000	1,693,730	1,636,664	
Canada Housing Trust No 1	2.250	15-Dec-2025	2,555,000	2,594,658	2,511,588	
Canada Housing Trust No 1	1.900	15-Sep-2026	5,065,000	4,994,999	4,833,429	
Canada Housing Trust No 1	2.350	15-Jun-2027	5,020,000	5,059,574	4,941,691	
Canada Housing Trust No 1	2.650	15-Mar-2028	1,200,000	1,193,585	1,209,141	
Canada Housing Trust No 1	2.650	15-Mar-2028	2,000,000	1,962,866	2,015,340	
Canada Housing Trust No 1	2.350	15-Mar-2028	1,900,000	1,884,855	1,865,630	
Canada Post Corp.	4.080	16-Jul-2025	289,000	332,720	316,057	
Canada Post Corp.	4.360	16-Jul-2040	296,000	366,177	366,698	
Canadian Government Bond	0.750	1-Aug-2019	8,675,000	8,620,869	8,581,118	
Canadian Government Bond	1.750	1-Sep-2019	7,966,000	8,187,016	7,961,157	
Canadian Government Bond	1.250	1-Nov-2019	9,825,000	9,782,434	9,749,725	
Canadian Government Bond	1.250	1-Feb-2020	9,075,000	9,010,286	8,985,365	
Canadian Government Bond	1.500	1-Mar-2020	14,109,999	14,351,145	14,019,646	
Canadian Government Bond	1.750	1-May-2020	8,300,000	8,278,819	8,276,138	
Canadian Government Bond	3.500	1-Jun-2020	9,435,000	10,339,179	9,712,109	
Canadian Government Bond	1.750	1-Aug-2020	4,450,000	4,429,997	4,432,730	
Canadian Government Bond	0.750	1-Sep-2020	16,290,000	16,074,181	15,879,731	
Canadian Government Bond	0.750	1-Mar-2021	15,980,000	15,640,684	15,474,452	
Canadian Government Bond	10.500	15-Mar-2021	195,000	305,188	238,527	
Canadian Government Bond	3.250	1-Jun-2021	7,578,000	8,310,064	7,846,029	
Canadian Government Bond	9.750	1-Jun-2021	202,000	304,243	246,134	
Canadian Government Bond	0.750	1-Sep-2021	10,700,000	10,551,468	10,292,627	
Canadian Government Bond	0.500	1-Mar-2022	9,350,000	9,018,759	8,851,743	
Canadian Government Bond	2.750	1-Jun-2022	7,916,000	8,544,173	8,129,761	
Canadian Government Bond	9.250	1-Jun-2022	100,000	153,453	127,129	
Canadian Government Bond	1.000	1-Sep-2022	9,825,000	9,612,470	9,419,060	
Canadian Government Bond	1.750	1-Mar-2023	9,425,000	9,333,337	9,294,385	
Canadian Government Bond	1.500	1-Jun-2023	8,880,000	8,904,693	8,641,571	
Canadian Government Bond	8.000	1-Jun-2023	1,034,000	1,497,140	1,318,192	
Canadian Government Bond	2.000	1-Sep-2023	3,800,000	3,766,189	3,782,763	
Canadian Government Bond	2.500	1-Jun-2024	8,038,000	8,518,843	8,208,260	
Canadian Government Bond	2.250	1-Jun-2025	8,470,000	8,897,857	8,533,382	
Canadian Government Bond	9.000	1-Jun-2025	753,000	1,265,384	1,084,057	
Canadian Government Bond	1.500	1-Jun-2026	8,360,000	8,248,827	7,971,414	
Canadian Government Bond	1.000	1-Jun-2027	9,560,000	8,973,179	8,668,039	
Canadian Government Bond	8.000	1-Jun-2027	1,649,000	2,704,458	2,428,042	
Canadian Government Bond	2.000	1-Jun-2028	8,450,000	8,282,445	8,325,269	
Canadian Government Bond	5.750	1-Jun-2029	6,499,000	9,300,176	8,740,176	
Canadian Government Bond	5.750	1-Jun-2033	7,415,000	11,169,335	10,740,103	
Canadian Government Bond	5.000	1-Jun-2037	7,687,000	11,206,706	10,992,247	
Canadian Government Bond	4.000	1-Jun-2041	10,110,000	13,433,032	13,321,828	
Canadian Government Bond	3.500	1-Dec-2045	12,255,000	15,454,404	15,475,939	
Canadian Government Bond	2.750	1-Dec-2048	9,465,000	10,628,992	10,609,792	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
CPPIB Capital Inc.	3.000	15-Jun-2028	1,125,000	1,125,000	1,137,851	
First Nations Finance Authority	3.400	26-Jun-2024	200,000	212,478	206,032	
International Bank of Reconstruction & Development	2.250	17-Jan-2023	800,000	795,359	796,045	
Ontario Electricity Financial Corp.	10.125	15-Oct-2021	300,000	384,150	372,576	
				413,779,761	**404,418,860**	**34.23**
Provincial Bonds						
Alberta Capital Finance Authority	4.450	15-Dec-2025	250,000	289,625	276,789	
Financement-Quebec	2.450	1-Dec-2019	1,350,000	1,391,910	1,358,416	
Financement-Quebec	5.250	1-Jun-2034	1,257,000	1,593,060	1,605,341	
Province of Alberta	4.000	1-Dec-2019	866,000	942,620	890,249	
Province of Alberta	1.250	1-Jun-2020	2,035,000	2,021,745	2,002,188	
Province of Alberta	1.350	1-Sep-2021	2,165,000	2,139,347	2,102,090	
Province of Alberta	1.600	1-Sep-2022	500,000	496,314	483,604	
Province of Alberta	2.550	15-Dec-2022	1,450,000	1,496,292	1,455,570	
Province of Alberta	3.400	1-Dec-2023	400,000	417,277	416,997	
Province of Alberta	3.100	1-Jun-2024	575,000	600,884	590,773	
Province of Alberta	2.350	1-Jun-2025	2,300,000	2,283,979	2,255,243	
Province of Alberta	2.200	1-Jun-2026	2,495,000	2,467,129	2,401,256	
Province of Alberta	2.550	1-Jun-2027	2,350,000	2,319,219	2,305,581	
Province of Alberta	2.900	1-Dec-2028	700,000	697,353	703,096	
Province of Alberta	2.900	20-Sep-2029	1,090,000	1,100,058	1,090,761	
Province of Alberta	3.500	1-Jun-2031	875,000	939,696	929,478	
Province of Alberta	3.900	1-Dec-2033	925,000	1,011,838	1,032,742	
Province of Alberta	4.500	1-Dec-2040	435,000	538,476	540,774	
Province of Alberta	3.450	1-Dec-2043	1,900,000	1,983,563	2,052,018	
Province of Alberta	3.300	1-Dec-2046	5,185,000	5,299,639	5,482,976	
Province of Alberta	3.050	1-Dec-2048	3,025,000	2,973,599	3,066,955	
Province of British Columbia	4.100	18-Dec-2019	1,385,000	1,513,124	1,427,593	
Province of British Columbia	3.700	18-Dec-2020	1,649,000	1,802,397	1,709,901	
Province of British Columbia	3.250	18-Dec-2021	1,850,000	1,976,016	1,908,190	
Province of British Columbia	2.700	18-Dec-2022	1,150,000	1,194,510	1,164,601	
Province of British Columbia	8.000	8-Sep-2023	137,000	197,786	173,179	
Province of British Columbia	3.300	18-Dec-2023	1,225,000	1,320,700	1,275,376	
Province of British Columbia	9.000	23-Aug-2024	35,000	52,113	47,568	
Province of British Columbia	2.850	18-Jun-2025	1,450,000	1,529,148	1,475,366	
Province of British Columbia	2.300	18-Jun-2026	1,100,000	1,094,513	1,073,562	
Province of British Columbia	2.550	18-Jun-2027	950,000	944,869	938,849	
Province of British Columbia	6.150	19-Nov-2027	50,000	67,793	63,892	
Province of British Columbia	2.950	18-Dec-2028	650,000	652,724	660,915	
Province of British Columbia	5.700	18-Jun-2029	2,022,000	2,664,863	2,575,676	
Province of British Columbia	6.350	18-Jun-2031	1,263,000	1,798,905	1,745,260	
Province of British Columbia	5.400	18-Jun-2035	640,000	858,295	856,259	
Province of British Columbia	4.700	18-Jun-2037	938,000	1,169,371	1,185,091	
Province of British Columbia	4.950	18-Jun-2040	1,350,000	1,763,602	1,798,256	
Province of British Columbia	4.300	18-Jun-2042	2,118,000	2,576,678	2,627,065	
Province of British Columbia	3.200	18-Jun-2044	3,315,000	3,380,534	3,495,999	
Province of British Columbia	2.800	18-Jun-2048	3,510,000	3,368,512	3,453,538	
Province of Manitoba	1.150	21-Nov-2019	400,000	399,448	395,544	
Province of Manitoba	4.750	11-Feb-2020	450,000	512,780	469,051	
Province of Manitoba	4.150	3-Jun-2020	607,000	665,924	629,962	
Province of Manitoba	1.600	5-Sep-2020	300,000	303,240	296,478	
Province of Manitoba	1.550	5-Sep-2021	840,000	833,213	820,507	
Province of Manitoba	3.850	1-Dec-2021	500,000	551,516	524,365	
Province of Manitoba	2.550	2-Jun-2023	1,000,000	1,015,367	1,001,205	
Province of Manitoba	3.300	2-Jun-2024	625,000	665,230	647,623	
Province of Manitoba	2.450	2-Jun-2025	1,410,000	1,405,359	1,387,297	
Province of Manitoba	4.400	5-Sep-2025	418,000	468,584	462,612	
Province of Manitoba	7.750	22-Dec-2025	48,000	66,003	63,812	
Province of Manitoba	2.550	2-Jun-2026	1,350,000	1,363,925	1,327,177	
Province of Manitoba	2.600	2-Jun-2027	1,200,000	1,180,404	1,176,069	
Province of Manitoba	3.000	2-Jun-2028	700,000	697,776	706,059	
Province of Manitoba	3.250	5-Sep-2029	300,000	311,050	307,773	
Province of Manitoba	6.300	5-Mar-2031	400,000	566,817	537,664	
Province of Manitoba	5.700	5-Mar-2037	663,000	891,993	908,145	
Province of Manitoba	4.600	5-Mar-2038	668,000	804,591	816,211	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Province of Manitoba	4.650	5-Mar-2040	478,000	577,060	594,847	
Province of Manitoba	4.100	5-Mar-2041	904,000	1,039,611	1,049,970	
Province of Manitoba	4.400	5-Mar-2042	350,000	418,496	425,696	
Province of Manitoba	3.350	5-Mar-2043	300,000	303,485	312,705	
Province of Manitoba	4.050	5-Sep-2045	1,125,000	1,273,878	1,319,975	
Province of Manitoba	2.850	5-Sep-2046	1,480,000	1,377,592	1,410,549	
Province of Manitoba	3.400	5-Sep-2048	1,450,000	1,487,430	1,539,069	
Province of Manitoba	3.150	5-Sep-2052	250,000	236,823	252,022	
Province of New Brunswick	4.500	2-Jun-2020	915,000	1,029,797	955,122	
Province of New Brunswick	3.350	3-Dec-2021	626,000	671,685	645,658	
Province of New Brunswick	1.550	4-May-2022	650,000	632,241	628,945	
Province of New Brunswick	2.850	2-Jun-2023	850,000	876,463	861,322	
Province of New Brunswick	3.650	3-Jun-2024	550,000	602,193	579,085	
Province of New Brunswick	2.600	14-Aug-2026	400,000	399,922	392,686	
Province of New Brunswick	2.350	14-Aug-2027	800,000	771,069	763,656	
Province of New Brunswick	3.100	14-Aug-2028	250,000	249,263	253,009	
Province of New Brunswick	5.650	27-Dec-2028	380,000	479,200	469,112	
Province of New Brunswick	5.500	27-Jan-2034	375,000	499,829	484,104	
Province of New Brunswick	4.650	26-Sep-2035	510,000	593,562	611,087	
Province of New Brunswick	4.550	26-Mar-2037	645,000	762,710	770,714	
Province of New Brunswick	4.800	26-Sep-2039	722,000	885,437	901,662	
Province of New Brunswick	4.800	3-Jun-2041	750,000	926,243	945,692	
Province of New Brunswick	3.550	3-Jun-2043	745,000	764,398	791,435	
Province of New Brunswick	3.800	14-Aug-2045	1,175,000	1,279,598	1,305,247	
Province of New Brunswick	3.100	14-Aug-2048	650,000	632,420	641,184	
Province of New Brunswick	3.550	3-Jun-2055	125,000	126,196	134,186	
Province of Newfoundland and Labrador	10.950	15-Apr-2021	18,000	28,122	22,089	
Province of Newfoundland and Labrador	1.950	2-Jun-2022	700,000	700,110	686,047	
Province of Newfoundland and Labrador	2.300	2-Jun-2025	700,000	688,220	679,450	
Province of Newfoundland and Labrador	3.000	2-Jun-2026	875,000	899,519	884,047	
Province of Newfoundland and Labrador	6.150	17-Apr-2028	200,000	263,808	252,580	
Province of Newfoundland and Labrador	2.850	2-Jun-2028	500,000	492,010	495,044	
Province of Newfoundland and Labrador	6.550	17-Oct-2030	350,000	483,235	472,266	
Province of Newfoundland and Labrador	5.600	17-Oct-2033	332,000	416,244	430,258	
Province of Newfoundland and Labrador	5.700	17-Oct-2035	200,000	250,140	267,164	
Province of Newfoundland and Labrador	4.500	17-Apr-2037	250,000	287,604	296,413	
Province of Newfoundland and Labrador	4.650	17-Oct-2040	409,000	460,175	503,442	
Province of Newfoundland and Labrador	3.300	17-Oct-2046	1,290,000	1,246,719	1,314,597	
Province of Newfoundland and Labrador	3.700	17-Oct-2048	650,000	699,420	715,418	
Province of Nova Scotia	4.150	25-Nov-2019	627,000	696,330	645,589	
Province of Nova Scotia	4.100	1-Jun-2021	902,000	988,784	947,728	
Province of Nova Scotia	2.150	1-Jun-2025	200,000	199,341	193,199	
Province of Nova Scotia	2.100	1-Jun-2027	550,000	530,847	518,945	
Province of Nova Scotia	6.600	1-Jun-2027	400,000	548,632	518,803	
Province of Nova Scotia	6.600	1-Dec-2031	200,000	290,797	279,555	
Province of Nova Scotia	5.800	1-Jun-2033	300,000	415,599	400,267	
Province of Nova Scotia	4.900	1-Jun-2035	200,000	250,504	249,496	
Province of Nova Scotia	4.500	1-Jun-2037	617,000	725,582	746,503	
Province of Nova Scotia	4.700	1-Jun-2041	453,000	542,040	575,073	
Province of Nova Scotia	4.400	1-Jun-2042	550,000	653,357	674,109	
Province of Nova Scotia	3.450	1-Jun-2045	300,000	313,593	321,487	
Province of Nova Scotia	3.500	2-Jun-2062	865,000	907,426	957,755	
Province of Ontario	2.100	8-Sep-2019	3,050,000	3,124,671	3,056,082	
Province of Ontario	4.200	2-Jun-2020	8,405,000	9,244,505	8,730,264	
Province of Ontario	4.850	2-Jun-2020	300,000	344,222	315,260	
Province of Ontario	4.000	2-Jun-2021	6,568,000	7,210,125	6,882,927	
Province of Ontario	1.350	8-Mar-2022	3,650,000	3,572,410	3,519,080	
Province of Ontario	3.150	2-Jun-2022	8,925,000	9,493,926	9,166,601	
Province of Ontario	9.500	13-Jul-2022	842,000	1,209,553	1,066,795	
Province of Ontario	1.950	27-Jan-2023	1,400,000	1,405,537	1,370,536	
Province of Ontario	2.850	2-Jun-2023	8,700,000	9,055,828	8,829,986	
Province of Ontario	2.600	8-Sep-2023	2,750,000	2,748,090	2,756,453	
Province of Ontario	8.100	8-Sep-2023	823,000	1,173,682	1,043,768	
Province of Ontario	7.500	7-Feb-2024	550,000	767,495	687,775	
Province of Ontario	3.500	2-Jun-2024	8,525,000	9,180,727	8,934,066	
Province of Ontario	2.650	5-Feb-2025	1,000,000	996,250	1,000,741	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Province of Ontario	2.600	2-Jun-2025	10,100,000	10,305,589	10,046,012	
Province of Ontario	8.500	2-Dec-2025	602,000	934,235	830,696	
Province of Ontario	2.400	2-Jun-2026	6,050,000	6,091,439	5,899,097	
Province of Ontario	8.000	2-Jun-2026	205,000	298,548	281,374	
Province of Ontario	2.600	2-Jun-2027	8,045,000	8,038,356	7,909,325	
Province of Ontario	7.600	2-Jun-2027	965,000	1,445,168	1,328,798	
Province of Ontario	2.900	2-Jun-2028	2,600,000	2,584,696	2,610,850	
Province of Ontario	6.500	8-Mar-2029	3,578,000	4,937,198	4,755,519	
Province of Ontario	6.200	2-Jun-2031	1,782,000	2,488,468	2,406,032	
Province of Ontario	5.850	8-Mar-2033	3,019,000	4,144,315	4,051,317	
Province of Ontario	5.600	2-Jun-2035	4,506,000	6,095,061	6,063,970	
Province of Ontario	4.700	2-Jun-2037	5,258,000	6,536,691	6,545,385	
Province of Ontario	4.600	2-Jun-2039	4,004,000	4,922,531	4,989,385	
Province of Ontario	4.650	2-Jun-2041	5,995,000	7,540,336	7,607,271	
Province of Ontario	3.500	2-Jun-2043	7,375,000	7,873,099	7,997,734	
Province of Ontario	3.450	2-Jun-2045	9,053,000	9,501,985	9,768,940	
Province of Ontario	2.900	2-Dec-2046	11,685,000	11,232,988	11,424,849	
Province of Ontario	2.800	2-Jun-2048	8,590,000	8,199,491	8,250,441	
Province of Ontario	2.900	2-Jun-2049	4,225,000	4,052,989	4,142,982	
Province of Prince Edward Island	4.250	24-Sep-2019	2,000	2,063	2,054	
Province of Prince Edward Island	6.100	29-Jul-2027	37,000	43,833	45,908	
Province of Prince Edward Island	5.700	15-Jun-2035	46,000	52,852	60,288	
Province of Prince Edward Island	4.650	19-Nov-2037	11,000	10,993	13,061	
Province of Prince Edward Island	4.600	19-May-2041	192,000	222,140	230,976	
Province of Prince Edward Island	3.600	17-Jan-2053	200,000	197,088	210,523	
Province of Quebec	4.500	1-Dec-2019	3,321,000	3,648,388	3,436,840	
Province of Quebec	4.500	1-Dec-2020	5,107,000	5,655,046	5,385,586	
Province of Quebec	4.250	1-Dec-2021	5,810,000	6,491,527	6,176,216	
Province of Quebec	3.500	1-Dec-2022	5,035,000	5,455,015	5,255,454	
Province of Quebec	9.375	16-Jan-2023	1,209,000	1,833,298	1,561,453	
Province of Quebec	2.450	1-Mar-2023	300,000	299,067	300,416	
Province of Quebec	3.000	1-Sep-2023	4,895,000	5,132,167	5,007,381	
Province of Quebec	3.750	1-Sep-2024	4,350,000	4,766,804	4,632,715	
Province of Quebec	5.350	1-Jun-2025	300,000	370,078	349,043	
Province of Quebec	2.750	1-Sep-2025	4,450,000	4,588,986	4,475,307	
Province of Quebec	8.500	1-Apr-2026	1,339,000	2,037,338	1,870,550	
Province of Quebec	2.500	1-Sep-2026	4,720,000	4,768,940	4,644,237	
Province of Quebec	2.750	1-Sep-2027	4,485,000	4,517,963	4,476,954	
Province of Quebec	2.750	1-Sep-2028	2,255,000	2,226,711	2,243,215	
Province of Quebec	6.000	1-Oct-2029	2,012,000	2,723,315	2,614,810	
Province of Quebec	6.250	1-Jun-2032	3,088,000	4,328,654	4,252,863	
Province of Quebec	5.750	1-Dec-2036	2,644,000	3,673,375	3,686,002	
Province of Quebec	5.000	1-Dec-2038	3,003,000	3,867,113	3,930,281	
Province of Quebec	5.000	1-Dec-2041	6,103,000	8,041,515	8,168,886	
Province of Quebec	4.250	1-Dec-2043	4,890,000	5,920,100	5,994,379	
Province of Quebec	3.500	1-Dec-2045	8,030,000	8,528,867	8,817,965	
Province of Quebec	3.500	1-Dec-2048	6,840,000	7,423,232	7,579,689	
Province of Saskatchewan	9.600	4-Feb-2022	41,000	60,937	51,015	
Province of Saskatchewan	3.200	3-Jun-2024	725,000	770,800	748,396	
Province of Saskatchewan	2.550	2-Jun-2026	785,000	800,650	774,697	
Province of Saskatchewan	2.650	2-Jun-2027	750,000	751,418	741,259	
Province of Saskatchewan	3.050	2-Dec-2028	200,000	199,926	203,595	
Province of Saskatchewan	5.750	5-Mar-2029	350,000	458,791	441,532	
Province of Saskatchewan	6.400	5-Sep-2031	399,000	547,604	549,596	
Province of Saskatchewan	5.800	5-Sep-2033	475,000	651,788	639,439	
Province of Saskatchewan	5.600	5-Sep-2035	325,000	441,824	439,350	
Province of Saskatchewan	5.000	5-Mar-2037	260,000	320,922	334,503	
Province of Saskatchewan	4.750	1-Jun-2040	730,000	911,635	934,978	
Province of Saskatchewan	3.400	3-Feb-2042	550,000	571,539	586,954	
Province of Saskatchewan	3.900	2-Jun-2045	1,060,000	1,188,013	1,236,458	
Province of Saskatchewan	2.750	2-Dec-2046	1,820,000	1,688,255	1,736,628	
Province of Saskatchewan	3.300	2-Jun-2048	1,400,000	1,435,345	1,489,483	
Province of Saskatchewan	3.750	5-Mar-2054	300,000	344,640	350,668	
				383,228,814	**379,214,564**	**32.09**

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Municipal Bonds						
City of Montreal	5.450	1-Dec-2019	300,000	337,211	314,119	
City of Montreal	4.500	1-Dec-2021	400,000	442,390	427,161	
City of Montreal	3.500	1-Sep-2023	450,000	467,803	467,973	
City of Montreal	3.500	1-Sep-2024	400,000	418,829	416,378	
City of Montreal	3.000	1-Sep-2025	350,000	360,943	352,689	
City of Montreal	2.750	1-Sep-2026	350,000	353,278	345,021	
City of Montreal	3.000	1-Sep-2027	650,000	647,423	649,234	
City of Montreal	3.150	1-Sep-2028	225,000	225,090	226,928	
City of Montreal	4.250	1-Dec-2032	350,000	387,963	392,738	
City of Montreal	4.100	1-Dec-2034	500,000	539,888	557,113	
City of Montreal	3.150	1-Dec-2036	400,000	391,423	395,998	
City of Montreal	3.500	1-Dec-2038	235,000	236,165	244,399	
City of Montreal	6.000	1-Jun-2043	370,000	521,737	544,108	
City of Ottawa	4.400	22-Oct-2033	100,000	119,750	114,653	
City of Ottawa	4.600	14-Jul-2042	300,000	356,300	369,124	
City of Ottawa	3.100	27-Jul-2048	450,000	435,848	440,899	
City of Ottawa	4.200	30-Jul-2053	100,000	118,000	120,229	
City of Toronto	4.500	2-Dec-2019	363,000	407,322	375,362	
City of Toronto	6.800	26-Jul-2021	100,000	126,760	112,707	
City of Toronto	3.500	6-Dec-2021	500,000	535,243	516,839	
City of Toronto	3.900	29-Sep-2023	350,000	397,195	370,342	
City of Toronto	2.450	6-Feb-2025	200,000	199,510	195,581	
City of Toronto	2.400	24-Jun-2026	200,000	191,300	192,794	
City of Toronto	2.400	7-Jun-2027	575,000	564,008	549,144	
City of Toronto	2.950	28-Apr-2035	300,000	282,741	290,741	
City of Toronto	3.500	2-Jun-2036	350,000	355,723	364,446	
City of Toronto	5.200	1-Jun-2040	402,000	481,836	525,873	
City of Toronto	4.700	10-Jun-2041	400,000	487,498	495,275	
City of Toronto	3.800	13-Dec-2042	200,000	192,462	219,338	
City of Toronto	4.150	10-Mar-2044	150,000	164,933	174,154	
City of Toronto	3.250	24-Jun-2046	545,000	530,204	547,602	
City of Vancouver	3.750	24-Oct-2023	150,000	170,520	157,997	
City of Winnipeg	5.200	17-Jul-2036	100,000	122,564	126,016	
City of Winnipeg	4.100	1-Jun-2045	200,000	219,458	227,808	
City of Winnipeg	4.300	15-Nov-2051	150,000	171,975	178,910	
Municipal Finance Authority of British Columbia	4.450	1-Jun-2020	312,000	351,918	325,309	
Municipal Finance Authority of British Columbia	1.750	15-Oct-2020	200,000	197,760	197,876	
Municipal Finance Authority of British Columbia	1.650	19-Apr-2021	300,000	302,178	294,596	
Municipal Finance Authority of British Columbia	4.150	1-Jun-2021	703,000	778,591	738,649	
Municipal Finance Authority of British Columbia	3.350	1-Jun-2022	200,000	205,765	206,474	
Municipal Finance Authority of British Columbia	2.150	1-Dec-2022	325,000	324,831	319,922	
Municipal Finance Authority of British Columbia	2.600	23-Apr-2023	440,000	439,740	440,657	
Municipal Finance Authority of British Columbia	3.750	26-Sep-2023	300,000	325,948	316,645	
Municipal Finance Authority of British Columbia	2.950	14-Oct-2024	400,000	410,344	405,348	
Municipal Finance Authority of British Columbia	2.650	2-Oct-2025	150,000	149,393	148,657	
Municipal Finance Authority of British Columbia	2.500	19-Apr-2026	500,000	500,375	488,606	
Municipal Finance Authority of British Columbia	4.950	1-Dec-2027	473,000	561,342	551,869	
Municipal Finance Authority of British Columbia	3.050	23-Oct-2028	250,000	250,183	251,855	
Regional Municipality of Halton	3.150	6-Apr-2045	100,000	99,579	97,878	
Regional Municipality of Ottawa-Carleton	6.200	10-Sep-2019	50,000	61,196	52,368	
Regional Municipality of Peel	2.300	2-Nov-2026	300,000	298,174	285,866	
Regional Municipality of Peel	4.250	2-Dec-2033	200,000	199,204	225,760	
Regional Municipality of Peel	5.100	29-Jun-2040	352,000	436,975	455,076	
Regional Municipality of Peel	3.850	30-Oct-2042	250,000	264,458	276,072	
Regional Municipality of York	4.500	30-Jun-2020	146,000	152,634	152,377	
Regional Municipality of York	4.000	30-Jun-2021	300,000	327,208	313,670	
Regional Municipality of York	2.600	15-Dec-2025	500,000	502,987	490,960	
Regional Municipality of York	2.350	9-Jun-2027	150,000	142,226	142,899	
Regional Municipality of York	4.000	31-May-2032	225,000	243,720	246,329	
Regional Municipality of York	3.650	13-May-2033	350,000	360,875	369,418	
Regional Municipality of York	4.050	1-May-2034	350,000	382,397	387,518	
Regional Municipality of York	4.150	18-Nov-2041	50,000	52,928	57,643	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Regional Municipality of York	3.750	13-May-2043	100,000	109,090	109,040	
South Coast British Columbia Transportation Authority	3.150	16-Nov-2048	200,000	203,578	198,210	
				20,596,890	**20,547,240**	**1.74**
Corporate Bonds						
407 International Inc.	4.300	26-May-2021	252,000	286,183	263,267	
407 International Inc.	2.470	8-Sep-2022	320,000	319,931	314,673	
407 International Inc.	3.350	16-May-2024	300,000	317,997	308,308	
407 International Inc.	2.430	4-May-2027	350,000	346,586	334,476	
407 International Inc.	6.470	27-Jul-2029	250,000	331,750	326,615	
407 International Inc.	3.430	1-Jun-2033	300,000	299,170	306,195	
407 International Inc.	5.960	3-Dec-2035	350,000	459,370	470,096	
407 International Inc.	5.750	14-Feb-2036	400,000	521,320	515,335	
407 International Inc.	4.450	15-Nov-2041	250,000	286,823	286,308	
407 International Inc.	4.190	25-Apr-2042	300,000	326,382	331,480	
407 International Inc.	3.650	8-Sep-2044	300,000	303,620	306,653	
407 International Inc.	3.300	27-Mar-2045	200,000	188,906	192,045	
407 International Inc.	3.830	11-May-2046	350,000	359,397	367,216	
407 International Inc.	3.600	21-May-2047	375,000	379,280	379,515	
407 International Inc.	3.720	11-May-2048	350,000	351,969	362,546	
407 International Inc.	3.980	11-Sep-2052	300,000	298,673	320,726	
407 International Inc.	4.680	7-Oct-2053	200,000	227,100	241,382	
Aeroports de Montreal	6.550	11-Oct-2033	400,000	553,555	556,918	
Aeroports de Montreal	5.670	16-Oct-2037	550,000	718,273	734,315	
Aeroports de Montreal	3.919	26-Sep-2042	200,000	214,780	219,542	
Aeroports de Montreal	3.360	24-Apr-2047	350,000	364,960	351,028	
AIMCo Realty Investors LP	2.266	26-Jun-2024	350,000	346,400	336,055	
AIMCo Realty Investors LP	3.043	1-Jun-2028	400,000	400,050	393,951	
Alberta Powerline LP	4.065	1-Dec-2053	213,000	213,000	228,330	
Alberta Powerline LP	4.065	1-Mar-2054	608,000	636,420	651,838	
Alectra Inc.	4.521	29-Apr-2021	316,000	350,066	333,141	
Alectra Inc.	3.239	21-Nov-2024	100,000	100,000	102,159	
Alectra Inc.	2.488	17-May-2027	725,000	716,600	696,994	
Alectra Inc.	5.297	29-Apr-2041	200,000	255,000	255,064	
Algonquin Power Co.	4.820	15-Feb-2021	100,000	99,940	104,610	
Algonquin Power Co.	4.650	15-Feb-2022	50,000	49,932	52,523	
Algonquin Power Co.	4.090	17-Feb-2027	300,000	307,929	304,780	
Alimentation Couche-Tard Inc.	3.319	1-Nov-2019	300,000	312,892	303,372	
Alimentation Couche-Tard Inc.	4.214	21-Aug-2020	200,000	216,124	206,148	
Alimentation Couche-Tard Inc.	3.899	1-Nov-2022	250,000	264,088	258,361	
Alimentation Couche-Tard Inc.	3.056	26-Jul-2024	560,000	560,738	549,361	
Alimentation Couche-Tard Inc.	3.600	2-Jun-2025	450,000	463,718	452,384	
Alliance Pipeline LP	4.928	16-Dec-2019	300,000	315,210	307,214	
Alliance Pipeline LP	5.546	31-Dec-2023	52,662	56,284	54,942	
Alliance Pipeline LP	6.765	31-Dec-2025	208,100	246,365	235,132	
Allied Properties Real Estate Investment Trust	3.748	13-May-2020	225,000	226,800	228,205	
Allied Properties Real Estate Investment Trust	3.934	14-Nov-2022	100,000	100,000	101,451	
Allied Properties Real Estate Investment Trust	3.636	21-Apr-2025	200,000	200,000	195,111	
AltaGas Ltd.	4.070	1-Jun-2020	150,000	157,920	153,438	
AltaGas Ltd.	3.720	28-Sep-2021	200,000	207,983	204,016	
AltaGas Ltd.	3.570	12-Jun-2023	200,000	203,575	201,945	
AltaGas Ltd.	4.400	15-Mar-2024	200,000	212,918	208,973	
AltaGas Ltd.	3.840	15-Jan-2025	200,000	214,656	202,553	
AltaGas Ltd.	4.120	7-Apr-2026	250,000	258,135	256,484	
AltaGas Ltd.	3.980	4-Oct-2027	125,000	124,949	125,959	
AltaGas Ltd.	5.160	13-Jan-2044	100,000	112,520	107,293	
AltaGas Ltd.	4.500	15-Aug-2044	200,000	188,935	194,779	
AltaGas Ltd.	4.990	4-Oct-2047	220,000	222,318	229,823	
AltaLink Investments LP	3.265	5-Jun-2020	150,000	159,765	151,725	
AltaLink Investments LP	2.244	7-Mar-2022	150,000	152,565	146,915	
AltaLink LP	3.621	17-Sep-2020	50,000	50,000	51,236	
AltaLink LP	2.978	28-Nov-2022	200,000	212,458	202,756	
AltaLink LP	3.668	6-Nov-2023	350,000	372,460	365,677	
AltaLink LP	3.399	6-Jun-2024	100,000	106,842	102,964	
AltaLink LP	2.747	29-May-2026	200,000	198,450	197,081	
AltaLink LP	5.249	22-Sep-2036	200,000	246,794	247,280	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
AltaLink LP	5.381	26-Mar-2040	11,000	11,560	14,084	
AltaLink LP	4.872	15-Nov-2040	111,000	123,784	133,959	
AltaLink LP	4.462	8-Nov-2041	200,000	228,000	229,613	
AltaLink LP	3.990	30-Jun-2042	450,000	447,505	484,900	
AltaLink LP	4.922	17-Sep-2043	200,000	247,610	246,650	
AltaLink LP	4.054	21-Nov-2044	200,000	200,000	218,145	
AltaLink LP	4.090	30-Jun-2045	250,000	252,594	274,617	
AltaLink LP	3.717	3-Dec-2046	300,000	293,634	310,607	
AltaLink LP	4.446	11-Jul-2053	400,000	456,044	466,818	
Arrow Lakes Power Corp	5.516	5-Apr-2041	24,008	24,298	28,413	
Asian Development Bank	1.375	11-Jun-2020	500,000	501,350	492,688	
Asian Development Bank	4.650	16-Feb-2027	103,000	105,443	116,901	
Bank of Montreal	2.840	4-Jun-2020	1,000,000	1,039,869	1,005,734	
Bank of Montreal	2.100	6-Oct-2020	1,350,000	1,358,441	1,334,681	
Bank of Montreal	1.880	31-Mar-2021	1,160,000	1,157,920	1,135,459	
Bank of Montreal	3.400	23-Apr-2021	850,000	889,028	865,973	
Bank of Montreal	1.610	28-Oct-2021	2,175,000	2,147,466	2,097,221	
Bank of Montreal	2.120	16-Mar-2022	1,100,000	1,104,930	1,074,202	
Bank of Montreal	2.270	11-Jul-2022	1,395,000	1,392,467	1,365,384	
Bank of Montreal	2.890	20-Jun-2023	860,000	859,845	858,525	
Bank of Montreal	2.700	11-Sep-2024	1,350,000	1,344,173	1,326,741	
Bank of Montreal	3.120	19-Sep-2024	700,000	706,592	703,617	
Bank of Montreal	4.609	10-Sep-2025	557,000	644,922	613,440	
Bank of Montreal	3.340	8-Dec-2025	800,000	810,812	806,052	
Bank of Montreal	3.320	1-Jun-2026	900,000	912,825	904,836	
Bank of Montreal	2.700	9-Dec-2026	500,000	499,749	485,951	
Bank of Montreal	2.570	1-Jun-2027	600,000	586,284	583,973	
Bank of Montreal	3.190	1-Mar-2028	965,000	966,814	969,981	
bcIMC Realty Corp.	2.100	3-Jun-2021	250,000	249,903	245,821	
bcIMC Realty Corp.	3.510	29-Jun-2022	350,000	370,118	359,202	
bcIMC Realty Corp.	2.150	11-Aug-2022	110,000	109,968	107,125	
bcIMC Realty Corp.	2.840	3-Jun-2025	300,000	299,602	295,844	
bcIMC Realty Corp.	3.000	31-Mar-2027	450,000	456,500	444,658	
Bell Canada Inc.	3.540	12-Jun-2020	300,000	312,720	305,074	
Bell Canada Inc.	3.250	17-Jun-2020	650,000	678,737	657,550	
Bell Canada Inc.	4.950	19-May-2021	350,000	393,066	370,342	
Bell Canada Inc.	3.150	29-Sep-2021	475,000	494,417	478,970	
Bell Canada Inc.	2.000	1-Oct-2021	600,000	599,160	583,649	
Bell Canada Inc.	3.000	3-Oct-2022	1,350,000	1,359,289	1,348,712	
Bell Canada Inc.	3.350	22-Mar-2023	750,000	788,568	758,473	
Bell Canada Inc.	4.700	11-Sep-2023	480,000	533,221	513,638	
Bell Canada Inc.	2.700	27-Feb-2024	650,000	653,399	631,965	
Bell Canada Inc.	3.350	12-Mar-2025	375,000	374,441	375,261	
Bell Canada Inc.	3.550	2-Mar-2026	700,000	717,710	704,303	
Bell Canada Inc.	2.900	12-Aug-2026	425,000	420,070	407,773	
Bell Canada Inc.	3.600	29-Sep-2027	650,000	650,265	650,622	
Bell Canada Inc.	6.550	1-May-2029	100,000	125,943	123,412	
Bell Canada Inc.	7.850	2-Apr-2031	380,000	528,848	525,553	
Bell Canada Inc.	7.300	23-Feb-2032	200,000	271,080	268,573	
Bell Canada Inc.	9.700	15-Dec-2032	100,000	162,390	155,738	
Bell Canada Inc.	6.100	16-Mar-2035	250,000	302,830	309,226	
Bell Canada Inc.	6.170	26-Feb-2037	200,000	246,140	249,133	
Bell Canada Inc.	4.750	29-Sep-2044	400,000	422,615	425,032	
Bell Canada Inc.	4.350	18-Dec-2045	350,000	339,943	350,938	
Bell Canada Inc.	4.450	27-Feb-2047	350,000	348,163	356,445	
Blackbird Infrastructure 407 GP	1.713	8-Oct-2021	150,000	148,832	148,028	
BMW Canada Inc.	1.780	19-Oct-2020	200,000	201,476	196,185	
BMW Canada Inc.	1.880	11-Dec-2020	350,000	347,750	343,473	
BMW Canada Inc.	1.830	15-Jun-2021	200,000	201,108	194,898	
BMW Canada Inc.	2.570	6-Aug-2021	235,000	234,843	233,718	
Borealis Infrastructure Trust	6.350	1-Dec-2020	25,344	27,878	26,538	
Bow Centre Street LP	3.690	14-Jun-2021	100,000	100,000	98,550	
Bow Centre Street LP	3.693	14-Jun-2022	175,416	175,397	172,021	
Bow Centre Street LP	3.797	13-Jun-2023	200,000	207,025	193,770	
BP LP	3.244	9-Jan-2020	89,262	89,262	89,543	
British Columbia Ferry Services Inc.	6.250	13-Oct-2034	432,000	581,745	587,449	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
British Columbia Ferry Services Inc.	5.581	11-Jan-2038	333,000	401,991	437,655	
British Columbia Ferry Services Inc.	4.702	23-Oct-2043	400,000	482,178	487,373	
Broadcast Centre Trust	7.530	1-May-2027	21,851	27,420	26,344	
Brookfield Asset Management Inc.	5.300	1-Mar-2021	200,000	223,992	212,215	
Brookfield Asset Management Inc.	4.540	31-Mar-2023	400,000	425,494	421,808	
Brookfield Asset Management Inc.	5.040	8-Mar-2024	350,000	386,877	376,776	
Brookfield Asset Management Inc.	4.820	28-Jan-2026	600,000	647,831	640,544	
Brookfield Asset Management Inc.	3.800	16-Mar-2027	315,000	314,893	313,760	
Brookfield Asset Management Inc.	5.950	14-Jun-2035	321,000	336,765	380,404	
Brookfield Infrastructure Finance ULC	3.538	30-Oct-2020	300,000	301,740	305,043	
Brookfield Infrastructure Finance ULC	3.452	11-Mar-2022	350,000	352,749	353,648	
Brookfield Infrastructure Finance ULC	3.315	22-Feb-2024	500,000	505,454	495,857	
Brookfield Property Finance ULC	4.346	3-Jul-2023	215,000	215,000	215,000	
Brookfield Renewable Partners ULC	5.140	13-Oct-2020	565,000	623,835	594,139	
Brookfield Renewable Partners ULC	4.790	7-Feb-2022	500,000	531,146	528,888	
Brookfield Renewable Partners ULC	3.752	2-Jun-2025	500,000	499,380	505,962	
Brookfield Renewable Partners ULC	3.630	15-Jan-2027	465,000	463,188	459,508	
Brookfield Renewable Partners ULC	5.840	5-Nov-2036	213,000	242,359	250,807	
Bruce Power LP	2.844	23-Jun-2021	525,000	531,880	524,513	
Bruce Power LP	3.000	21-Jun-2024	350,000	349,292	345,232	
Bruce Power LP	3.969	23-Jun-2026	725,000	747,428	749,271	
Bruce Power LP	4.010	21-Jun-2029	400,000	404,416	409,721	
Bruce Power LP	4.132	21-Jun-2033	550,000	549,967	560,113	
Cadillac Fairview Finance Trust	4.310	25-Jan-2021	610,000	677,964	638,602	
Caisse Centrale Desjardins	2.443	17-Jul-2019	400,000	405,190	400,716	
Caisse Centrale Desjardins	1.748	2-Mar-2020	1,050,000	1,040,996	1,037,391	
Caisse Centrale Desjardins	2.091	17-Jan-2022	725,000	729,607	707,537	
Cameco Corp.	5.670	2-Sep-2019	286,000	317,024	294,296	
Cameco Corp.	3.750	14-Nov-2022	300,000	306,331	297,188	
Cameco Corp.	4.190	24-Jun-2024	300,000	303,620	298,027	
Cameco Corp.	5.090	14-Nov-2042	100,000	99,954	93,299	
Canadian Credit Card Trust II	1.829	24-Mar-2020	675,000	674,888	667,171	
Canadian Imperial Bank of Commerce	1.660	20-Jan-2020	1,175,000	1,175,094	1,161,239	
Canadian Imperial Bank of Commerce	1.850	14-Jul-2020	975,000	973,602	961,427	
Canadian Imperial Bank of Commerce	1.900	26-Apr-2021	1,200,000	1,198,134	1,175,231	
Canadian Imperial Bank of Commerce	1.640	12-Jul-2021	1,125,000	1,121,372	1,090,002	
Canadian Imperial Bank of Commerce	2.040	21-Mar-2022	960,000	960,113	934,794	
Canadian Imperial Bank of Commerce	2.300	11-Jul-2022	1,360,000	1,356,552	1,333,011	
Canadian Imperial Bank of Commerce	2.470	5-Dec-2022	900,000	899,919	885,775	
Canadian Imperial Bank of Commerce	3.000	28-Oct-2024	700,000	705,805	702,774	
Canadian Imperial Bank of Commerce	3.300	26-May-2025	1,335,000	1,339,695	1,355,181	
Canadian Imperial Bank of Commerce	3.420	26-Jan-2026	700,000	710,969	705,451	
Canadian Imperial Bank of Commerce	3.450	4-Apr-2028	1,100,000	1,100,064	1,092,838	
Canadian National Railway Co.	2.750	18-Feb-2021	150,000	156,563	150,791	
Canadian National Railway Co.	2.800	22-Sep-2025	250,000	254,120	248,040	
Canadian National Railway Co.	3.950	22-Sep-2045	230,000	232,544	248,430	
Canadian National Railway Co.	3.600	1-Aug-2047	450,000	449,501	455,382	
Canadian Natural Resources Ltd.	2.600	3-Dec-2019	400,000	398,858	400,427	
Canadian Natural Resources Ltd.	2.050	1-Jun-2020	600,000	600,681	592,751	
Canadian Natural Resources Ltd.	2.890	14-Aug-2020	600,000	612,488	601,895	
Canadian Natural Resources Ltd.	3.310	11-Feb-2022	725,000	730,927	731,827	
Canadian Natural Resources Ltd.	3.550	3-Jun-2024	350,000	349,710	353,179	
Canadian Natural Resources Ltd.	3.420	1-Dec-2026	350,000	350,000	342,963	
Canadian Natural Resources Ltd.	4.850	30-May-2047	350,000	351,615	366,067	
Canadian Pacific Railway Co.	5.100	14-Jan-2022	100,000	112,860	107,268	
Canadian Pacific Railway Co.	6.450	17-Nov-2039	403,000	542,687	553,452	
Canadian Real Estate Investment Trust	4.323	15-Jan-2021	200,000	214,590	206,345	
Canadian Real Estate Investment Trust	2.951	18-Jan-2023	55,000	54,998	54,209	
Canadian Tire Corp Ltd.	2.646	6-Jul-2020	150,000	150,000	150,065	
Canadian Tire Corp Ltd.	3.167	6-Jul-2023	300,000	300,609	301,339	
Canadian Tire Corp Ltd.	6.445	24-Feb-2034	222,000	258,254	280,238	
Canadian Tire Corp Ltd.	5.610	4-Sep-2035	200,000	228,496	234,731	
Canadian Utilities Ltd.	3.122	9-Nov-2022	250,000	262,825	254,411	
Canadian Western Bank	2.377	23-Jan-2020	125,000	125,000	124,490	
Canadian Western Bank	2.751	29-Jun-2020	335,000	337,346	334,728	
Canadian Western Bank	2.881	1-Mar-2021	190,000	189,996	189,738	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Canadian Western Bank	2.788	13-Sep-2021	345,000	344,734	342,507	
Canadian Western Bank	2.737	16-Jun-2022	350,000	350,000	345,211	
Canadian Western Bank	2.924	15-Dec-2022	275,000	274,374	272,257	
Canadian Western Bank	3.463	17-Dec-2024	200,000	199,762	201,220	
Capital City Link General Partnership	4.386	31-Mar-2046	681,150	730,895	739,531	
Capital Desjardins Inc.	5.187	5-May-2020	628,000	713,394	656,469	
Capital Desjardins Inc.	4.954	15-Dec-2026	300,000	332,746	319,945	
Capital Power Corp.	5.276	16-Nov-2020	537,000	588,584	562,711	
Capital Power Corp.	4.284	18-Sep-2024	225,000	225,000	228,009	
CARDS II Trust	2.155	15-Oct-2020	550,000	554,500	544,089	
Caterpillar Financial Services Ltd.	1.500	8-Jun-2020	200,000	199,778	196,131	
Caterpillar Financial Services Ltd.	2.800	8-Jun-2021	130,000	129,944	130,367	
CCL Industries Inc.	3.864	13-Apr-2028	350,000	347,344	354,992	
CDP Financial Inc.	4.600	15-Jul-2020	818,000	917,629	855,836	
Central 1 Credit Union	1.870	16-Mar-2020	250,000	249,935	246,638	
Central 1 Credit Union	2.600	7-Nov-2022	375,000	372,568	367,167	
Central 1 Credit Union	3.060	14-Oct-2026	200,000	199,918	197,272	
Chartwell Retirement Residences	3.786	11-Dec-2023	200,000	200,000	200,935	
Chartwell Retirement Residences	4.211	28-Apr-2025	125,000	125,000	126,998	
Chip Mortgage Trust	2.330	29-Apr-2020	100,000	100,000	98,548	
Chip Mortgage Trust	2.981	15-Nov-2021	100,000	100,000	98,529	
Choice Properties LP	3.000	20-Sep-2019	200,000	199,622	200,961	
Choice Properties LP	3.600	20-Apr-2020	250,000	259,786	253,477	
Choice Properties LP	3.600	20-Sep-2021	100,000	100,196	101,638	
Choice Properties LP	3.600	20-Sep-2022	200,000	211,768	203,019	
Choice Properties Real Estate Investment Trust	2.297	14-Sep-2020	200,000	199,613	197,824	
Choice Properties Real Estate Investment Trust	3.498	8-Feb-2021	200,000	210,470	202,871	
Choice Properties Real Estate Investment Trust	3.010	21-Mar-2022	230,000	230,787	229,260	
Choice Properties Real Estate Investment Trust	3.196	7-Mar-2023	200,000	205,402	199,127	
Choice Properties Real Estate Investment Trust	4.903	5-Jul-2023	100,000	100,000	106,709	
Choice Properties Real Estate Investment Trust	4.293	8-Feb-2024	100,000	106,267	103,831	
Choice Properties Real Estate Investment Trust	3.556	9-Sep-2024	550,000	549,136	548,143	
Choice Properties Real Estate Investment Trust	3.546	10-Jan-2025	130,000	130,561	129,415	
Choice Properties Real Estate Investment Trust	4.055	24-Nov-2025	200,000	216,688	203,884	
Choice Properties Real Estate Investment Trust	4.178	8-Mar-2028	425,000	424,959	430,009	
CI Financial Corp.	2.645	7-Dec-2020	300,000	300,000	299,083	
CI Financial Corp.	2.775	25-Nov-2021	150,000	150,000	149,229	
CI Financial Corp.	3.904	27-Sep-2027	310,000	311,980	314,505	
CIBC Capital Trust	10.250	30-Jun-2108	187,000	267,419	238,851	
Coast Capital Savings Credit Union	5.000	3-May-2028	260,000	259,896	263,239	
Cogeco Communications Inc.	5.150	16-Nov-2020	215,000	233,767	226,171	
Cogeco Communications Inc.	4.925	14-Feb-2022	100,000	109,113	106,083	
Cogeco Communications Inc.	4.175	26-May-2023	150,000	158,543	155,219	
Concordia University	6.550	2-Sep-2042	150,000	232,206	226,101	
Co-operators Financial Services Ltd.	5.778	10-Mar-2020	51,000	51,418	52,970	
CPPIB Capital Inc.	1.400	4-Jun-2020	1,200,000	1,195,070	1,183,569	
Crombie Real Estate Investment Trust	2.775	10-Feb-2020	100,000	99,768	99,265	
Crombie Real Estate Investment Trust	3.962	1-Jun-2021	100,000	102,000	100,697	
Crombie Real Estate Investment Trust	4.066	21-Nov-2022	80,000	80,000	80,024	
Crosslinx Transit Solutions GP	4.651	30-Sep-2046	240,000	239,395	250,622	
CT Real Estate Investment Trust	2.159	1-Jun-2021	100,000	100,000	97,844	
CT Real Estate Investment Trust	2.852	9-Jun-2022	150,000	150,000	148,380	
CT Real Estate Investment Trust	3.527	9-Jun-2025	100,000	100,000	99,403	
CT Real Estate Investment Trust	3.289	1-Jun-2026	150,000	150,000	145,457	
CT Real Estate Investment Trust	3.469	16-Jun-2027	100,000	100,000	97,154	
CT Real Estate Investment Trust	3.865	7-Dec-2027	200,000	199,992	198,882	
CU Inc.	6.800	13-Aug-2019	197,000	237,851	206,660	
CU Inc.	9.920	1-Apr-2022	50,000	76,885	62,330	
CU Inc.	9.400	1-May-2023	28,000	40,300	35,925	
CU Inc.	5.563	26-May-2028	100,000	124,396	119,619	
CU Inc.	5.896	20-Nov-2034	200,000	267,270	260,414	
CU Inc.	5.183	21-Nov-2035	150,000	181,200	182,871	
CU Inc.	5.032	20-Nov-2036	200,000	239,960	240,934	
CU Inc.	5.556	30-Oct-2037	150,000	181,145	192,693	
CU Inc.	5.580	26-May-2038	240,000	288,194	309,925	
CU Inc.	6.500	7-Mar-2039	71,000	98,142	101,655	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
CU Inc.	4.543	24-Oct-2041	400,000	439,272	463,218	
CU Inc.	3.805	10-Sep-2042	450,000	445,032	469,389	
CU Inc.	4.722	9-Sep-2043	400,000	488,724	477,594	
CU Inc.	4.085	2-Sep-2044	675,000	714,515	736,502	
CU Inc.	3.964	27-Jul-2045	200,000	207,514	214,500	
CU Inc.	3.763	19-Nov-2046	200,000	209,220	207,766	
CU Inc.	3.548	22-Nov-2047	350,000	351,558	350,634	
CU Inc.	4.947	18-Nov-2050	13,000	12,788	16,279	
CU Inc.	3.857	14-Nov-2052	100,000	100,200	104,262	
CU Inc.	4.558	7-Nov-2053	150,000	176,401	177,185	
CU Inc.	4.211	29-Oct-2055	200,000	200,000	222,939	
CU Inc.	4.593	24-Oct-2061	200,000	221,122	239,415	
CU Inc.	3.825	11-Sep-2062	200,000	202,250	207,467	
Daimler Canada Finance Inc.	1.780	19-Aug-2019	300,000	297,890	297,685	
Daimler Canada Finance Inc.	1.800	16-Dec-2019	150,000	149,991	148,400	
Daimler Canada Finance Inc.	1.570	25-May-2020	315,000	315,000	308,498	
Daimler Canada Finance Inc.	2.300	23-Nov-2020	260,000	260,000	256,878	
Daimler Canada Finance Inc.	1.910	8-Jul-2021	375,000	374,904	364,393	
Daimler Canada Finance Inc.	2.230	16-Dec-2021	300,000	302,691	293,008	
Daimler Canada Finance Inc.	3.050	16-May-2022	300,000	299,955	300,554	
Daimler Canada Finance Inc.	2.570	22-Nov-2022	125,000	124,989	122,625	
Dollarama Inc.	2.337	22-Jul-2021	370,000	369,655	364,545	
Dollarama Inc.	2.203	10-Nov-2022	208,000	206,177	200,968	
Dream Office Real Estate Investment Trust	4.074	21-Jan-2020	100,000	100,021	100,332	
Eagle Credit Card Trust	2.147	17-Sep-2020	200,000	199,780	197,772	
Eagle Credit Card Trust	2.631	17-Oct-2022	115,000	115,000	113,742	
Emera Inc.	4.830	2-Dec-2019	100,000	106,594	103,034	
Emera Inc.	2.900	16-Jun-2023	400,000	401,367	394,792	
Empire Life Insurance Co.	3.383	16-Dec-2026	200,000	200,000	200,543	
Empire Life Insurance Co.	3.664	15-Mar-2028	180,000	180,000	181,390	
Enbridge Gas Distribution Inc.	4.040	23-Nov-2020	300,000	326,700	310,522	
Enbridge Gas Distribution Inc.	4.770	17-Dec-2021	150,000	171,272	160,548	
Enbridge Gas Distribution Inc.	3.150	22-Aug-2024	150,000	155,117	151,865	
Enbridge Gas Distribution Inc.	3.310	11-Sep-2025	325,000	336,100	331,393	
Enbridge Gas Distribution Inc.	2.500	5-Aug-2026	200,000	199,031	192,597	
Enbridge Gas Distribution Inc.	6.100	19-May-2028	250,000	314,725	305,770	
Enbridge Gas Distribution Inc.	5.210	25-Feb-2036	400,000	480,130	487,077	
Enbridge Gas Distribution Inc.	4.500	23-Nov-2043	200,000	229,288	230,555	
Enbridge Gas Distribution Inc.	4.000	22-Aug-2044	325,000	323,221	349,114	
Enbridge Gas Distribution Inc.	3.510	29-Nov-2047	330,000	330,490	327,100	
Enbridge Gas Distribution Inc.	4.950	22-Nov-2050	151,000	167,668	188,284	
Enbridge Inc.	4.770	2-Sep-2019	346,000	370,465	354,981	
Enbridge Inc.	4.530	9-Mar-2020	300,000	322,500	309,072	
Enbridge Inc.	4.260	1-Feb-2021	50,000	54,275	51,695	
Enbridge Inc.	3.160	11-Mar-2021	400,000	404,271	402,385	
Enbridge Inc.	3.190	5-Dec-2022	650,000	656,332	651,425	
Enbridge Inc.	3.940	30-Jun-2023	350,000	367,528	360,724	
Enbridge Inc.	3.200	8-Jun-2027	400,000	394,349	381,783	
Enbridge Inc.	7.200	18-Jun-2032	260,000	326,059	334,889	
Enbridge Inc.	5.570	14-Nov-2035	100,000	119,137	112,908	
Enbridge Inc.	4.240	27-Aug-2042	550,000	508,019	527,676	
Enbridge Inc.	4.570	11-Mar-2044	525,000	535,269	528,549	
Enbridge Inc.	4.560	28-Mar-2064	100,000	99,922	96,045	
Enbridge Inc.	5.375	27-Sep-2077	1,305,000	1,301,389	1,241,448	
Enbridge Inc.	6.625	12-Apr-2078	600,000	605,529	619,075	
Enbridge Income Fund	4.850	22-Feb-2022	100,000	108,250	105,750	
Enbridge Income Fund	3.940	13-Jan-2023	300,000	325,839	308,268	
Enbridge Income Fund	3.950	19-Nov-2024	300,000	309,001	306,756	
Enbridge Income Fund	4.870	21-Nov-2044	200,000	208,634	206,784	
Enbridge Pipelines Inc.	4.490	12-Nov-2019	300,000	330,194	309,048	
Enbridge Pipelines Inc.	4.450	6-Apr-2020	300,000	329,854	309,576	
Enbridge Pipelines Inc.	3.790	17-Aug-2023	300,000	319,143	310,732	
Enbridge Pipelines Inc.	8.200	15-Feb-2024	50,000	72,323	62,188	
Enbridge Pipelines Inc.	3.450	29-Sep-2025	550,000	578,211	556,291	
Enbridge Pipelines Inc.	3.000	10-Aug-2026	380,000	380,325	370,971	
Enbridge Pipelines Inc.	6.550	17-Nov-2027	56,000	65,468	68,781	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Enbridge Pipelines Inc.	5.080	19-Dec-2036	150,000	176,067	169,860	
Enbridge Pipelines Inc.	5.350	10-Nov-2039	321,000	371,942	374,117	
Enbridge Pipelines Inc.	5.330	6-Apr-2040	300,000	350,955	350,963	
Enbridge Pipelines Inc.	4.550	17-Aug-2043	200,000	222,500	213,480	
Enbridge Pipelines Inc.	4.550	29-Sep-2045	325,000	327,081	347,900	
Enbridge Pipelines Inc.	4.130	9-Aug-2046	220,000	222,538	220,461	
Enercare Solutions Inc.	4.600	3-Feb-2020	300,000	310,626	308,661	
Enercare Solutions Inc.	3.380	21-Feb-2022	125,000	124,978	125,756	
Enercare Solutions Inc.	3.990	21-Feb-2024	125,000	124,978	127,370	
Enmax Corp.	3.805	5-Dec-2024	100,000	100,000	102,582	
Enmax Corp.	3.836	5-Jun-2028	225,000	225,000	227,812	
EPCOR Utilities Inc.	5.650	16-Nov-2035	234,000	294,118	297,981	
EPCOR Utilities Inc.	6.650	15-Apr-2038	169,000	244,592	243,339	
EPCOR Utilities Inc.	5.750	24-Nov-2039	172,000	206,972	227,624	
EPCOR Utilities Inc.	4.550	28-Feb-2042	200,000	238,418	231,106	
EPCOR Utilities Inc.	3.554	27-Nov-2047	350,000	349,958	349,683	
Fair Hydro Trust	3.357	15-May-2033	350,000	350,011	358,872	
Fair Hydro Trust	3.520	15-May-2038	410,000	410,604	430,242	
Fairfax Financial Holdings Ltd.	6.400	25-May-2021	220,000	251,770	240,413	
Fairfax Financial Holdings Ltd.	5.840	14-Oct-2022	300,000	327,474	329,073	
Fairfax Financial Holdings Ltd.	4.500	22-Mar-2023	250,000	250,378	261,024	
Fairfax Financial Holdings Ltd.	4.950	3-Mar-2025	200,000	215,952	211,928	
Fairfax Financial Holdings Ltd.	4.700	16-Dec-2026	300,000	299,007	309,373	
Fairfax Financial Holdings Ltd.	4.250	6-Dec-2027	650,000	646,726	642,402	
Federated Co-Operatives Ltd.	3.917	17-Jun-2025	150,000	150,000	148,988	
Federation des Caisses Desjardins du Quebec	2.394	25-Aug-2022	650,000	647,882	637,657	
Fifth Avenue LP	4.710	5-Aug-2021	41,977	41,977	43,215	
Finning International Inc.	3.232	3-Jul-2020	150,000	151,489	151,697	
Finning International Inc.	2.840	29-Sep-2021	150,000	150,000	150,007	
Finning International Inc.	5.077	13-Jun-2042	100,000	103,422	116,481	
First Capital Realty Inc.	5.480	30-Jul-2019	122,000	135,981	125,863	
First Capital Realty Inc.	5.600	30-Apr-2020	210,000	236,349	220,466	
First Capital Realty Inc.	4.500	1-Mar-2021	200,000	219,940	207,773	
First Capital Realty Inc.	4.430	31-Jan-2022	150,000	159,675	156,297	
First Capital Realty Inc.	3.950	5-Dec-2022	200,000	210,990	205,047	
First Capital Realty Inc.	3.900	30-Oct-2023	200,000	214,536	203,983	
First Capital Realty Inc.	4.790	30-Aug-2024	250,000	266,829	265,771	
First Capital Realty Inc.	4.323	31-Jul-2025	200,000	213,767	206,499	
First Capital Realty Inc.	3.604	6-May-2026	250,000	256,604	245,443	
First Capital Realty Inc.	3.753	12-Jul-2027	200,000	200,000	196,182	
First National Financial Corp.	4.010	9-Apr-2020	100,000	99,916	100,492	
First Nations ETF LP	4.136	31-Dec-2041	489,041	489,487	495,746	
Ford Credit Canada Co.	3.279	2-Jul-2021	300,000	303,879	300,421	
Ford Credit Canada Co.	2.710	23-Feb-2022	655,000	654,491	640,515	
Ford Credit Canada Co.	2.766	22-Jun-2022	350,000	348,690	341,386	
Ford Credit Canada Co.	3.349	19-Sep-2022	450,000	449,871	447,698	
Ford Credit Canada Co.	3.742	8-May-2023	645,000	643,290	648,206	
Ford Credit Canada Ltd.	2.450	7-May-2020	500,000	496,228	495,764	
Ford Credit Canada Ltd.	2.923	16-Sep-2020	500,000	514,023	498,797	
Ford Credit Canada Ltd.	2.580	10-May-2021	585,000	586,096	575,451	
Ford Floorplan Auto Securitization Trust	2.197	15-Jul-2020	415,000	414,018	411,111	
Fortified Trust	2.161	23-Oct-2020	355,000	355,000	351,284	
Fortified Trust	1.670	23-Jul-2021	590,000	580,202	571,412	
Fortis Inc.	2.850	12-Dec-2023	510,000	512,880	502,833	
FortisAlberta Inc.	3.300	30-Sep-2024	150,000	158,378	153,369	
FortisAlberta Inc.	6.220	31-Oct-2034	66,000	76,516	88,203	
FortisAlberta Inc.	5.370	30-Oct-2039	178,000	203,321	225,953	
FortisAlberta Inc.	4.850	11-Sep-2043	350,000	437,880	423,317	
FortisAlberta Inc.	4.110	29-Sep-2044	50,000	49,992	54,756	
FortisAlberta Inc.	4.270	22-Sep-2045	100,000	106,812	112,214	
FortisAlberta Inc.	3.340	21-Sep-2046	200,000	198,890	192,960	
FortisAlberta Inc.	4.990	3-Jan-2047	27,000	32,410	33,874	
FortisAlberta Inc.	3.672	9-Sep-2047	100,000	100,000	102,184	
FortisAlberta Inc.	4.800	27-Oct-2050	11,000	10,506	13,422	
FortisAlberta Inc.	3.980	23-Oct-2052	220,000	229,428	233,411	
FortisBC Energy Inc.	6.950	21-Sep-2029	250,000	341,219	335,228	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
FortisBC Energy Inc.	6.500	1-May-2034	230,000	325,819	314,079	
FortisBC Energy Inc.	5.900	26-Feb-2035	321,000	417,518	418,464	
FortisBC Energy Inc.	6.000	2-Oct-2037	100,000	132,860	134,434	
FortisBC Energy Inc.	6.050	15-Feb-2038	41,000	51,497	55,394	
FortisBC Energy Inc.	5.800	13-May-2038	221,000	293,146	292,210	
FortisBC Energy Inc.	6.550	24-Feb-2039	125,000	171,886	179,594	
FortisBC Energy Inc.	5.200	6-Dec-2040	13,000	12,907	16,340	
FortisBC Energy Inc.	3.670	9-Apr-2046	200,000	207,428	203,901	
FortisBC Energy Inc.	3.780	6-Mar-2047	130,000	132,005	136,707	
FortisBC Energy Inc.	3.690	30-Oct-2047	145,000	146,762	148,695	
FortisBC Inc.	5.600	9-Nov-2035	174,000	204,497	219,294	
FortisBC Inc.	6.100	2-Jun-2039	200,000	262,700	272,760	
FortisBC Inc.	4.000	28-Oct-2044	150,000	153,158	160,941	
FortisBC Inc.	5.000	24-Nov-2050	121,000	139,818	151,236	
Gaz Metro Inc.	5.450	12-Jul-2021	200,000	234,303	216,917	
Gaz Metro Inc.	9.000	16-May-2025	100,000	140,411	135,419	
Gaz Metro Inc.	6.300	31-Oct-2033	250,000	327,875	334,436	
Gaz Metro Inc.	5.700	10-Jul-2036	100,000	124,281	129,303	
Gaz Metro Inc.	3.280	9-Oct-2046	200,000	198,249	192,605	
Gaz Metro Inc.	3.530	16-May-2047	120,000	119,868	120,698	
GE Capital Canada Funding Co.	4.600	26-Jan-2022	750,000	836,561	791,657	
General Motors Financial of Canada Ltd.	3.080	22-May-2020	400,000	399,877	401,388	
General Motors Financial of Canada Ltd.	3.000	26-Feb-2021	400,000	400,112	399,302	
General Motors Financial of Canada Ltd.	2.600	1-Jun-2022	350,000	346,284	340,719	
Genesis Trust II	1.699	15-Apr-2020	600,000	599,914	591,662	
Genworth MI Canada Inc.	5.680	15-Jun-2020	200,000	215,620	209,276	
Genworth MI Canada Inc.	4.242	1-Apr-2024	100,000	100,000	100,959	
George Weston Ltd.	4.115	17-Jun-2024	300,000	307,530	309,439	
Glacier Credit Card Trust	2.568	20-Sep-2019	350,000	360,238	350,530	
Glacier Credit Card Trust	2.237	20-Sep-2020	300,000	306,150	297,173	
Glacier Credit Card Trust	2.048	20-Sep-2022	350,000	345,552	338,234	
Grand Renewable Solar LP	3.926	31-Jan-2035	138,339	138,339	137,352	
Granite REIT Holdings LP	3.788	5-Jul-2021	200,000	208,448	202,462	
Granite REIT Holdings LP	3.873	30-Nov-2023	315,000	315,006	316,664	
Greater Toronto Airports Authority	1.510	16-Feb-2021	250,000	248,746	244,121	
Greater Toronto Airports Authority	3.040	21-Sep-2022	350,000	353,983	356,418	
Greater Toronto Airports Authority	6.470	2-Feb-2023	400,000	566,598	563,010	
Greater Toronto Airports Authority	6.450	3-Dec-2027	292,000	392,704	375,865	
Greater Toronto Airports Authority	6.450	30-Jul-2029	197,106	252,032	234,225	
Greater Toronto Airports Authority	7.050	12-Jun-2030	481,000	676,183	669,042	
Greater Toronto Airports Authority	7.100	4-Jun-2031	385,000	561,564	544,957	
Greater Toronto Airports Authority	6.980	15-Oct-2032	500,000	716,732	717,065	
Greater Toronto Airports Authority	3.260	1-Jun-2037	320,000	320,418	321,164	
Greater Toronto Airports Authority	5.630	7-Jun-2040	350,000	480,869	478,026	
Greater Toronto Airports Authority	5.300	25-Feb-2041	400,000	528,903	529,895	
Greater Toronto Airports Authority	4.530	2-Dec-2041	300,000	351,184	362,284	
Great-West Lifeco Inc.	4.650	13-Aug-2020	318,000	352,366	331,508	
Great-West Lifeco Inc.	6.740	24-Nov-2031	300,000	399,345	399,797	
Great-West Lifeco Inc.	6.670	21-Mar-2033	315,000	423,017	421,912	
Great-West Lifeco Inc.	3.337	28-Feb-2038	425,000	427,262	429,114	
Great-West Lifeco Inc.	5.998	16-Nov-2039	271,000	340,741	361,265	
H&R Real Estate Investment Trust	4.450	2-Mar-2020	150,000	158,850	153,916	
H&R Real Estate Investment Trust	2.923	6-May-2022	210,000	208,882	206,499	
H&R Real Estate Investment Trust	3.416	23-Jun-2023	250,000	250,568	249,124	
H&R Real Estate Investment Trust	3.369	30-Jan-2024	235,000	235,867	231,120	
Halifax International Airport Authority	5.503	19-Jul-2041	125,000	158,975	164,309	
Halifax International Airport Authority	4.888	15-Nov-2050	34,000	32,325	43,568	
HCN Canadian Holdings-1 LP	3.350	25-Nov-2020	275,000	278,679	278,489	
Health Montreal Collective LP	6.721	30-Sep-2049	1,500,000	1,973,290	2,013,019	
Hollis Receivables Term Trust II	1.788	26-Feb-2020	375,000	371,966	370,506	
Honda Canada Finance Inc.	1.631	12-Aug-2019	250,000	251,763	248,112	
Honda Canada Finance Inc.	2.155	18-Feb-2021	375,000	377,034	369,777	
Honda Canada Finance Inc.	1.823	7-Dec-2021	245,000	245,000	237,204	
Honda Canada Finance Inc.	2.268	15-Jul-2022	365,000	362,902	356,695	
Honda Canada Finance Inc.	2.488	19-Dec-2022	150,000	150,000	147,393	
Honda Canada Finance Inc.	2.537	1-Mar-2023	300,000	300,000	294,649	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Honda Canada Finance Inc.	3.444	23-May-2025	350,000	350,204	356,343	
Hospital Infrastructure Partners NOH Partnership	5.439	31-Jan-2045	480,950	574,188	559,627	
HSBC Bank Canada	2.938	14-Jan-2020	825,000	852,995	829,810	
HSBC Bank Canada	1.816	7-Jul-2020	710,000	703,663	697,762	
HSBC Bank Canada	2.449	29-Jan-2021	800,000	801,028	792,970	
HSBC Bank Canada	2.908	29-Sep-2021	750,000	771,879	750,420	
HSBC Bank Canada	2.170	29-Jun-2022	800,000	793,403	775,883	
HSBC Bank Canada	2.542	31-Jan-2023	1,125,000	1,122,167	1,100,508	
HSBC Bank Canada	3.245	15-Sep-2023	930,000	930,100	934,509	
Husky Energy Inc.	5.000	12-Mar-2020	189,000	208,300	196,371	
Husky Energy Inc.	3.550	12-Mar-2025	575,000	582,677	580,534	
Husky Energy Inc.	3.600	10-Mar-2027	580,000	580,678	576,081	
Hydro One Inc.	1.480	18-Nov-2019	400,000	398,534	395,647	
Hydro One Inc.	1.620	30-Apr-2020	220,000	220,609	216,849	
Hydro One Inc.	4.400	1-Jun-2020	258,000	282,629	267,189	
Hydro One Inc.	1.840	24-Feb-2021	400,000	394,355	392,374	
Hydro One Inc.	2.570	25-Jun-2021	200,000	199,978	199,702	
Hydro One Inc.	3.200	13-Jan-2022	400,000	420,999	406,576	
Hydro One Inc.	2.970	26-Jun-2025	330,000	329,898	329,775	
Hydro One Inc.	2.770	24-Feb-2026	400,000	397,735	392,572	
Hydro One Inc.	7.350	3-Jun-2030	350,000	497,869	481,985	
Hydro One Inc.	6.930	1-Jun-2032	310,000	436,722	426,131	
Hydro One Inc.	6.350	31-Jan-2034	300,000	412,950	401,241	
Hydro One Inc.	5.360	20-May-2036	576,000	693,952	711,363	
Hydro One Inc.	6.030	3-Mar-2039	453,000	601,873	611,554	
Hydro One Inc.	5.490	16-Jul-2040	200,000	256,378	256,674	
Hydro One Inc.	4.390	26-Sep-2041	150,000	166,026	168,244	
Hydro One Inc.	4.590	9-Oct-2043	350,000	399,263	406,014	
Hydro One Inc.	4.170	6-Jun-2044	300,000	329,066	327,823	
Hydro One Inc.	3.910	23-Feb-2046	300,000	311,022	315,905	
Hydro One Inc.	5.000	19-Oct-2046	200,000	243,700	249,344	
Hydro One Inc.	3.720	18-Nov-2047	225,000	227,699	229,778	
Hydro One Inc.	3.630	25-Jun-2049	350,000	349,937	350,242	
Hydro One Inc.	4.000	22-Dec-2051	180,000	177,586	191,002	
Hydro One Inc.	3.790	31-Jul-2062	275,000	268,912	279,051	
Hydro Ottawa Holding Inc.	2.614	3-Feb-2025	200,000	199,590	195,742	
Hydro Ottawa Holding Inc.	3.639	2-Feb-2045	200,000	185,800	200,871	
Hydro-Quebec	11.000	15-Aug-2020	1,722,000	2,348,242	2,035,778	
Hydro-Quebec	10.500	15-Oct-2021	100,000	150,813	125,555	
Hydro-Quebec	9.625	15-Jul-2022	802,000	1,112,855	1,023,163	
Hydro-Quebec	6.500	15-Feb-2035	1,923,000	2,815,819	2,813,678	
Hydro-Quebec	6.000	15-Feb-2040	731,000	1,004,612	1,078,630	
Hydro-Quebec	5.000	15-Feb-2045	1,158,000	1,487,300	1,585,505	
Hydro-Quebec	5.000	15-Feb-2050	1,057,000	1,413,495	1,495,685	
Hydro-Quebec	4.000	15-Feb-2055	1,350,000	1,576,328	1,664,130	
IGM Financial Inc.	3.440	26-Jan-2027	250,000	254,944	249,125	
IGM Financial Inc.	6.650	13-Dec-2027	200,000	249,246	246,887	
IGM Financial Inc.	6.000	10-Dec-2040	116,000	147,043	147,280	
IGM Financial Inc.	4.560	25-Jan-2047	150,000	151,642	161,042	
IGM Financial Inc.	4.115	9-Dec-2047	105,000	105,000	105,451	
Industrial Alliance Insurance & Financial Services Inc.	3.300	15-Sep-2028	330,000	329,918	332,207	
Industrial Alliance Insurance & Financial Services Inc.'	2.640	23-Feb-2027	200,000	198,020	197,217	
Intact Financial Corp.	5.410	3-Sep-2019	245,000	268,235	253,510	
Intact Financial Corp.	4.700	18-Aug-2021	125,000	134,286	132,097	
Intact Financial Corp.	3.770	2-Mar-2026	125,000	124,979	128,906	
Intact Financial Corp.	2.850	7-Jun-2027	350,000	349,941	334,370	
Intact Financial Corp.	6.400	23-Nov-2039	205,000	257,521	277,357	
Intact Financial Corp.	5.160	16-Jun-2042	175,000	201,110	208,894	
Integrated Team Solutions PCH Partnership	4.875	31-May-2046	197,098	213,004	221,003	
Integrated Team Solutions SJHC Partnership	5.946	30-Nov-2042	243,189	298,087	304,433	
Inter Pipeline Ltd.	3.448	20-Jul-2020	300,000	316,377	304,366	
Inter Pipeline Ltd.	4.967	2-Feb-2021	200,000	221,440	210,077	
Inter Pipeline Ltd.	3.776	30-May-2022	350,000	360,003	358,475	
Inter Pipeline Ltd.	2.608	13-Sep-2023	300,000	302,448	290,077	
Inter Pipeline Ltd.	2.734	18-Apr-2024	420,000	417,926	405,159	
Inter Pipeline Ltd.	3.173	24-Mar-2025	225,000	224,958	219,833	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Inter Pipeline Ltd.	3.484	16-Dec-2026	390,000	386,658	382,970	
Inter Pipeline Ltd.	4.637	30-May-2044	400,000	401,024	403,719	
Inter-American Development Bank	1.875	20-Mar-2020	150,000	149,577	149,549	
Inter-American Development Bank	4.400	26-Jan-2026	897,000	1,026,073	992,928	
International Bank for Reconstruction & Development	1.125	11-Mar-2020	1,200,000	1,196,916	1,183,029	
International Bank for Reconstruction & Development	1.250	18-Mar-2021	300,000	297,804	293,501	
Investors Group Inc.	7.000	31-Dec-2032	288,000	375,540	384,728	
Ivanhoe Cambridge II Inc.	2.909	27-Jun-2023	175,000	175,000	174,599	
John Deere Canada Funding Inc.	1.600	13-Jul-2020	200,000	196,684	196,220	
John Deere Canada Funding Inc.	2.050	17-Sep-2020	200,000	201,041	197,658	
John Deere Canada Funding Inc.	1.850	24-Mar-2021	160,000	159,987	156,472	
John Deere Canada Funding Inc.	2.700	12-Oct-2021	300,000	299,841	299,410	
John Deere Canada Funding Inc.	2.050	13-May-2022	150,000	149,880	145,882	
John Deere Canada Funding Inc.	2.630	21-Sep-2022	200,000	199,916	198,188	
John Deere Canada Funding Inc.	2.700	17-Jan-2023	225,000	225,181	223,292	
Keyera Corp.	3.934	21-Jun-2028	220,000	220,000	220,951	
Kingston Solar LP	3.571	31-Jul-2035	94,548	94,548	91,324	
Kraft Canada Inc.	2.700	6-Jul-2020	150,000	150,105	149,889	
Labrador-Island Link Funding Trust	3.760	1-Jun-2033	700,000	794,247	775,682	
Labrador-Island Link Funding Trust	3.860	1-Dec-2045	500,000	592,715	588,262	
Labrador-Island Link Funding Trust	3.850	1-Dec-2053	700,000	813,703	846,780	
Laurentian Bank of Canada	2.500	23-Jan-2020	280,000	277,687	278,371	
Laurentian Bank of Canada	2.750	22-Apr-2021	225,000	224,521	222,660	
Laurentian Bank of Canada	3.000	12-Sep-2022	300,000	299,472	295,471	
Laurentian Bank of Canada	3.450	27-Jun-2023	250,000	249,910	249,197	
Leisureworld Senior Care LP	3.474	3-Feb-2021	250,000	253,258	254,840	
Loblaw Cos Ltd.	5.220	18-Jun-2020	250,000	281,625	262,126	
Loblaw Cos Ltd.	4.860	12-Sep-2023	500,000	569,699	537,724	
Loblaw Cos Ltd.	6.650	8-Nov-2027	200,000	244,720	244,174	
Loblaw Cos Ltd.	6.450	9-Feb-2028	127,000	157,579	153,298	
Loblaw Cos Ltd.	6.500	22-Jan-2029	150,000	180,320	182,423	
Loblaw Cos Ltd.	6.850	1-Mar-2032	132,000	164,654	170,838	
Loblaw Cos Ltd.	6.540	17-Feb-2033	131,000	158,588	165,437	
Loblaw Cos Ltd.	6.050	9-Jun-2034	150,000	174,000	182,956	
Loblaw Cos Ltd.	6.150	29-Jan-2035	200,000	235,020	247,387	
Loblaw Cos Ltd.	5.900	18-Jan-2036	250,000	286,614	303,878	
Lower Mattagami Energy LP	4.331	18-May-2021	200,000	212,700	209,644	
Lower Mattagami Energy LP	2.307	21-Oct-2026	270,000	265,503	256,870	
Lower Mattagami Energy LP	5.139	18-May-2041	250,000	310,444	313,286	
Lower Mattagami Energy LP	4.176	23-Feb-2046	300,000	298,895	334,087	
Lower Mattagami Energy LP	4.175	23-Apr-2052	150,000	164,658	166,229	
Magna International Inc.	3.100	15-Dec-2022	350,000	349,955	350,993	
Manitoba Telecom Services Inc.	4.000	27-May-2024	300,000	308,734	310,125	
Manufacturers Life Insurance Co.	2.640	15-Jan-2025	300,000	308,523	300,430	
Manufacturers Life Insurance Co.	2.100	1-Jun-2025	600,000	598,614	593,494	
Manufacturers Life Insurance Co.	2.389	5-Jan-2026	400,000	396,408	396,097	
Manufacturers Life Insurance Co.	3.181	22-Nov-2027	750,000	765,006	755,693	
Manulife Bank of Canada	1.915	1-Sep-2021	200,000	200,462	194,695	
Manulife Bank of Canada	2.082	26-May-2022	350,000	350,368	339,869	
Manulife Bank of Canada	2.844	12-Jan-2023	440,000	440,334	437,789	
Manulife Finance Delaware LP	5.059	15-Dec-2041	525,000	532,425	591,481	
Manulife Financial Capital Trust II	7.405	31-Dec-2108	679,000	804,514	724,626	
Manulife Financial Corp.	3.317	9-May-2028	400,000	399,243	401,884	
Manulife Financial Corp.	3.049	20-Aug-2029	500,000	500,000	490,471	
Maritime Link Financing Trust	3.500	1-Dec-2052	950,000	1,026,460	1,010,813	
MCAP Commercial LP	5.000	14-Dec-2022	150,000	150,000	149,116	
Metro Inc.	3.200	1-Dec-2021	300,000	303,546	302,800	
Metro Inc.	2.680	5-Dec-2022	235,000	233,676	231,226	
Metro Inc.	3.390	6-Dec-2027	340,000	341,207	333,286	
Metro Inc.	5.970	15-Oct-2035	297,000	339,160	363,427	
Metro Inc.	5.030	1-Dec-2044	225,000	240,572	252,072	
Metro Inc.	4.270	4-Dec-2047	320,000	324,201	319,423	
Milit-Air Inc.	5.750	30-Jun-2019	1	1	1	
Morguard Corp.	4.013	18-Nov-2020	125,000	125,000	126,171	
Morguard Corp.	4.085	14-May-2021	200,000	200,608	201,437	
Morguard Corp.	4.333	15-Sep-2022	300,000	302,814	303,350	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Muskrat Falls / Labrador Transmission Assets Funding Trust	3.630	1-Jun-2029	400,000	436,834	432,170	
Muskrat Falls / Labrador Transmission Assets Funding Trust	3.830	1-Jun-2037	500,000	554,878	568,025	
Muskrat Falls / Labrador Transmission Assets Funding Trust	3.860	1-Dec-2048	1,050,000	1,271,062	1,252,342	
National Bank of Canada	2.404	28-Oct-2019	700,000	714,348	700,424	
National Bank of Canada	1.742	3-Mar-2020	800,000	796,192	790,468	
National Bank of Canada	1.809	26-Jul-2021	500,000	503,549	486,572	
National Bank of Canada	2.105	18-Mar-2022	575,000	568,291	560,997	
National Bank of Canada	1.957	30-Jun-2022	875,000	856,689	846,227	
National Bank of Canada	3.183	1-Feb-2028	581,000	581,000	569,417	
NAV Canada	4.397	18-Feb-2021	150,000	166,391	157,054	
NAV Canada	7.560	1-Mar-2027	148,050	192,051	177,197	
NAV Canada	7.400	1-Jun-2027	250,000	358,692	336,096	
NAV Canada	3.534	23-Feb-2046	400,000	406,168	423,354	
NAV Canada	3.293	30-Mar-2048	45,000	45,000	45,580	
NBC Asset Trust	7.447	31-Dec-2049	241,000	284,779	259,187	
Newfoundland & Labrador Hydro	3.600	1-Dec-2045	300,000	309,884	319,056	
Nissan Canada Financial Services Inc	2.606	5-Mar-2021	350,000	350,120	348,050	
Nissan Canada Financial Services Inc.	1.584	7-Oct-2019	300,000	300,000	296,657	
Nissan Canada Financial Services Inc.	1.750	9-Apr-2020	300,000	301,179	295,355	
Nissan Canada Financial Services Inc.	2.420	19-Oct-2020	400,000	400,000	396,825	
North West Redwater Partnership / NWR Financing Co, Ltd.	2.100	23-Feb-2022	375,000	368,473	365,704	
North West Redwater Partnership / NWR Financing Co, Ltd.	3.200	22-Jul-2024	300,000	317,175	301,766	
North West Redwater Partnership / NWR Financing Co, Ltd.	2.800	1-Jun-2027	500,000	498,695	479,754	
North West Redwater Partnership / NWR Financing Co, Ltd.	4.250	1-Jun-2029	400,000	413,318	426,574	
North West Redwater Partnership / NWR Financing Co, Ltd.	4.150	1-Jun-2033	325,000	343,711	345,010	
North West Redwater Partnership / NWR Financing Co, Ltd.	3.650	1-Jun-2035	610,000	615,128	606,554	
North West Redwater Partnership / NWR Financing Co, Ltd.	4.750	1-Jun-2037	405,000	434,264	459,781	
North West Redwater Partnership / NWR Financing Co, Ltd.	4.350	10-Jan-2039	400,000	424,715	432,073	
North West Redwater Partnership / NWR Financing Co, Ltd.	3.700	23-Feb-2043	350,000	343,518	345,079	
North West Redwater Partnership / NWR Financing Co, Ltd.	4.050	22-Jul-2044	680,000	700,382	709,331	
North West Redwater Partnership / NWR Financing Co, Ltd.	3.200	24-Apr-2046	400,000	395,440	398,468	
Northwestconnect Group Partnership	5.950	30-Apr-2041	323,098	393,034	382,276	
Nouvelle Autoroute 30 Financement Inc.	3.742	31-Dec-2032	150,000	150,000	152,407	
Nouvelle Autoroute 30 Financement Inc.	3.750	31-Mar-2033	150,000	150,000	152,610	
Nouvelle Autoroute 30 Financement Inc.	4.114	31-Mar-2042	225,000	225,000	231,607	
Nouvelle Autoroute 30 Financement Inc.	4.115	30-Jun-2042	325,000	330,001	334,335	
Nova Scotia Power Inc.	8.850	19-May-2025	50,000	74,101	66,280	
Nova Scotia Power Inc.	5.670	14-Nov-2035	200,000	251,100	251,665	
Nova Scotia Power Inc.	5.950	27-Jul-2039	159,000	195,590	211,911	
Nova Scotia Power Inc.	5.610	15-Jun-2040	258,000	335,044	333,164	
Nova Scotia Power Inc.	4.150	6-Mar-2042	300,000	326,259	323,563	
Nova Scotia Power Inc.	4.500	20-Jul-2043	250,000	254,047	284,158	
Nova Scotia Power Inc.	3.612	1-May-2045	150,000	151,450	148,518	
OMERS Realty Corp.	2.473	12-Nov-2019	200,000	201,182	200,261	
OMERS Realty Corp.	3.203	24-Jul-2020	200,000	211,880	202,493	
OMERS Realty Corp.	2.971	5-Apr-2021	200,000	206,128	201,582	
OMERS Realty Corp.	1.823	9-May-2022	200,000	200,000	192,952	
OMERS Realty Corp.	3.358	5-Jun-2023	350,000	375,444	357,150	
OMERS Realty Corp.	2.858	23-Feb-2024	560,000	572,476	556,526	
OMERS Realty Corp.	3.328	12-Nov-2024	250,000	262,638	254,083	
OMERS Realty Corp.	3.331	5-Jun-2025	200,000	200,000	203,166	
OMERS Realty Corp.	3.244	4-Oct-2027	600,000	600,720	602,328	
OMERS Realty Corp.	3.628	5-Jun-2030	440,000	441,640	452,386	
Ontario Electricity Financial Corp.	10.000	6-Feb-2020	22,000	31,902	24,701	
Ontario Electricity Financial Corp.	8.900	18-Aug-2022	394,000	518,328	491,741	
Ontario Electricity Financial Corp.	8.500	26-May-2025	100,000	154,365	135,312	
Ontario Electricity Financial Corp.	8.250	22-Jun-2026	796,000	1,197,996	1,097,246	
Ontario Power Generation Inc.	3.315	4-Oct-2027	850,000	857,639	854,414	
Ontario Power Generation Inc.	3.838	22-Jun-2048	150,000	150,000	151,392	
Ontario School Boards Financing Corp.	5.483	26-Nov-2029	81,217	85,568	91,838	
Ontario School Boards Financing Corp.	5.070	18-Apr-2031	49,584	50,494	53,880	
Ontario School Boards Financing Corp.	5.376	25-Jun-2032	51,382	53,819	58,038	
OPB Finance Trust	1.880	24-Feb-2022	651,000	642,915	635,879	
OPB Finance Trust	2.900	24-May-2023	100,000	99,931	101,079	
OPB Finance Trust	2.950	2-Feb-2026	275,000	274,857	275,715	
OPB Finance Trust	2.980	25-Jan-2027	510,000	512,385	509,747	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
OPB Finance Trust	3.890	4-Jul-2042	400,000	423,812	436,998	
Ottawa MacDonald-Cartier International Airport Authority	3.933	9-Jun-2045	500,000	502,250	524,476	
Pembina Pipeline Corp.	4.890	29-Mar-2021	227,000	243,969	238,771	
Pembina Pipeline Corp.	3.770	24-Oct-2022	300,000	306,770	307,350	
Pembina Pipeline Corp.	2.990	22-Jan-2024	505,000	498,935	496,276	
Pembina Pipeline Corp.	3.540	3-Feb-2025	300,000	302,550	300,803	
Pembina Pipeline Corp.	3.710	11-Aug-2026	400,000	406,898	401,511	
Pembina Pipeline Corp.	4.240	15-Jun-2027	350,000	352,082	362,577	
Pembina Pipeline Corp.	4.020	27-Mar-2028	270,000	269,978	273,432	
Pembina Pipeline Corp.	4.750	30-Apr-2043	400,000	416,360	409,877	
Pembina Pipeline Corp.	4.810	25-Mar-2044	400,000	413,518	413,254	
Pembina Pipeline Corp.	4.740	21-Jan-2047	480,000	472,399	489,971	
Pembina Pipeline Corp.	4.750	26-Mar-2048	230,000	229,853	234,184	
Penske Truck Leasing Canada Inc.	2.950	12-Jun-2020	100,000	100,794	100,213	
Penske Truck Leasing Canada Inc.	2.850	7-Dec-2022	285,000	284,425	281,102	
Plenary Health Bridgepoint LP	7.246	31-Aug-2042	241,002	331,795	337,834	
Plenary Health Care Partnerships Humber LP	4.895	31-May-2039	281,590	311,157	315,644	
Plenary Health Care Partnerships Humber LP	4.822	30-Nov-2044	200,000	218,696	237,684	
Plenary Properties LTAP LP	6.288	31-Jan-2044	629,253	807,067	826,596	
Power Corporation of Canada	8.570	22-Apr-2039	100,000	149,180	158,922	
Power Corporation of Canada	4.810	31-Jan-2047	325,000	355,738	358,954	
Power Financial Corporation	6.900	11-Mar-2033	199,000	258,638	266,510	
PSP Capital Inc.	3.030	22-Oct-2020	690,000	732,235	702,787	
PSP Capital Inc.	1.340	18-Aug-2021	1,150,000	1,141,062	1,116,116	
PSP Capital Inc.	1.730	21-Jun-2022	1,500,000	1,494,359	1,459,601	
PSP Capital Inc.	2.090	22-Nov-2023	1,085,000	1,078,311	1,057,895	
PSP Capital Inc.	3.290	4-Apr-2024	1,100,000	1,173,968	1,138,725	
Reliance LP	3.813	15-Sep-2020	200,000	201,014	203,381	
Reliance LP	4.075	2-Aug-2021	200,000	200,000	204,615	
Reliance LP	3.836	15-Mar-2025	300,000	299,994	298,095	
RioCan Real Estate Investment Trust	3.620	1-Jun-2020	100,000	100,195	101,622	
RioCan Real Estate Investment Trust	2.185	26-Aug-2020	150,000	150,000	148,088	
RioCan Real Estate Investment Trust	2.194	9-Apr-2021	250,000	250,690	245,180	
RioCan Real Estate Investment Trust	3.716	13-Dec-2021	200,000	211,876	204,302	
RioCan Real Estate Investment Trust	3.746	30-May-2022	200,000	201,070	204,393	
RioCan Real Estate Investment Trust	2.830	3-Oct-2022	240,000	238,565	236,529	
RioCan Real Estate Investment Trust	3.725	18-Apr-2023	200,000	201,772	203,686	
RioCan Real Estate Investment Trust	3.209	29-Sep-2023	275,000	273,674	273,046	
RioCan Real Estate Investment Trust	3.287	12-Feb-2024	200,000	201,606	198,366	
Rogers Communications Inc.	5.380	4-Nov-2019	446,000	489,891	463,207	
Rogers Communications Inc.	4.700	29-Sep-2020	600,000	653,033	626,271	
Rogers Communications Inc.	5.340	22-Mar-2021	1,108,000	1,240,748	1,181,945	
Rogers Communications Inc.	4.000	6-Jun-2022	400,000	429,440	415,802	
Rogers Communications Inc.	4.000	13-Mar-2024	420,000	432,092	438,192	
Rogers Communications Inc.	6.680	4-Nov-2039	400,000	509,312	530,650	
Rogers Communications Inc.	6.110	25-Aug-2040	552,000	652,126	689,661	
Rogers Communications Inc.	6.560	22-Mar-2041	325,000	430,220	428,058	
Royal Bank of Canada	2.350	9-Dec-2019	1,150,000	1,163,554	1,149,467	
Royal Bank of Canada	1.920	17-Jul-2020	1,550,000	1,548,904	1,530,522	
Royal Bank of Canada	2.860	4-Mar-2021	1,350,000	1,392,551	1,356,415	
Royal Bank of Canada	2.030	15-Mar-2021	1,800,000	1,811,950	1,769,499	
Royal Bank of Canada	1.650	15-Jul-2021	1,150,000	1,150,337	1,114,269	
Royal Bank of Canada	1.583	13-Sep-2021	1,290,000	1,283,219	1,244,973	
Royal Bank of Canada	1.968	2-Mar-2022	1,650,000	1,634,031	1,603,575	
Royal Bank of Canada	2.000	21-Mar-2022	1,200,000	1,195,564	1,166,819	
Royal Bank of Canada	2.360	5-Dec-2022	1,555,000	1,546,856	1,522,964	
Royal Bank of Canada	2.949	1-May-2023	1,420,000	1,419,814	1,422,752	
Royal Bank of Canada	2.333	5-Dec-2023	910,000	908,386	881,883	
Royal Bank of Canada	3.040	17-Jul-2024	700,000	705,036	703,131	
Royal Bank of Canada	2.990	6-Dec-2024	1,525,000	1,560,601	1,534,101	
Royal Bank of Canada	2.480	4-Jun-2025	700,000	697,466	694,913	
Royal Bank of Canada	4.930	16-Jul-2025	575,000	667,019	643,611	
Royal Bank of Canada	3.310	20-Jan-2026	1,200,000	1,215,360	1,207,813	
Royal Bank of Canada	3.450	29-Sep-2026	800,000	812,888	806,661	
Royal Office Finance LP	5.209	12-Nov-2032	637,181	780,775	756,763	
Saputo Inc.	2.654	26-Nov-2019	200,000	203,163	200,503	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Saputo Inc.	2.196	23-Jun-2021	250,000	250,000	245,907	
Saputo Inc.	1.939	13-Jun-2022	150,000	150,000	144,462	
Saputo Inc.	2.827	21-Nov-2023	200,000	200,000	197,100	
Scotiabank Capital Trust	5.650	31-Dec-2056	478,000	571,341	580,576	
Sea To Sky Highway Investment LP	2.629	31-Aug-2030	337,606	337,593	327,036	
Shaw Communications Inc.	5.650	1-Oct-2019	869,000	961,432	902,555	
Shaw Communications Inc.	5.500	7-Dec-2020	369,000	417,774	392,161	
Shaw Communications Inc.	3.150	19-Feb-2021	200,000	203,590	201,496	
Shaw Communications Inc.	4.350	31-Jan-2024	400,000	412,566	418,757	
Shaw Communications Inc.	3.800	1-Mar-2027	210,000	213,964	211,461	
Shaw Communications Inc.	6.750	9-Nov-2039	1,163,000	1,417,490	1,465,130	
Sinai Health System	3.527	9-Jun-2056	250,000	250,000	244,223	
Smart Real Estate Investment Trust	3.749	11-Feb-2021	125,000	131,175	127,361	
Smart Real Estate Investment Trust	2.876	21-Mar-2022	100,000	100,009	98,720	
Smart Real Estate Investment Trust	3.730	22-Jul-2022	200,000	201,792	203,049	
Smart Real Estate Investment Trust	3.985	30-May-2023	100,000	99,750	102,226	
Smart Real Estate Investment Trust	3.556	6-Feb-2025	100,000	100,410	98,451	
Smart Real Estate Investment Trust	3.444	28-Aug-2026	380,000	380,247	366,170	
SmartCentres Real Estate Investment Trust	3.834	21-Dec-2027	150,000	146,141	146,577	
SNC-Lavalin Group Inc.	2.689	24-Nov-2020	250,000	250,768	249,008	
SNC-Lavalin Group Inc.	3.235	2-Mar-2023	200,000	199,774	199,934	
SNC-Lavalin Innisfree McGill Finance Inc.	6.632	30-Jun-2044	539,653	684,545	696,559	
Societe en commandite CE Sebastopol	4.141	31-Jul-2047	100,000	100,000	99,933	
South Coast British Columbia Transportation Authority	3.800	2-Nov-2020	409,000	435,927	422,789	
South Coast British Columbia Transportation Authority	3.050	4-Jun-2025	200,000	201,992	202,537	
South Coast British Columbia Transportation Authority	4.450	9-Jun-2044	250,000	290,710	303,799	
South Coast British Columbia Transportation Authority	3.850	9-Feb-2052	250,000	270,851	282,227	
SSL Finance Inc. / SSL Financement Inc.	4.099	31-Oct-2045	250,000	250,000	260,225	
Sun Life Capital Trust II	5.863	31-Dec-2108	330,000	381,261	344,652	
Sun Life Financial Inc.	4.570	23-Aug-2021	300,000	327,012	316,297	
Sun Life Financial Inc.	2.600	25-Sep-2025	350,000	354,082	348,235	
Sun Life Financial Inc.	3.100	19-Feb-2026	500,000	503,755	502,989	
Sun Life Financial Inc.	2.750	23-Nov-2027	300,000	299,086	295,827	
Sun Life Financial Inc.	3.050	19-Sep-2028	725,000	732,541	721,307	
Sun Life Financial Inc.	5.400	29-May-2042	268,000	303,407	321,924	
Suncor Energy Inc.	3.100	26-Nov-2021	500,000	521,456	506,289	
Suncor Energy Inc.	3.000	14-Sep-2026	535,000	529,620	523,787	
Suncor Energy Inc.	5.390	26-Mar-2037	521,000	600,536	618,554	
Suncor Energy Inc.	4.340	13-Sep-2046	235,000	234,765	248,182	
TD Capital Trust IV	6.631	30-Jun-2108	562,000	690,097	618,077	
TD Capital Trust IV	10.000	30-Jun-2108	350,000	485,280	448,160	
TELUS Corp.	5.050	4-Dec-2019	650,000	713,698	675,184	
TELUS Corp.	5.050	23-Jul-2020	721,000	800,765	755,641	
TELUS Corp.	3.600	26-Jan-2021	400,000	420,711	408,180	
TELUS Corp.	3.200	5-Apr-2021	375,000	382,829	379,074	
TELUS Corp.	10.650	19-Jun-2021	30,000	42,763	36,408	
TELUS Corp.	2.350	28-Mar-2022	650,000	649,351	636,618	
TELUS Corp.	9.650	8-Apr-2022	75,000	102,097	92,158	
TELUS Corp.	3.350	15-Mar-2023	450,000	456,894	455,287	
TELUS Corp.	3.350	1-Apr-2024	725,000	741,646	729,126	
TELUS Corp.	3.750	17-Jan-2025	750,000	779,847	767,203	
TELUS Corp.	3.750	10-Mar-2026	380,000	384,919	386,704	
TELUS Corp.	3.625	1-Mar-2028	500,000	498,117	499,597	
TELUS Corp.	4.400	1-Apr-2043	400,000	398,660	395,439	
TELUS Corp.	5.150	26-Nov-2043	350,000	373,520	385,259	
TELUS Corp.	4.850	5-Apr-2044	605,000	617,404	639,155	
TELUS Corp.	4.750	17-Jan-2045	300,000	301,470	312,901	
TELUS Corp.	4.400	29-Jan-2046	500,000	484,160	494,283	
TELUS Corp.	4.700	6-Mar-2048	300,000	311,420	310,986	
Teranet Holdings LP	4.807	16-Dec-2020	450,000	495,751	466,979	
Teranet Holdings LP	3.646	18-Nov-2022	150,000	150,878	149,884	
Teranet Holdings LP	5.754	17-Dec-2040	300,000	326,620	319,919	
Teranet Holdings LP	6.100	17-Jun-2041	221,000	259,154	245,677	
The 55 Ontario School Board Trust	5.900	2-Jun-2033	600,000	777,000	786,572	
The Bank of Nova Scotia	2.400	28-Oct-2019	1,150,000	1,167,749	1,150,462	
The Bank of Nova Scotia	2.270	13-Jan-2020	1,000,000	1,012,808	997,307	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
The Bank of Nova Scotia	2.130	15-Jun-2020	1,380,000	1,391,886	1,368,387	
The Bank of Nova Scotia	2.090	9-Sep-2020	1,150,000	1,152,164	1,137,048	
The Bank of Nova Scotia	3.270	11-Jan-2021	1,075,000	1,119,068	1,090,314	
The Bank of Nova Scotia	2.873	4-Jun-2021	735,000	758,687	737,948	
The Bank of Nova Scotia	1.900	2-Dec-2021	1,705,000	1,697,054	1,655,787	
The Bank of Nova Scotia	1.830	27-Apr-2022	1,250,000	1,238,115	1,204,904	
The Bank of Nova Scotia	2.360	8-Nov-2022	1,480,000	1,469,090	1,448,251	
The Bank of Nova Scotia	2.980	17-Apr-2023	1,750,000	1,753,589	1,753,302	
The Bank of Nova Scotia	2.290	28-Jun-2024	1,400,000	1,387,552	1,344,679	
The Bank of Nova Scotia	3.036	18-Oct-2024	1,025,000	1,053,777	1,031,010	
The Bank of Nova Scotia	8.900	20-Jun-2025	15,000	20,997	20,226	
The Bank of Nova Scotia	3.367	8-Dec-2025	600,000	609,690	605,113	
The Bank of Nova Scotia	2.620	2-Dec-2026	865,000	862,424	835,615	
The Bank of Nova Scotia	2.580	30-Mar-2027	1,000,000	981,124	974,540	
The Bank of Nova Scotia	3.100	2-Feb-2028	1,600,000	1,596,460	1,592,438	
The Hospital for Sick Children	3.416	7-Dec-2057	150,000	150,000	149,788	
The Toronto-Dominion Bank	1.693	2-Apr-2020	1,000,000	1,000,669	987,212	
The Toronto-Dominion Bank	2.563	24-Jun-2020	1,150,000	1,167,656	1,151,034	
The Toronto-Dominion Bank	2.045	8-Mar-2021	1,005,000	1,008,282	989,591	
The Toronto-Dominion Bank	1.680	8-Jun-2021	950,000	952,085	926,612	
The Toronto-Dominion Bank	1.680	8-Jun-2021	490,000	479,269	478,723	
The Toronto-Dominion Bank	2.621	22-Dec-2021	2,500,000	2,545,715	2,491,985	
The Toronto-Dominion Bank	1.994	23-Mar-2022	2,110,000	2,079,713	2,052,815	
The Toronto-Dominion Bank	3.005	30-May-2023	1,800,000	1,801,360	1,810,108	
The Toronto-Dominion Bank	1.909	18-Jul-2023	1,430,000	1,415,207	1,364,749	
The Toronto-Dominion Bank	3.226	24-Jul-2024	1,525,000	1,593,587	1,547,247	
The Toronto-Dominion Bank	9.150	26-May-2025	14,000	19,861	19,119	
The Toronto-Dominion Bank	2.692	24-Jun-2025	1,150,000	1,150,672	1,146,264	
The Toronto-Dominion Bank	2.982	30-Sep-2025	700,000	704,872	701,084	
The Toronto-Dominion Bank	3.224	25-Jul-2029	1,315,000	1,313,619	1,286,523	
The Toronto-Dominion Bank	4.859	4-Mar-2031	900,000	978,732	968,796	
Thomson Reuters Corp.	4.350	30-Sep-2020	529,000	575,237	548,209	
Thomson Reuters Corp.	3.309	12-Nov-2021	350,000	361,002	354,758	
TMX Group Ltd.	4.461	3-Oct-2023	200,000	209,671	213,431	
TMX Group Ltd.	2.997	11-Dec-2024	300,000	299,364	297,628	
TMX Group Ltd.	3.779	5-Jun-2028	170,000	171,454	174,041	
Toromont Industries Ltd.	3.710	30-Sep-2025	125,000	125,000	127,030	
Toromont Industries Ltd.	3.842	27-Oct-2027	300,000	300,000	304,216	
Toronto Hydro Corp.	4.490	12-Nov-2019	177,000	199,001	182,170	
Toronto Hydro Corp.	3.540	18-Nov-2021	300,000	323,650	309,806	
Toronto Hydro Corp.	2.910	10-Apr-2023	200,000	208,020	201,845	
Toronto Hydro Corp.	2.520	25-Aug-2026	100,000	99,984	96,914	
Toronto Hydro Corp.	5.540	21-May-2040	200,000	250,372	262,893	
Toronto Hydro Corp.	4.080	16-Sep-2044	50,000	49,974	54,928	
Toronto Hydro Corp.	3.550	28-Jul-2045	200,000	199,100	201,909	
Toronto Hydro Corp.	3.485	28-Feb-2048	245,000	244,228	245,770	
Toronto Hydro Corp.	3.960	9-Apr-2063	200,000	218,540	219,389	
Toyota Credit Canada Inc.	2.480	19-Nov-2019	200,000	199,972	200,230	
Toyota Credit Canada Inc.	1.800	19-Feb-2020	400,000	399,721	395,607	
Toyota Credit Canada Inc.	2.050	20-May-2020	426,000	423,681	422,139	
Toyota Credit Canada Inc.	2.200	25-Feb-2021	200,000	200,740	197,438	
Toyota Credit Canada Inc.	1.750	21-Jul-2021	200,000	199,538	194,204	
Toyota Credit Canada Inc.	2.020	28-Feb-2022	400,000	401,178	389,159	
Toyota Credit Canada Inc.	2.350	18-Jul-2022	450,000	441,921	441,347	
Toyota Credit Canada Inc.	2.620	11-Oct-2022	280,000	282,038	277,148	
Toyota Credit Canada Inc.	2.700	25-Jan-2023	350,000	349,895	347,216	
TransAlta Corp.	6.400	18-Nov-2019	200,000	206,469	208,913	
TransAlta Corp.	5.000	25-Nov-2020	400,000	412,116	414,907	
TransAlta Corp.	7.300	22-Oct-2029	192,000	213,002	210,725	
TransAlta Corp.	6.900	15-Nov-2030	221,000	175,229	234,759	
TransCanada PipeLines Ltd.	3.650	15-Nov-2021	400,000	419,109	411,587	
TransCanada PipeLines Ltd.	3.690	19-Jul-2023	700,000	733,418	721,284	
TransCanada PipeLines Ltd.	3.300	17-Jul-2025	800,000	811,059	804,605	
TransCanada PipeLines Ltd.	8.290	5-Feb-2026	31,000	40,764	40,945	
TransCanada PipeLines Ltd.	7.900	15-Apr-2027	114,000	145,982	150,249	
TransCanada PipeLines Ltd.	3.390	15-Mar-2028	560,000	561,085	557,887	

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
TransCanada PipeLines Ltd.	6.280	26-May-2028	300,000	368,355	362,502	
TransCanada PipeLines Ltd.	6.500	9-Dec-2030	27,000	30,861	33,467	
TransCanada PipeLines Ltd.	8.050	17-Feb-2039	300,000	477,789	458,004	
TransCanada PipeLines Ltd.	4.550	15-Nov-2041	625,000	653,417	661,938	
TransCanada PipeLines Ltd.	4.350	6-Jun-2046	450,000	469,016	463,812	
TransCanada PipeLines Ltd.	4.330	16-Sep-2047	565,000	581,076	580,148	
TransCanada PipeLines Ltd.	4.180	3-Jul-2048	550,000	549,813	548,133	
Transcanada Trust	4.650	18-May-2077	1,400,000	1,408,494	1,343,638	
TransED Partners GP	3.951	30-Sep-2050	300,000	277,473	294,282	
Union Gas Ltd.	2.760	2-Jun-2021	200,000	203,314	200,944	
Union Gas Ltd.	4.850	25-Apr-2022	50,000	56,903	53,914	
Union Gas Ltd.	3.790	10-Jul-2023	300,000	322,485	313,211	
Union Gas Ltd.	3.190	17-Sep-2025	275,000	277,229	278,595	
Union Gas Ltd.	8.650	10-Nov-2025	32,000	44,590	43,269	
Union Gas Ltd.	2.810	1-Jun-2026	200,000	197,400	197,124	
Union Gas Ltd.	2.880	22-Nov-2027	200,000	194,506	196,696	
Union Gas Ltd.	6.050	2-Sep-2038	100,000	127,050	136,081	
Union Gas Ltd.	5.200	23-Jul-2040	203,000	249,768	253,812	
Union Gas Ltd.	4.880	21-Jun-2041	400,000	464,493	482,279	
Union Gas Ltd.	4.200	2-Jun-2044	250,000	262,896	276,846	
Union Gas Ltd.	3.800	1-Jun-2046	135,000	139,176	140,693	
Union Gas Ltd.	3.590	22-Nov-2047	200,000	199,122	201,386	
University of Ottawa	3.256	12-Oct-2056	150,000	150,000	146,094	
Vancouver Airport Authority	7.425	7-Dec-2026	200,000	293,678	267,180	
Vancouver Airport Authority	3.857	10-Nov-2045	150,000	150,000	166,572	
Ventas Canada Finance Ltd.	3.000	30-Sep-2019	250,000	253,132	251,614	
Ventas Canada Finance Ltd.	3.300	1-Feb-2022	100,000	99,992	100,847	
Ventas Canada Finance Ltd.	2.550	15-Mar-2023	300,000	294,348	292,289	
Ventas Canada Finance Ltd.	4.125	30-Sep-2024	200,000	208,949	207,772	
Veresen Inc.	3.430	10-Nov-2021	160,000	159,946	162,291	
VW Credit Canada Inc.	2.500	1-Oct-2019	250,000	255,915	249,852	
VW Credit Canada Inc.	2.150	24-Jun-2020	350,000	346,039	345,828	
VW Credit Canada Inc.	2.900	29-Mar-2021	450,000	449,573	449,727	
VW Credit Canada Inc.	3.250	29-Mar-2023	275,000	274,673	275,397	
Wells Fargo Canada Corp.	2.944	25-Jul-2019	1,050,000	1,085,532	1,056,741	
Wells Fargo Canada Corp.	3.040	29-Jan-2021	800,000	836,762	805,839	
Wells Fargo Canada Corp.	3.460	24-Jan-2023	300,000	311,223	306,385	
West Edmonton Mall Property Inc.	4.056	13-Feb-2024	437,942	461,476	440,925	
Westcoast Energy Inc.	9.900	10-Jan-2020	50,000	71,720	55,212	
Westcoast Energy Inc.	4.570	2-Jul-2020	200,000	216,940	207,376	
Westcoast Energy Inc.	3.883	28-Oct-2021	100,000	104,090	103,249	
Westcoast Energy Inc.	3.120	5-Dec-2022	200,000	210,194	201,181	
Westcoast Energy Inc.	3.430	12-Sep-2024	250,000	251,466	253,151	
Westcoast Energy Inc.	3.770	8-Dec-2025	250,000	257,493	257,455	
Westcoast Energy Inc.	7.300	18-Dec-2026	250,000	334,330	313,126	
Westcoast Energy Inc.	7.150	20-Mar-2031	237,000	320,935	310,034	
Westcoast Energy Inc.	4.791	28-Oct-2041	200,000	214,318	220,275	
WestJet Airlines Ltd.	3.287	23-Jul-2019	300,000	303,701	302,229	
Winnipeg Airport Authority Inc.	4.569	20-Nov-2019	250,000	275,520	256,972	
				373,703,000	**370,080,244**	**31.32**
Total Bonds				**1,191,308,465**	**1,174,260,908**	**99.38**
Total Investments				**1,191,308,465**	**1,174,260,908**	**99.38**
Other Assets less Liabilities					**7,279,156**	**0.62**
Total Net Assets					**1,181,540,064**	**100.00**

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life BlackRock Canadian Universe Bond Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	39.22	40.05
AA/Aa	16.99	16.19
A/A	31.96	31.73
BBB/Bbb	11.13	10.70
Not Rated	0.09	0.59
Total	**99.39**	**99.26**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated primarily in the Canadian Dollar, the functional currency of the Fund. As a result, the Fund did not have any significant exposure to currency risk.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	1	508,424,579	665,836,328	1,174,260,908
December 31, 2017	-	464,459,504	590,114,150	1,054,573,654

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $127,570,764 ($116,231,973 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is not currently exposed to other market risk as no equities are held in the Fund.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
Federal Bonds	34.3	35.0
Provincial Bonds	32.1	32.1
Municipal Bonds	1.7	1.8
Corporate Bonds	31.3	30.4
Other Assets less Liabilities	0.6	0.7
Total	**100.0**	**100.0**

The accompanying notes are an integral part of the financial statements.

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	1,174,045,908	215,000	1,174,260,908

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	1,054,573,654	-	1,054,573,654

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The following is a reconciliation of Level 3 fair value assets as at June 30, 2018 and December 31, 2017.

	June 30, 2018	December 31, 2017
	($)	($)
Opening Balance	-	-
Net purchases and sales	215,000	-
Net transfers in (out)	-	-
Gains (Losses)		
Realized	-	-
Unrealized	-	-
Closing Balance	215,000	-

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Bonds have been classified as Level 2.

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $2,993,446 ($nil as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series I Units	April 07, 2011	April 14, 2011

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic American Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**5,439,524**	4,191,311
Short-term investments	**-**	-
Cash	**43,856**	-
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	7,515
Accrued interest	**15**	-
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**8,928**	48,625
	5,492,323	4,247,451
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	7,151
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**531**	116
Redemptions payable	**-**	3,153
Distributions payable	**-**	-
Due to investment dealers	**7,281**	48,646
Management fees payable	**2,867**	601
Total liabilities (excluding net assets attributable to holders of redeemable units)	**10,679**	59,667
Net Assets Attributable to Holders of Redeemable Units	**5,481,644**	4,187,784
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**1,409,127**	1,075,752
Series T5	**15,082**	13,104
Series T8	**20,095**	17,685
Series F	**52,984**	41,531
Series F5	**11,532**	-
Series F8	**11,532**	-
Series I	**3,725,660**	2,872,621
Series O	**235,632**	167,091
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**12.76**	11.23
Series T5	**17.62**	15.89
Series T8	**16.44**	15.03
Series F	**12.68**	11.11
Series F5	**16.97**	-
Series F8	**16.77**	-
Series I	**13.13**	11.43
Series O	**13.10**	11.41

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**6**	-
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**115,599**	41,563
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**553,054**	180,776
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**668,659**	222,339
Net gain (loss) on foreign exchange	**-**	-
Other income	**-**	-
Total income (loss)	**668,659**	222,339
Expenses (note 6)		
Management fees	**14,180**	12,365
Administration fees	**2,625**	1,933
Independent review committee fees	**14**	12
Withholding tax	**-**	-
Transaction costs (note 3)	**-**	-
Total operating expenses	**16,819**	14,310
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**651,840**	208,029
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**651,840**	208,029
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**153,379**	80,082
Series T5	**1,801**	833
Series T8	**2,423**	1,155
Series F	**4,794**	873
Series F5	**1,532**	-
Series F8	**1,532**	-
Series I	**459,599**	117,991
Series O	**26,780**	7,095
Weighted Average Number of Units Outstanding		
Series A	**102,486**	102,289
Series T5	**839**	773
Series T8	**1,199**	1,090
Series F	**3,470**	1,138
Series F5	**672**	-
Series F8	**676**	-
Series I	**270,394**	157,006
Series O	**16,323**	11,671

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic American Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**1.50**	0.78
Series T5	**2.15**	1.08
Series T8	**2.02**	1.06
Series F	**1.38**	0.77
Series F5	**2.28**	-
Series F8	**2.27**	-
Series I	**1.70**	0.75
Series O	**1.64**	0.61

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 1,075,752	996,098	13,104	11,702	17,685	16,375	41,531	11,956
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 153,379	80,082	1,801	833	2,423	1,155	4,794	873
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 377,531	262,485	180	-	450	-	16,864	-
Redemption of redeemable units	$ (197,521)	(295,253)	-	-	(460)	(500)	(10,202)	-
Reinvestment of distributions to holders of redeemable units	$ 76	206	349	260	737	551	16	15
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 180,086	(32,562)	529	260	727	51	6,678	15
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (90)	(246)	(352)	(313)	(740)	(663)	(19)	(18)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (90)	(246)	(352)	(313)	(740)	(663)	(19)	(18)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 333,375	47,274	1,978	780	2,410	543	11,453	870
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 1,409,127**	**1,043,372**	**15,082**	**12,482**	**20,095**	**16,918**	**52,984**	**12,826**
Redeemable Unit Transactions								
Balance - beginning of period	95,773	96,674	825	765	1,176	1,102	3,740	1,138
Units issued	30,569	24,477	10	-	29	-	1,286	-
Units issued on reinvestment of distributions	6	22	21	20	46	43	1	1
Units redeemed	(15,894)	(26,136)	-	-	(29)	(34)	(848)	-
Balance - end of period	**110,454**	**95,037**	**856**	**785**	**1,222**	**1,111**	**4,179**	**1,139**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic American Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	2,872,621	1,417,694	167,091	96,839
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 1,532	-	1,532	-	459,599	117,991	26,780	7,095
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 10,000	-	10,000	-	829,686	736,622	43,000	63,512
Redemption of redeemable units	$ -	-	-	-	(436,246)	(82,080)	(1,239)	(19,585)
Reinvestment of distributions to holders of redeemable units	$ 211	-	339	-	-	-	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 10,211	-	10,339	-	393,440	654,542	41,761	43,927
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (211)	-	(339)	-	-	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211)	-	(339)	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 11,532	-	11,532	-	853,039	772,533	68,541	51,022
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 11,532**	**-**	**11,532**	**-**	**3,725,660**	**2,190,227**	**235,632**	**147,861**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	251,401	131,840	14,643	9,030
Units issued	667	-	666	-	65,083	63,953	3,442	5,435
Units issued on reinvestment of distributions	13	-	21	-	-	-	-	-
Units redeemed	-	-	-	-	(32,738)	(6,867)	(100)	(1,665)
Balance - end of period	**680**	**-**	**687**	**-**	**283,746**	**188,926**	**17,985**	**12,800**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 4,187,784**	**2,550,664**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 651,840**	**208,029**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 1,287,711	1,062,619
Redemption of redeemable units	$ (645,668)	(397,418)
Reinvestment of distributions to holders of redeemable units	$ 1,728	1,032
Capitalized distributions	$ -	-
	$ 643,771	**666,233**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (1,751)	(1,240)
Return of capital	$ -	-
	$ (1,751)	**(1,240)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 1,293,860**	**873,022**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 5,481,644**	**3,423,686**
Redeemable Unit Transactions		
Balance - beginning of period	**367,558**	**240,549**
Units issued	101,752	93,865
Units issued on reinvestment of distributions	108	86
Units redeemed	(49,609)	(34,702)
Balance - end of period	**419,809**	**299,798**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic American Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**651,840**	208,029
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(115,599)**	(41,563)
Change in unrealized (appreciation) depreciation in value of investments	**(553,054)**	(180,776)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(1,389,406)**	(977,012)
Proceeds from sale of investments	**775,996**	298,403
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(15)**	-
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**2,266**	286
Change in other payables and accrued expenses	**415**	100
Net Cash Provided by (Used in) Operating Activities	**(627,557)**	(692,533)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(23)**	(208)
Proceeds from redeemable units issued	**1,327,408**	1,046,103
Redemption of redeemable units	**(648,821)**	(393,416)
Net Cash Provided by (Used in) Financing Activities	**678,564**	652,479
Net increase (decrease) in cash	**51,007**	(40,054)
Cash (bank indebtedness) at beginning of period	**(7,151)**	48,190
Cash (bank indebtedness) at end of period	**43,856**	8,136
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**6**	-
Interest paid	**(15)**	-

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Mutual Funds				
Dynamic American Fund, Series O	387,707	4,725,159	5,439,524	
		4,725,159	**5,439,524**	**99.23**
Total Investments		**4,725,159**	**5,439,524**	**99.23**
Other Assets less Liabilities			**42,120**	**0.77**
Total Net Assets			**5,481,644**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Dynamic American Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in underlying externally managed funds.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities indirectly through underlying externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic American Fund (continued)

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying externally managed funds.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Information Technology	37.0	30.3
Health Care	22.2	15.5
Industrials	17.7	23.9
Consumer Discretionary	15.3	12.7
Consumer Staples	4.0	-
Financials	2.9	11.6
Materials	-	6.1
Other Assets less Liabilities	0.9	(0.1)
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Mutual Funds	5,439,524	-	-	5,439,524

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Mutual Funds	4,191,311	-	-	4,191,311

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $29,530 ($81,709 for the period ended December 31, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated non-capital losses of $nil ($19,009 as at December 31, 2016). The non-capital losses for tax purposes are available for carry forward until the year ending 2036.
The Fund had no accumulated capital losses.

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F	1,216	15,413
Series F5	680	11,532
Series F8	687	11,532
Series I	1,219	16,011
Series T5	842	14,832
Series T8	903	14,839

	December 31, 2017	
	Units	Market Value ($)
Series F	1,214	13,486
Series F5	-	-
Series F8	-	-
Series I	1,219	13,934
Series T5	821	13,050
Series T8	868	13,056

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic American Fund (continued)

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at June 30, 2018 and December 31, 2017, SLA held the following position in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series I	42,679	560,391

	December 31, 2017	
	Units	Market Value ($)
Series I	42,679	487,674

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	January 29, 2015	January 30, 2015
Series T5 Units	January 29, 2015	January 30, 2015
Series T8 Units	January 29, 2015	January 30, 2015
Series F Units	January 29, 2015	January 30, 2015
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 29, 2015	January 30, 2015
Series O Units	January 29, 2015	January 30, 2015

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Energy Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**8,798,170**	13,982,458
Short-term investments	**-**	-
Cash	**1,108,140**	1,116,187
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**1,837**	29,285
Unrealized appreciation on swaps	**282**	13,618
Due from investment dealers	**-**	-
Accrued interest	**-**	-
Dividends receivable	**47,266**	62,490
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**173**	6,732
	9,955,868	15,210,770
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**11**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**24,588**	7,704
Unrealized depreciation on swaps	**8,055**	246
Accrued expenses	**1,081**	421
Redemptions payable	**201,032**	7,892
Distributions payable	**-**	-
Due to investment dealers	**-**	-
Management fees payable	**6,788**	2,105
Total liabilities (excluding net assets attributable to holders of redeemable units)	**241,555**	18,368
Net Assets Attributable to Holders of Redeemable Units	**9,714,313**	15,192,402
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**3,551,838**	4,129,577
Series T5	**45,210**	11,811
Series T8	**109,742**	111,033
Series F	**285,389**	266,048
Series F5	**11,524**	-
Series F8	**11,523**	-
Series I	**5,170,566**	10,144,227
Series O	**528,521**	529,706
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**9.85**	9.48
Series T5	**12.96**	12.81
Series T8	**11.70**	11.74
Series F	**10.11**	9.67
Series F5	**16.96**	-
Series F8	**16.75**	-
Series I	**10.34**	9.84
Series O	**10.31**	9.82

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**152,920**	701,304
Interest income for distribution purposes	**1,720**	1,450
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**389,128**	(2,073,971)
Net realized gain (loss) on futures contracts	**-**	(12,230)
Net realized gain (loss) on currency forward contracts	**(22,796)**	(326,762)
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**29,349**	(1,400,121)
Change in unrealized appreciation (depreciation) in value of investments	**(75,934)**	(15,545,103)
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(44,332)**	545,529
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**(21,145)**	(250,377)
Net gains (losses) on investments	**408,910**	(18,360,281)
Net gain (loss) on foreign exchange	**24,670**	21
Other income	**-**	-
Total income (loss)	**433,580**	(18,360,260)
Expenses (note 6)		
Management fees	**40,192**	42,424
Administration fees	**6,827**	29,307
Independent review committee fees	**40**	45
Withholding tax	**5,504**	18,546
Transaction costs (note 3)	**13,344**	116,032
Total operating expenses	**65,907**	206,354
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**367,673**	(18,566,614)
Finance Cost		
Interest expense	**(108)**	(100)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**367,565**	(18,566,714)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**130,671**	(868,576)
Series T5	**2,601**	(2,500)
Series T8	**4,215**	(10,542)
Series F	**13,954**	(49,754)
Series F5	**1,524**	-
Series F8	**1,523**	-
Series I	**188,209**	(17,496,681)
Series O	**24,868**	(138,661)
Weighted Average Number of Units Outstanding		
Series A	**399,473**	406,228
Series T5	**2,241**	826
Series T8	**9,183**	3,784
Series F	**29,200**	23,797
Series F5	**672**	-
Series F8	**676**	-
Series I	**710,910**	8,511,020
Series O	**52,931**	65,052

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Energy Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.33**	(2.14)
Series T5	**1.16**	(3.03)
Series T8	**0.46**	(2.79)
Series F	**0.48**	(2.09)
Series F5	**2.27**	-
Series F8	**2.25**	-
Series I	**0.26**	(2.06)
Series O	**0.47**	(2.13)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 4,129,577	3,650,073	11,811	11,325	111,033	98,717	266,048	197,615
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 130,671	(868,576)	2,601	(2,500)	4,215	(10,542)	13,954	(49,754)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 406,989	1,833,625	30,800	2,300	-	74,206	50,448	174,213
Redemption of redeemable units	$ (1,115,336)	(698,571)	-	-	(5,503)	(136,557)	(45,051)	(58,774)
Reinvestment of distributions to holders of redeemable units	$ 319	346	785	353	4,314	1,946	54	59
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ (708,028)	1,135,400	31,585	2,653	(1,189)	(60,405)	5,451	115,498
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (382)	(202)	(787)	(348)	(4,317)	(2,221)	(64)	(34)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (382)	(202)	(787)	(348)	(4,317)	(2,221)	(64)	(34)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (577,739)	266,622	33,399	(195)	(1,291)	(73,168)	19,341	65,710
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 3,551,838**	**3,916,695**	**45,210**	**11,130**	**109,742**	**25,549**	**285,389**	**263,325**
Redeemable Unit Transactions								
Balance - beginning of period	435,601	328,508	922	709	9,460	6,494	27,504	17,624
Units issued	43,509	181,124	2,505	157	-	4,891	5,303	17,454
Units issued on reinvestment of distributions	34	35	62	26	380	144	6	6
Units redeemed	(118,580)	(71,539)	-	-	(459)	(9,340)	(4,578)	(6,056)
Balance - end of period	**360,564**	**438,128**	**3,489**	**892**	**9,381**	**2,189**	**28,235**	**29,028**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Energy Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	10,144,227	66,256,442	529,706	892,880
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 1,524	-	1,523	-	188,209	(17,496,681)	24,868	(138,661)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 10,000	-	10,000	-	1,277,409	59,277,450	13,693	26,714
Redemption of redeemable units	$ -	-	-	-	(6,439,279)	(5,345,432)	(39,746)	(260,747)
Reinvestment of distributions to holders of redeemable units	$ 211	-	339	-	-	-	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 10,211	-	10,339	-	(5,161,870)	53,932,018	(26,053)	(234,033)
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (211)	-	(339)	-		-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211)	-	(339)	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 11,524	-	11,523	-	(4,973,661)	36,435,337	(1,185)	(372,694)
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 11,524**	**-**	**11,523**	**-**	**5,170,566**	**102,691,779**	**528,521**	**520,186**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	1,030,568	5,870,408	53,965	79,199
Units issued	667	-	667	-	129,605	5,818,400	1,432	2,444
Units issued on reinvestment of distributions	13	-	21	-	-	-	-	-
Units redeemed	-	-	-	-	(660,152)	(507,221)	(4,115)	(24,871)
Balance - end of period	**680**	**-**	**688**	**-**	**500,021**	**11,181,587**	**51,282**	**56,772**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 15,192,402**	**71,107,052**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 367,565**	**(18,566,714)**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 1,799,339	61,388,508
Redemption of redeemable units	$ (7,644,915)	(6,500,081)
Reinvestment of distributions to holders of redeemable units	$ 6,022	2,704
Capitalized distributions	$ -	-
	$ (5,839,554)	**54,891,131**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (6,100)	(2,805)
Return of capital	$ -	-
	$ (6,100)	**(2,805)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ (5,478,089)**	**36,321,612**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 9,714,313**	**107,428,664**
Redeemable Unit Transactions		
Balance - beginning of period	**1,558,020**	**6,302,942**
Units issued	183,688	6,024,470
Units issued on reinvestment of distributions	516	211
Units redeemed	(787,884)	(619,027)
Balance - end of period	**954,340**	**11,708,596**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Energy Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**367,565**	(18,566,714)
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(389,128)**	2,073,971
Change in unrealized (appreciation) depreciation in value of investments	**75,934**	15,545,103
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**44,332**	(545,529)
Change in unrealized (appreciation) depreciation in value of swaps	**21,145**	250,377
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**11**	(259,740)
Purchases of investments	**(2,646,225)**	(59,608,209)
Proceeds from sale of investments	**8,130,363**	17,012,827
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**15,224**	(59,571)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**4,683**	952
Change in other payables and accrued expenses	**14,004**	118,125
Net Cash Provided by (Used in) Operating Activities	**5,637,908**	(44,038,408)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(78)**	(101)
Proceeds from redeemable units issued	**1,805,898**	61,585,677
Redemption of redeemable units	**(7,451,775)**	(6,499,881)
Net Cash Provided by (Used in) Financing Activities	**(5,645,955)**	55,085,695
Net increase (decrease) in cash	**(8,047)**	11,047,287
Cash (bank indebtedness) at beginning of period	**1,116,187**	11,906,790
Cash (bank indebtedness) at end of period	**1,108,140**	22,954,077
Dividends received, net of withholding taxes	**162,640**	623,187
Interest received, net of withholding taxes	**1,720**	1,450
Interest paid	**(108)**	(100)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Anadarko Petroleum Corp.	2,100	189,649	202,348	
Calfrac Well Services Ltd.	16,000	96,400	89,280	
Canadian Natural Resources Ltd.	11,800	434,501	559,911	
Chevron Corp.	2,900	401,115	482,303	
Concho Resources Inc.	2,400	401,391	436,780	
ConocoPhillips	5,500	385,559	503,696	
Devon Energy Corp.	3,500	192,934	202,394	
Enerplus Corp.	35,200	307,199	583,616	
EOG Resources Inc.	2,600	291,600	425,570	
Gibson Energy Inc.	19,800	331,948	347,094	
Keyera Corp.	9,284	359,626	339,609	
Occidental Petroleum Corp.	4,200	311,773	462,320	
Pembina Pipeline Corp.	10,687	409,915	486,579	
PrairieSky Royalty Ltd.	12,642	357,740	328,060	
Royal Dutch Shell PLC, ADR B Shares	5,761	397,865	550,561	
Seven Generations Energy Ltd.	14,000	227,677	202,860	
Suncor Energy Inc.	11,058	417,441	591,603	
TORC Oil & Gas Ltd.	54,501	446,042	400,037	
Total SA	5,661	356,481	453,934	
TransCanada Corporation	8,006	407,762	455,381	
Whitecap Resources Inc.	45,800	399,138	408,078	
		7,123,756	**8,512,014**	**87.61**
Materials				
DowDuPont Inc.	3,300	293,088	286,156	
		293,088	**286,156**	**2.95**
Total Equities		**7,416,844**	**8,798,170**	**90.56**
Transaction Costs			**-**	
Total Investments		**7,416,844**	**8,798,170**	**90.56**
Currency Forward Contracts[1]			**(22,751)**	**(0.23)**
Unrealized appreciation/(depreciation) on swaps[2]			**(7,773)**	**(0.08)**
Other Assets less Liabilities			**946,667**	**9.75**
Total Net Assets			**9,714,313**	**100.00**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Energy Fund (continued)

Schedule of Investments (continued)

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
CIBC	A-1	14-Sep-2018	CAD	12,503	EUR	(8,000)	158
CIBC	A-1	18-Jul-2018	CAD	46,630	USD	(35,000)	604
Royal Bank of Canada	A-1+	14-Sep-2018	CAD	90,572	EUR	(58,000)	1,075
							1,837
Bank of Montreal	A-1	18-Jul-2018	CAD	27,247	USD	(21,000)	(368)
CIBC	A-1	18-Jul-2018	CAD	756,766	USD	(590,000)	(19,076)
CIBC	A-1	18-Jul-2018	CAD	25,573	USD	(20,000)	(727)
State Street Corporation	A-1	18-Jul-2018	CAD	76,932	USD	(60,000)	(1,967)
The Toronto-Dominion Bank	A-1+	18-Jul-2018	CAD	57,700	USD	(45,000)	(1,475)
The Toronto-Dominion Bank	A-1+	18-Jul-2018	USD	67,000	CAD	(89,083)	(975)
							(24,588)

[2] Swaps Schedule

Referenced Entity	Notional Units	Interest Rate	Expiry Date	Counterparty	Credit Rating for Counterparty	Market Value ($)	Unrealized Gain/(Loss) ($)
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	2,900	1-Month LIBOR + 60BPS	09-Jan-2019	Goldman Sachs & Co.	A-2	105,556	(1,488)
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	500	1-Month LIBOR + 60BPS	17-Jun-2019	Goldman Sachs & Co.	A-2	18,199	(257)
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	3,800	1-Month LIBOR + 60BPS	08-Aug-2018	Goldman Sachs & Co.	A-2	138,314	(1,950)
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	5,600	1-Month LIBOR + 60BPS	26-Jun-2019	Goldman Sachs & Co.	A-2	203,832	74
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(500)	1-Month LIBOR + 60BPS	17-Jun-2019	Goldman Sachs & Co.	A-2	(18,470)	(14)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(3,800)	1-Month LIBOR + 60BPS	08-Aug-2018	Goldman Sachs & Co.	A-2	(140,368)	(105)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(2,900)	1-Month LIBOR + 60BPS	09-Jan-2019	Goldman Sachs & Co.	A-2	(107,123)	(80)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(5,600)	1-Month LIBOR + 60BPS	26-Jun-2019	Goldman Sachs & Co.	A-2	(203,773)	(15)
PLAINS ALL AMER PIPELINE LP TRS - EQUITY LEG	7,500	1-Month LIBOR + 60BPS	21-Jun-2019	Goldman Sachs & Co.	A-2	233,229	(4,146)
PLAINS ALL AMER PIPELINE LP TRS - INT LEG	(7,500)	1-Month LIBOR + 60BPS	21-Jun-2019	Goldman Sachs & Co.	A-2	(237,167)	208
						(7,771)	**(7,773)**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Energy Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Dynamic Energy Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar. Credit risk from other financial instruments is minimal.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates. However, the Fund also holds foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies and reduce the current risk exposure to the Fund.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	2,886,551	29.71	4,969,299	32.71
Euro	377,095	3.88	516,160	3.40
Total	**3,263,646**	**33.59**	**5,485,459**	**36.11**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $163,182 ($274,273 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in publicly traded equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $439,520 ($699,792 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Energy Fund (continued)

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Energy	87.6	92.0
Materials	3.0	-
Derivative Assets (Liabilities)	(0.3)	0.2
Other Assets less Liabilities	9.7	7.8
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	8,798,170	-	-	8,798,170
Currency Forward Contracts	-	1,837	-	1,837
Swaps	-	282	-	282
Financial Liabilities				
Currency Forward Contracts	-	24,588	-	24,588
Swaps	-	8,055	-	8,055

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	13,982,458	-	-	13,982,458
Currency Forward Contracts	-	29,285	-	29,285
Swaps	-	13,618	-	13,618
Financial Liabilities				
Currency Forward Contracts	-	7,704	-	7,704
Swaps	-	246	-	246

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts and equity swaps, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $13,344 ($116,032 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $2,337 ($27,327 for the period ended December 31, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $5,733,521 ($1,265,031 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

As at December 31, 2017, the Fund had accumulated non-capital losses of $802,961 ($nil as at December 31, 2016). The non-capital losses for tax purposes are available for carry forward until the year ending 2036.

The Fund had no accumulated capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Energy Fund (continued)

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F	-	-
Series F5	680	11,524
Series F8	688	11,524
Series T5	777	10,061
Series T8	861	10,071

	December 31, 2017	
	Units	Market Value ($)
Series F	2,060	19,924
Series F5	-	-
Series F8	-	-
Series T5	756	9,683
Series T8	825	9,685

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	1,837	(762)	-	1,075
Derivative assets - Swaps	282	(282)	-	-
Total	**2,119**	**(1,044)**	**-**	**1,075**
Derivative liabilities - Forward Contracts	(24,588)	762	-	(23,826)
Derivative liabilities - Swaps	(8,055)	282	-	(7,773)
Total	**(32,643)**	**1,044**	**-**	**(31,599)**
December 31, 2017				
Derivative assets - Forward Contracts	29,285	(3,848)	-	25,437
Derivative assets - Swaps	13,618	(246)	-	13,372
Total	**42,903**	**(4,094)**	**-**	**38,809**
Derivative liabilities - Forward Contracts	(7,704)	3,848	-	(3,856)
Derivative liabilities - Swaps	(246)	246	-	-
Total	**(7,950)**	**4,094**	**-**	**(3,856)**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	July 30, 2015	August 07, 2015
Series T5 Units	July 30, 2015	August 07, 2015
Series T8 Units	July 30, 2015	August 07, 2015
Series F Units	July 30, 2015	August 07, 2015
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	July 30, 2015	August 07, 2015
Series O Units	July 30, 2015	August 07, 2015

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Equity Income Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**76,883,258**	70,013,552
Short-term investments	**-**	-
Cash	**232,797**	-
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**212,555**	-
Accrued interest	**29**	-
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**389,791**	-
Subscriptions receivable	**21,639**	544,500
	77,740,069	70,558,052
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	12,857
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**7,065**	1,896
Redemptions payable	**243,134**	15,227
Distributions payable	**266**	-
Due to investment dealers	**389,791**	528,169
Management fees payable	**47,419**	10,836
Total liabilities (excluding net assets attributable to holders of redeemable units)	**687,675**	568,985
Net Assets Attributable to Holders of Redeemable Units	**77,052,394**	69,989,067
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**27,127,998**	23,314,969
Series F	**1,569,656**	1,417,483
Series I	**43,870,260**	40,783,346
Series O	**4,484,480**	4,473,269
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**10.68**	10.97
Series F	**10.80**	11.09
Series I	**11.29**	11.52
Series O	**10.15**	10.41

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**3,106**	366
Distributions from underlying funds	**2,274,227**	1,537,033
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**164,167**	128,843
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(1,744,414)**	1,639,626
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**697,086**	3,305,868
Net gain (loss) on foreign exchange	**-**	-
Other income	**-**	-
Total income (loss)	**697,086**	3,305,868
Expenses (note 6)		
Management fees	**249,655**	164,802
Administration fees	**38,016**	26,208
Independent review committee fees	**299**	191
Withholding tax	**-**	-
Transaction costs (note 3)	**-**	-
Total operating expenses	**287,970**	191,201
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**409,116**	3,114,667
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**409,116**	3,114,667
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(14,433)**	927,067
Series F	**3,186**	17,824
Series I	**384,880**	1,995,103
Series O	**35,483**	174,673
Weighted Average Number of Units Outstanding		
Series A	**2,382,662**	1,474,923
Series F	**136,867**	32,049
Series I	**3,778,156**	2,436,140
Series O	**450,444**	271,430
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(0.01)**	0.63
Series F	**0.02**	0.56
Series I	**0.10**	0.82
Series O	**0.08**	0.64

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Equity Income Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series F		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 23,314,969	14,417,492	1,417,483	191,904	40,783,346	24,857,719
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (14,433)	927,067	3,186	17,824	384,880	1,995,103
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 7,081,291	5,089,653	568,797	676,653	7,687,553	7,628,875
Redemption of redeemable units	$ (3,241,147)	(1,511,175)	(418,264)	(158,318)	(4,985,519)	(3,146,627)
Reinvestment of distributions to holders of redeemable units	$ 570,738	357,848	40,485	10,153	1,124,969	591,389
Capitalized distributions	$ -	-	-	-	-	-
	$ 4,410,882	3,936,326	191,018	528,488	3,827,003	5,073,637
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (583,420)	(362,119)	(42,031)	(10,131)	(1,124,969)	(591,389)
Return of capital	$ -	-	-	-	-	-
	$ (583,420)	(362,119)	(42,031)	(10,131)	(1,124,969)	(591,389)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 3,813,029	4,501,274	152,173	536,181	3,086,914	6,477,351
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 27,127,998**	**18,918,766**	**1,569,656**	**728,085**	**43,870,260**	**31,335,070**
Redeemable Unit Transactions						
Balance - beginning of period	2,126,050	1,303,841	127,837	16,848	3,541,086	2,135,300
Units issued	663,874	443,879	52,621	56,875	685,916	635,328
Units issued on reinvestment of distributions	53,880	31,246	3,779	855	100,616	48,744
Units redeemed	(304,409)	(131,815)	(38,962)	(13,214)	(443,150)	(257,832)
Balance - end of period	**2,539,395**	**1,647,151**	**145,275**	**61,364**	**3,884,468**	**2,561,540**

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 4,473,269	2,041,652	**69,989,067**	**41,508,767**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 35,483	174,673	**409,116**	**3,114,667**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 659,645	1,686,515	15,997,286	15,081,696
Redemption of redeemable units	$ (680,422)	(145,423)	(9,325,352)	(4,961,543)
Reinvestment of distributions to holders of redeemable units	$ 138,663	80,017	1,874,855	1,039,407
Capitalized distributions	$ -	-	-	-
	$ 117,886	1,621,109	**8,546,789**	**11,159,560**
Distributions to Holders of Redeemable Units				
From capital gains	$ -	-	-	-
From net investment income	$ (142,158)	(83,260)	(1,892,578)	(1,046,899)
Return of capital	$ -	-	-	-
	$ (142,158)	(83,260)	**(1,892,578)**	**(1,046,899)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 11,211	1,712,522	**7,063,327**	**13,227,328**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 4,484,480**	**3,754,174**	**77,052,394**	**54,736,095**
Redeemable Unit Transactions				
Balance - beginning of period	429,825	194,838	**6,224,798**	**3,650,827**
Units issued	65,709	154,765	1,468,120	1,290,847
Units issued on reinvestment of distributions	13,782	7,328	172,057	88,173
Units redeemed	(67,498)	(13,450)	(854,019)	(416,311)
Balance - end of period	**441,818**	**343,481**	**7,010,956**	**4,613,536**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Equity Income Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**409,116**	3,114,667
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(164,167)**	(128,843)
Change in unrealized (appreciation) depreciation in value of investments	**1,744,414**	(1,639,626)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(2,274,227)**	(1,537,033)
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(9,786,239)**	(11,735,146)
Proceeds from sale of investments	**3,259,580**	1,657,824
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(29)**	-
Change in distributions receivable from underlying funds	**(389,791)**	(276,107)
Change in management fees payable	**36,583**	9,054
Change in other payables and accrued expenses	**5,169**	1,720
Net Cash Provided by (Used in) Operating Activities	**(7,159,591)**	(10,533,490)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(17,457)**	(7,591)
Proceeds from redeemable units issued	**16,520,147**	15,606,010
Redemption of redeemable units	**(9,097,445)**	(4,931,501)
Net Cash Provided by (Used in) Financing Activities	**7,405,245**	10,666,918
Net increase (decrease) in cash	**245,654**	133,428
Cash (bank indebtedness) at beginning of period	**(12,857)**	23,066
Cash (bank indebtedness) at end of period	**232,797**	156,494
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**3,077**	366
Interest paid	**-**	-

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
MUTUAL FUND				
Dynamic Equity Income Fund, Series O	10,183,213	73,220,058	76,883,258	
		73,220,058	**76,883,258**	**99.78**
Total Investments		**73,220,058**	**76,883,258**	**99.78**
Other Assets less Liabilities			**169,136**	**0.22**
Total Net Assets			**77,052,394**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Dynamic Equity Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying externally managed fund.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities indirectly through the underlying externally managed fund, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Equity Income Fund (continued)

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in the underlying externally managed fund.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in the underlying externally managed fund.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Financials	19.8	17.3
Health Care	10.5	6.9
Industrials	8.9	10.4
Information Technology	8.4	7.5
Energy Infrastructure	7.1	6.5
Consumer Staples	6.9	6.1
Utilities	6.5	7.2
Consumer Discretionary	6.3	8.2
Energy	5.1	3.0
Telecommunication Services	5.0	7.2
Real Estate	4.4	7.6
Materials	2.6	1.4
Private Equity - Real Estate	1.9	1.9
Other Assets less Liabilities	6.6	8.8
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Mutual Fund	76,883,258	-	-	76,883,258

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Mutual Fund	70,013,552	-	-	70,013,552

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $64,963 ($124,527 for the period ended December 31, 2017).

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 16, 2013
Series F Units	January 11, 2013	January 16, 2013
Series I Units	January 11, 2013	January 16, 2013
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**138,036,655**	156,971,325
Short-term investments	**20,479,088**	-
Cash	**17,187,425**	19,073,374
Margin	**19,077**	2,487,107
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**2,696**	-
Unrealized appreciation on currency forward contracts	**5,532**	705,303
Unrealized appreciation on swaps	**30,360**	138,906
Due from investment dealers	**889,906**	49,342
Accrued interest	**182,000**	225,039
Dividends receivable	**273,101**	338,246
Distributions receivable from underlying funds	**142,869**	-
Subscriptions receivable	**11,844**	43,295
	177,260,553	180,031,937
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**75**	-
Option contracts, at fair value - short	**106,269**	29,033
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**5,740**	-
Unrealized depreciation on currency forward contracts	**303,556**	-
Unrealized depreciation on swaps	**26,437**	3,907
Accrued expenses	**18,156**	5,713
Redemptions payable	**126,134**	130,947
Distributions payable	**3,938**	-
Due to investment dealers	**4,244,806**	-
Management fees payable	**103,987**	29,820
Total liabilities (excluding net assets attributable to holders of redeemable units)	**4,939,098**	199,420
Net Assets Attributable to Holders of Redeemable Units	**172,321,455**	179,832,517
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**56,091,080**	60,256,202
Series F	**1,804,727**	1,669,475
Series I	**103,103,404**	105,900,689
Series O	**11,322,244**	12,006,151
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**9.67**	10.03
Series F	**10.13**	10.50
Series I	**10.88**	11.21
Series O	**9.57**	9.94

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**1,403,192**	1,758,012
Interest income for distribution purposes	**469,251**	552,041
Distributions from underlying funds	**827,145**	702,115
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**2,559,562**	2,998,628
Net realized gain (loss) on futures contracts	**(43,431)**	(111,756)
Net realized gain (loss) on currency forward contracts	**(1,197,081)**	(308,808)
Net realized gain (loss) on option contracts	**289,023**	261,600
Net realized gain (loss) on swaps	**152,254**	538,539
Change in unrealized appreciation (depreciation) in value of investments	**(3,724,932)**	1,324,810
Change in unrealized appreciation (depreciation) in value of futures contracts	**(3,044)**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(1,003,327)**	173,895
Change in unrealized appreciation (depreciation) in option contracts	**(90,256)**	38,191
Change in unrealized appreciation (depreciation) in value of swaps	**(131,076)**	18,560
Net gains (losses) on investments	**(492,720)**	7,945,827
Net gain (loss) on foreign exchange	**738,009**	(372,616)
Other income	**-**	-
Total income (loss)	**245,289**	7,573,211
Expenses (note 6)		
Management fees	**597,407**	627,286
Administration fees	**104,847**	109,236
Independent review committee fees	**676**	682
Withholding tax	**88,743**	100,112
Transaction costs (note 3)	**86,736**	69,621
Total operating expenses	**878,409**	906,937
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(633,120)**	6,666,274
Finance Cost		
Interest expense	**(36)**	(50)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**(633,156)**	6,666,224
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(641,450)**	1,905,777
Series F	**(8,799)**	27,274
Series I	**27,621**	4,343,060
Series O	**(10,528)**	390,113
Weighted Average Number of Units Outstanding		
Series A	**5,928,306**	6,023,388
Series F	**168,412**	96,480
Series I	**9,446,517**	9,344,576
Series O	**1,213,836**	1,003,541
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(0.11)**	0.32
Series F	**(0.05)**	0.28
Series I	**-**	0.46
Series O	**(0.01)**	0.39

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series F		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 60,256,202	61,287,511	1,669,475	842,764	105,900,689	103,680,167
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (641,450)	1,905,777	(8,799)	27,274	27,621	4,343,060
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 6,073,475	4,745,047	258,250	624,110	7,362,106	3,862,684
Redemption of redeemable units	$ (9,584,570)	(7,828,221)	(114,147)	(234,880)	(10,187,012)	(8,025,003)
Reinvestment of distributions to holders of redeemable units	$ 1,498,798	1,531,160	55,269	30,645	3,128,214	2,376,358
Capitalized distributions	$ -	-	-	-	-	-
	$ (2,012,297)	(1,552,014)	199,372	419,875	303,308	(1,785,961)
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (1,511,375)	(1,537,697)	(55,321)	(30,627)	(3,128,214)	(2,376,358)
Return of capital	$ -	-	-	-	-	-
	$ (1,511,375)	(1,537,697)	(55,321)	(30,627)	(3,128,214)	(2,376,358)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (4,165,122)	(1,183,934)	135,252	416,522	(2,797,285)	180,741
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 56,091,080**	**60,103,577**	**1,804,727**	**1,259,286**	**103,103,404**	**103,860,908**
Redeemable Unit Transactions						
Balance - beginning of period	6,006,676	6,163,052	158,924	81,134	9,449,259	9,587,422
Units issued	615,564	465,497	25,029	58,172	665,985	346,523
Units issued on reinvestment of distributions	154,018	150,949	5,425	2,882	286,697	213,785
Units redeemed	(975,366)	(769,991)	(11,186)	(21,933)	(923,628)	(724,718)
Balance - end of period	**5,800,892**	**6,009,507**	**178,192**	**120,255**	**9,478,313**	**9,423,012**

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 12,006,151	10,099,719	**179,832,517**	**175,910,161**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (10,528)	390,113	**(633,156)**	**6,666,224**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 1,308,874	1,272,676	15,002,705	10,504,517
Redemption of redeemable units	$ (1,962,175)	(1,156,965)	(21,847,904)	(17,245,069)
Reinvestment of distributions to holders of redeemable units	$ 414,844	309,948	5,097,125	4,248,111
Capitalized distributions	$ -	-	-	-
	$ (238,457)	425,659	**(1,748,074)**	**(2,492,441)**
Distributions to Holders of Redeemable Units				
From capital gains	$ -	-	-	-
From net investment income	$ (434,922)	(328,322)	(5,129,832)	(4,273,004)
Return of capital	$ -	-	-	-
	$ (434,922)	(328,322)	**(5,129,832)**	**(4,273,004)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (683,907)	487,450	**(7,511,062)**	**(99,221)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 11,322,244**	**10,587,169**	**172,321,455**	**175,810,940**
Redeemable Unit Transactions				
Balance - beginning of period	1,208,391	1,028,008	**16,823,250**	**16,859,616**
Units issued	134,018	125,401	1,440,596	995,593
Units issued on reinvestment of distributions	43,056	30,786	489,196	398,402
Units redeemed	(202,492)	(116,115)	(2,112,672)	(1,632,757)
Balance - end of period	**1,182,973**	**1,068,080**	**16,640,370**	**16,620,854**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(633,156)**	6,666,224
Adjustments for:		
Gain on short-term investments	**(6,417)**	-
Net realized (gain) loss on sale of investments	**(2,559,562)**	(2,998,628)
Change in unrealized (appreciation) depreciation in value of investments	**3,724,932**	(1,324,810)
Change in unrealized (appreciation) depreciation in value of futures contracts	**3,044**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**1,003,327**	(173,895)
Change in unrealized (appreciation) depreciation in value of swaps	**131,076**	(18,560)
Non-cash income distributions from underlying funds	**(827,145)**	(702,115)
Change in fair value of option contracts	**77,236**	(59,697)
Change in fair value of credit default swaps	**-**	-
Change in margin	**2,468,105**	(99)
Purchases of investments	**(71,566,898)**	(45,538,814)
Proceeds from sale of investments	**93,603,881**	55,033,439
Purchases of short-term investments	**(27,058,009)**	-
Proceeds from sale of short-term investments	**6,472,488**	-
Change in dividends and interest receivable	**108,184**	(53,388)
Change in distributions receivable from underlying funds	**(142,869)**	(73,649)
Change in management fees payable	**74,167**	808
Change in other payables and accrued expenses	**88,997**	63,438
Net Cash Provided by (Used in) Operating Activities	**4,961,381**	10,820,254
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(28,769)**	(24,893)
Proceeds from redeemable units issued	**15,034,156**	10,352,850
Redemption of redeemable units	**(21,852,717)**	(17,754,946)
Net Cash Provided by (Used in) Financing Activities	**(6,847,330)**	(7,426,989)
Net increase (decrease) in cash	**(1,885,949)**	3,393,265
Cash (bank indebtedness) at beginning of period	**19,073,374**	24,251,792
Cash (bank indebtedness) at end of period	**17,187,425**	27,645,057
Dividends received, net of withholding taxes	**1,379,594**	1,604,913
Interest received, net of withholding taxes	**512,290**	551,640
Interest paid	**(36)**	(50)

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
United States Treasury Bill	1.723%	26-Jul-2018	4,235,000	5,619,659	5,563,181	
United States Treasury Bill	1.836%	30-Aug-2018	4,235,000	5,609,150	5,552,777	
				11,228,809	**11,115,958**	**6.45**
Bankers' Acceptances						
Canadian Imperial Bank of Commerce	1.641%	2-Aug-2018	2,350,000	2,340,530	2,340,530	
Royal Bank of Canada	1.631%	1-Aug-2018	2,350,000	2,340,694	2,340,694	
The Bank of Nova Scotia	1.659%	1-Aug-2018	2,350,000	2,340,530	2,340,530	
The Toronto-Dominion Bank	1.620%	26-Jul-2018	2,350,000	2,341,376	2,341,376	
				9,363,130	**9,363,130**	**5.43**
Total Short-Term Investments				**20,591,939**	**20,479,088**	**11.88**
BONDS						
Federal Bonds						
Canadian Government Bond	2.500	1-Jun-2024	210,000	213,192	214,448	
Canadian Government Bond	2.000	1-Jun-2028	1,750,000	1,691,770	1,724,168	
Canadian Government Bond	5.750	1-Jun-2033	118,000	167,525	170,915	
				2,072,487	**2,109,531**	**1.22**
Corporate Bonds						
Alectra Inc.	2.488	17-May-2027	186,000	186,000	178,815	
Algonquin Power Co.	4.090	17-Feb-2027	30,000	29,979	30,478	
Alimentation Couche-Tard Inc.	3.056	26-Jul-2024	284,000	284,000	278,604	
Alliance Pipeline LP	4.928	16-Dec-2019	204,000	222,876	208,906	
Alliance Pipeline LP	6.765	31-Dec-2025	40,109	45,306	45,319	
AltaGas Ltd.	3.720	28-Sep-2021	57,000	59,922	58,145	
AltaGas Ltd.	3.840	15-Jan-2025	307,000	309,773	310,919	
AltaGas Ltd.	3.980	4-Oct-2027	62,000	61,975	62,476	
AltaLink Investments LP	2.244	7-Mar-2022	117,000	115,825	114,594	
AltaLink LP	3.399	6-Jun-2024	306,000	315,324	315,071	
Anheuser-Busch InBev Finance Inc.	2.600	15-May-2024	18,000	17,860	17,392	
Bank of America Corp.	3.407	20-Sep-2025	229,000	228,176	228,590	
Bank of America Corp.	3.366	23-Jan-2026	42,000	52,366	53,202	
Bank of Montreal	3.400	23-Apr-2021	235,000	247,864	239,416	
Bank of Montreal	2.890	20-Jun-2023	57,000	56,990	56,902	
Bank of Montreal	3.120	19-Sep-2024	127,000	128,713	127,656	
bcIMC Realty Corp.	3.510	29-Jun-2022	103,000	110,941	105,708	
bcIMC Realty Corp.	3.000	31-Mar-2027	125,000	127,240	123,516	
Bell Canada Inc.	3.350	22-Mar-2023	90,000	91,800	91,017	
Bell Canada Inc.	4.700	11-Sep-2023	119,000	130,775	127,339	
Bell Canada Inc.	2.700	27-Feb-2024	188,000	184,868	182,784	
BP Capital Markets PLC	3.470	15-May-2025	155,000	155,018	156,477	
Brookfield Asset Management Inc.	4.540	31-Mar-2023	13,000	14,048	13,709	
Brookfield Asset Management Inc.	5.040	8-Mar-2024	96,000	105,989	103,344	
Brookfield Asset Management Inc.	4.820	28-Jan-2026	211,000	229,872	225,258	
Brookfield Infrastructure Finance ULC	3.452	11-Mar-2022	340,000	341,270	343,544	
Brookfield Infrastructure Finance ULC	3.315	22-Feb-2024	8,000	8,111	7,934	
Brookfield Renewable Partners ULC	4.790	7-Feb-2022	94,000	103,069	99,431	
Brookfield Renewable Partners ULC	3.630	15-Jan-2027	322,000	323,176	318,196	
BRP Finance ULC	4.790	7-Feb-2022	57,000	61,773	60,293	
Bruce Power LP	3.969	23-Jun-2026	161,000	166,055	166,390	
Canadian Imperial Bank of Commerce	2.300	11-Jul-2022	143,000	141,273	140,162	
Canadian Imperial Bank of Commerce	3.450	4-Apr-2028	81,000	80,974	80,473	
Canadian Tire Corp., Ltd.	3.167	6-Jul-2023	233,000	233,000	234,040	
Canadian Utilities Ltd.	3.122	9-Nov-2022	110,000	116,548	111,941	
Choice Properties Real Estate Investment Trust	3.556	9-Sep-2024	116,000	116,000	115,608	
CI Financial Corp.	3.904	27-Sep-2027	95,000	95,000	96,380	
Emera Inc.	2.900	16-Jun-2023	132,000	131,630	130,281	
Enbridge Inc.	3.940	30-Jun-2023	28,000	28,970	28,858	
Enbridge Inc.	5.375	27-Sep-2077	252,000	249,603	239,728	
Enbridge Inc.	6.625	12-Apr-2078	40,000	40,509	41,272	
Enbridge Income Fund	3.940	13-Jan-2023	153,000	157,709	157,217	
Enbridge Pipelines Inc.	8.200	15-Feb-2024	132,000	178,314	164,175	

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Enbridge Southern Lights LP	4.014	30-Jun-2040	111,505	114,292	109,593	
First Capital Realty Inc.	3.950	5-Dec-2022	104,000	108,735	106,624	
First Capital Realty Inc.	4.323	31-Jul-2025	63,000	67,427	65,047	
First Capital Realty Inc.	3.753	12-Jul-2027	223,000	223,000	218,743	
Fortis Inc.	2.850	12-Dec-2023	81,000	81,094	79,862	
H&R Real Estate Investment Trust	3.416	23-Jan-2023	55,000	55,000	54,807	
H&R Real Estate Investment Trust	3.369	30-Jan-2024	65,000	65,044	63,927	
Heathrow Funding Ltd.	3.250	21-May-2025	575,000	581,247	578,387	
Hydro One Ltd.	4.000	30-Sep-2027	1,630,000	571,772	448,087	
Intact Financial Corp.	3.770	2-Mar-2026	332,000	341,529	342,374	
Inter Pipeline Ltd.	4.967	2-Feb-2021	131,000	145,333	137,601	
Kimco Realty Corp.	2.700	1-Mar-2024	120,000	152,482	146,804	
Loblaw Cos Ltd.	4.860	12-Sep-2023	60,000	65,035	64,527	
Lower Mattagami Energy LP	3.416	20-Jun-2024	169,000	180,782	174,428	
Lower Mattagami Energy LP	2.307	21-Oct-2026	237,000	222,654	225,474	
McDonald's Corp.	3.125	4-Mar-2025	176,000	178,132	174,655	
Morgan Stanley	3.125	5-Aug-2021	130,000	130,816	130,836	
North West Redwater Partnership / NWR Financing Co Ltd.	2.800	1-Jun-2027	143,000	142,627	137,210	
OMERS Realty Corp.	2.858	23-Feb-2024	394,000	392,770	391,556	
OMERS Realty Corp.	3.244	4-Oct-2027	44,000	44,264	44,171	
Pembina Pipeline Corp.	2.990	22-Jan-2024	154,000	151,027	151,340	
Pembina Pipeline Corp.	3.540	3-Feb-2025	621,000	617,704	622,662	
Rogers Communications Inc.	5.340	22-Mar-2021	64,000	73,111	68,271	
Royal Bank of Canada	2.360	5-Dec-2022	344,000	338,183	336,913	
Royal Bank of Canada	2.949	1-May-2023	159,000	158,792	159,308	
Royal Bank of Canada	3.040	17-Jul-2024	180,000	182,121	180,805	
Smart Real Estate Investment Trust	3.985	30-May-2023	61,000	63,587	62,358	
Smart Real Estate Investment Trust	3.556	6-Feb-2025	95,000	93,170	93,529	
Suncor Energy Inc.	3.000	14-Sep-2026	149,000	147,860	145,877	
TELUS Corp.	3.750	17-Jan-2025	29,000	29,942	29,665	
TELUS Corp.	3.625	1-Mar-2028	405,000	398,788	404,674	
The Bank of Nova Scotia	2.980	17-Apr-2023	168,000	168,132	168,317	
The Bank of Nova Scotia	2.290	28-Jun-2024	305,000	300,212	292,948	
The Toronto-Dominion Bank	3.005	30-May-2023	239,000	239,000	240,342	
The Toronto-Dominion Bank	1.909	18-Jul-2023	299,000	295,450	285,357	
The Toronto-Dominion Bank	3.226	24-Jul-2024	512,000	535,010	519,469	
The Walt Disney Co.	2.758	7-Oct-2024	76,000	76,000	74,944	
TMX Group Ltd.	2.997	11-Dec-2024	87,000	85,964	86,312	
TMX Group Ltd.	3.779	5-Jun-2028	442,000	448,720	452,506	
Union Gas Ltd.	3.790	10-Jul-2023	126,000	135,832	131,549	
United Parcel Service Inc.	2.125	21-May-2024	169,000	167,313	161,395	
Ventas Canada Finance Ltd.	4.125	30-Sep-2024	266,000	276,325	276,337	
Videotron Ltd.	5.625	15-Jun-2025	183,000	196,736	192,345	
Wells Fargo & Co.	2.094	25-Apr-2022	49,000	47,792	47,383	
Wells Fargo & Co.	2.509	27-Oct-2023	197,000	189,758	190,183	
Westcoast Energy Inc.	3.120	5-Dec-2022	257,000	260,440	258,517	
				15,627,488	**15,319,579**	**8.89**
Mortgage-Backed Securities						
Merrill Lynch Financial Assets Inc.	5.145	12-Oct-2039	225,000	233,629	233,237	
				233,629	**233,237**	**0.14**
Total Bonds				**17,933,604**	**17,662,347**	**10.25**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Canadian Natural Resources Ltd.	55,600	2,426,587	2,638,219	
Enbridge Inc.	29,500	1,435,685	1,386,500	
Pembina Pipeline Corp.	22,100	797,154	1,006,213	
Royal Dutch Shell PLC, ADR B Shares	21,400	1,887,125	2,045,133	
Suncor Energy Inc.	41,700	1,954,662	2,230,950	
TransCanada Corporation	15,200	764,632	864,576	
		9,265,845	**10,171,591**	**5.90**
Materials				
DowDuPont Inc.	20,400	1,782,728	1,768,966	
Glencore PLC	139,700	931,381	878,281	
The Sherwin-Williams Company	1,700	795,431	911,430	
		3,509,540	**3,558,677**	**2.07**
Industrials				
3M Co.	3,300	877,679	853,954	
Canadian National Railway Co.	16,400	1,590,693	1,763,492	
Canadian Pacific Railway Ltd.	7,000	1,325,224	1,686,440	
Honeywell International Inc.	9,000	1,483,419	1,705,406	
United Technologies Corp.	10,500	1,630,398	1,726,934	
		6,907,413	**7,736,226**	**4.49**
Consumer Discretionary				
Comcast Corporation, Class A	52,300	2,195,792	2,257,252	
Home Depot Inc.	11,600	2,177,306	2,977,058	
McDonald's Corp.	10,600	2,258,658	2,184,838	
The TJX Companies Inc.	7,000	688,963	876,427	
		7,320,719	**8,295,575**	**4.80**
Consumer Staples				
Costco Wholesale Corp.	5,600	1,204,623	1,539,448	
Loblaw Companies Ltd.	28,100	1,931,809	1,899,560	
The Coca-Cola Co.	16,000	917,819	923,125	
		4,054,251	**4,362,133**	**2.53**
Health Care				
Johnson & Johnson	13,700	2,236,322	2,186,738	
Medtronic PLC	17,200	1,702,564	1,936,980	
Pfizer Inc.	38,000	1,678,600	1,813,523	
UnitedHealth Group Inc.	6,000	1,749,541	1,936,385	
		7,367,027	**7,873,626**	**4.57**
Financials				
Atrium Mortgage Investment Corp.	46,400	546,452	596,240	
Bank of America Corporation	45,800	1,661,923	1,698,371	
Blackstone Mortgage Trust Inc.	53,600	2,217,580	2,216,059	
Brookfield Asset Management Inc., Class A	58,800	2,672,122	3,135,805	
Canadian Imperial Bank of Commerce	15,400	1,657,856	1,761,144	
Citigroup Inc.	9,600	842,670	845,083	
JPMorgan Chase & Co.	15,600	1,734,442	2,138,279	
Morgan Stanley	25,600	1,797,329	1,596,212	
Royal Bank of Canada	18,000	1,475,038	1,781,820	
Starwood Property Trust Inc.	78,300	2,302,453	2,236,113	
The Bank of Nova Scotia	23,100	1,582,900	1,719,564	
The Toronto-Dominion Bank	24,800	1,618,057	1,887,032	
Visa Inc., Class A	5,600	580,365	975,691	
		20,689,187	**22,587,413**	**13.10**
Real Estate				
Equinix Inc.	1,800	956,090	1,017,893	
Equity Residential	26,500	2,154,964	2,220,186	
Killam Apartment Real Estate Investment Trust	117,296	1,514,606	1,757,094	
Smart Real Estate Investment Trust	31,984	909,451	976,472	
Weyerhaeuser Co.	18,700	764,972	896,872	
		6,300,083	**6,868,517**	**3.99**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Information Technology				
Apple Inc.	5,200	1,025,099	1,266,209	
Broadcom Inc.	1,300	438,245	414,933	
Cisco Systems Inc.	7,700	437,571	435,847	
Intel Corp.	5,900	434,720	385,805	
MasterCard Inc., Class A	3,900	479,875	1,008,193	
Microsoft Corp.	13,300	1,286,750	1,725,221	
NVIDIA Corp.	1,300	448,080	405,117	
Oracle Corp.	21,400	1,252,864	1,240,310	
Texas Instruments Inc.	6,700	718,026	971,685	
		6,521,230	**7,853,320**	**4.56**
Telecommunication Services				
American Tower Corp.	4,800	676,740	910,308	
BCE Inc.	32,700	1,815,061	1,740,948	
Rogers Communications Inc., Class B	31,100	1,553,777	1,941,884	
TELUS Corp.	37,700	1,770,919	1,760,590	
		5,816,497	**6,353,730**	**3.69**
Utilities				
Fortis Inc.	51,424	2,062,972	2,160,836	
Innergex Renewable Energy Inc.	144,600	1,673,085	1,996,926	
NextEra Energy Inc.	4,900	724,670	1,076,621	
		4,460,727	**5,234,383**	**3.04**
Total Equities		**82,212,519**	**90,895,191**	**52.74**
MUTUAL FUNDS				
Dynamic Total Return Bond Fund, Series O	1,901,734	19,261,050	18,275,664	
Dynamic Credit Spectrum Fund, Series O	532,582	4,987,098	4,574,875	
Dynamic High Yield Bond Fund, Series O	1,528,378	5,035,698	4,554,567	
Dynamic Premium Yield Fund, Series O	194,014	2,171,236	2,074,011	
Total Mutual Funds		**31,455,082**	**29,479,117**	**17.11**
Transaction Costs		**(39,188)**		
Total Investments		**152,153,956**	**158,515,743**	**91.98**
Currency Forward Contracts[1]			**(298,024)**	**(0.17)**
Unrealized appreciation/(depreciation) on futures contracts[2]			**(3,044)**	**-**
Option Contracts[3]			**(106,269)**	**(0.06)**
Unrealized appreciation/(depreciation) on swaps[4]			**3,923**	**-**
Other Assets less Liabilities			**14,209,126**	**8.25**
Total Net Assets			**172,321,455**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
T.D. Bank Corp.	A-1+	9-Aug-2018	CAD	448,059	GBP	(257,000)	1,185
T.D. Bank Corp.	A-1+	9-Aug-2018	CAD	413,556	SEK	(2,776,000)	4,347
T.D. Bank Corp.	A-1+	9-Aug-2018	SEK	256,000	CAD	(38,199)	(463)
T.D. Bank Corp.	A-1+	9-Aug-2018	SEK	1,053,000	CAD	(158,239)	(3,014)
T.D. Bank Corp.	A-1+	9-Aug-2018	SEK	1,467,000	CAD	(222,141)	(5,885)
Royal Bank of Canada	A-1+	9-Aug-2018	CAD	2,392,198	USD	(1,841,760)	(28,783)
T.D. Bank Corp.	A-1+	9-Aug-2018	CAD	9,984,049	USD	(7,661,062)	(86,430)
CIBC	A-1	9-Aug-2018	CAD	11,621,993	USD	(8,914,622)	(96,302)
Bank of Nova Scotia	A-1	9-Aug-2018	CAD	7,592,088	USD	(5,838,563)	(82,679)
							(298,024)

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

Schedule of Investments (continued)

(2) Futures Contracts Schedule

Name of Future	Contracted Value ($)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value ($)	Unrealized Appreciation/ (Depreciation) ($)
MTL 10YR Canadian Bond Futures	(549,536)	19-Sep-18	(4)	137.38	(546,840)	2,696
MTL 10YR Canadian Bond Futures	(541,100)	19-Sep-18	(4)	135.27	(546,840)	(5,740)
					12,715,560	**(3,044)**

(3) Option Contracts

	Option Type	Strike	Expiry Date	Number of Contracts	Average Cost ($)	Current Value ($)
Bank of America Corp. @30 Put Option	Put	$ 30	21-Jul-2018	(101)	35,075	(25,775)
Broadcom Ltd. @230 Put Option	Put	$ 240	20-Jul-2018	(28)	20,695	(16,022)
Microsoft Corp. @95 Put Option	Put	$ 95	20-Jul-2018	(66)	9,710	(10,635)
Morgan Stanley @52 Put Option	Put	$ 52	27-Jul-2018	(65)	70,370	(43,393)
Comcast Corp. @32 Flex Put Option	Flex Put	$ 32	20-Jul-2018	(109)	6,263	(10,444)
					142,114	**(106,269)**

(4) Swaps Schedule

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Market Value ($)	Unrealized Gain/(Loss) ($)
Enterprise Products Partners Trs	99	27-Jun-2019	Goldman Sachs & Co.	A-2	3,603	(16)
Hydro One Limited Trs - Ing Leg	1,200	22-May-2019	T.D. Bank Corp.	A-1+	23,961	9
Enterprise Products Partners Trs	2,501	23-Aug-2018	Goldman Sachs & Co.	A-2	91,033	(1,283)
Hydro One Limited Trs - Ing Leg	2,800	16-May-2019	T.D. Bank Corp.	A-1+	55,909	21
Hydro One Limited Trs - Ing Leg	4,100	02-May-2019	T.D. Bank Corp.	A-1+	81,866	30
Hydro One Limited Trs - Ing Leg	4,100	21-May-2019	T.D. Bank Corp.	A-1+	81,866	30
Hydro One Limited Trs - Ing Leg	4,200	15-May-2019	T.D. Bank Corp.	A-1+	83,863	31
Hydro One Limited Trs - Ing Leg	5,500	17-May-2019	T.D. Bank Corp.	A-1+	109,821	41
Hydro One Limited Trs - Ing Leg	7,100	21-May-2019	T.D. Bank Corp.	A-1+	141,769	53
Enterprise Products Partners Trs	7,500	24-Apr-2019	Goldman Sachs & Co.	A-2	272,989	(3,848)
Enterprise Products Partners Trs	14,100	25-Apr-2019	Goldman Sachs & Co.	A-2	513,219	(7,234)
Enterprise Products Partners Trs	15,900	11-Apr-2019	Goldman Sachs & Co.	A-2	578,736	(8,157)
The Blackstone Group Trs	19,600	28-Jun-2019	Goldman Sachs & Co.	A-2	829,433	11,460
The Blackstone Group Trs	21,200	17-May-2019	Goldman Sachs & Co.	A-2	897,142	18,685
						9,822
The Blackstone Group Trs - Int Leg	(21,200)	17-May-2019	Goldman Sachs & Co.	A-2	(880,895)	(2,437)
The Blackstone Group Trs - Int Leg	(19,600)	28-Jun-2019	Goldman Sachs & Co.	A-2	(818,014)	(41)
Enterprise Products Partners Trs - Ing Leg	(15,900)	11-Apr-2019	Goldman Sachs & Co.	A-2	(587,331)	(438)
Enterprise Products Partners Trs - Ing Leg	(14,100)	25-Apr-2019	Goldman Sachs & Co.	A-2	(520,841)	(388)
Enterprise Products Partners Trs - Ing Leg	(7,500)	24-Apr-2019	Goldman Sachs & Co.	A-2	(277,043)	(206)
Hydro One Limited Trs	(7,100)	21-May-2019	T.D. Bank Corp.	A-1+	(142,284)	(568)
Hydro One Limited Trs	(5,500)	17-May-2019	T.D. Bank Corp.	A-1+	(110,220)	(440)
Hydro One Limited Trs	(4,200)	15-May-2019	T.D. Bank Corp.	A-1+	(84,168)	(336)
Hydro One Limited Trs	(4,100)	21-May-2019	T.D. Bank Corp.	A-1+	(82,164)	(328)
Hydro One Limited Trs	(4,100)	02-May-2019	T.D. Bank Corp.	A-1+	(82,164)	(328)
Hydro One Limited Trs	(2,800)	16-May-2019	T.D. Bank Corp.	A-1+	(56,112)	(224)
Enterprise Products Partners Trs - Ing Leg	(2,501)	23-Aug-2018	Goldman Sachs & Co.	A-2	(92,385)	(69)
Hydro One Limited Trs	(1,200)	22-May-2019	T.D. Bank Corp.	A-1+	(24,048)	(96)
Enterprise Products Partners Trs - Ing Leg	(99)	27-Jun-2019	Goldman Sachs & Co.	A-2	(3,619)	-
						(5,899)

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Dynamic Strategic Yield Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund is exposed indirectly to credit risk as a result of its investment in underlying externally managed funds.

The Fund invests in financial assets which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	13.45	0.13
AA/Aa	3.04	5.89
A/A	2.85	6.08
BBB/Bbb	4.28	5.53
BB/Ba	0.11	0.22
Not Rated	0.59	0.40
Total	**24.32**	**18.25**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	42,257,712	24.52	46,872,674	26.06
British Pound	453,391	0.26	2,783,816	1.55
Euro	6,274	-	440,740	0.25
Japanese Yen	-	-	5,956	-
Swedish Krona	(9)	-	-	-
Hong Kong Dollar	(119)	-	1,001,200	0.56
Total	**42,717,249**	**24.78**	**51,104,386**	**28.42**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $2,135,862 ($2,555,219 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying externally managed funds.

The following table summarizes the Fund's direct exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	20,479,088	3,731,401	13,930,946	38,141,435
December 31, 2017	-	14,814,970	12,695,159	27,510,129

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $1,405,926 ($1,556,816 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying externally managed funds.

The Fund is also directly exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $4,490,272 ($5,497,594 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments	6.5	-
Bankers' Acceptances	5.4	-
Bonds		
Federal Bonds	1.2	-
Corporate Bonds	8.9	15.2
Mortgage-Backed Securities	0.1	0.1
Equities		
Energy	5.9	6.6
Materials	2.1	4.0
Industrials	4.5	4.9
Consumer Discretionary	4.8	3.2
Consumer Staples	2.5	4.5
Health Care	4.6	3.9
Financials	13.1	14.8
Real Estate	4.0	2.1
Information Technology	4.6	8.5
Telecommunication Services	3.7	4.1
Utilities	3.0	4.5
Mutual Funds		
Canadian Fixed Income	10.6	5.0
Income and Real Property	1.2	1.0
High Yield Fixed Income	5.3	4.9
Derivative Assets (Liabilities)	(0.2)	0.4
Other Assets less Liabilities	8.2	12.3
Total	**100.0**	**100.0**

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	90,895,191	-	-	90,895,191
Bonds	-	17,429,110	-	17,429,110
Short-Term Investments	-	20,479,088	-	20,479,088
Mutual Funds	29,479,117	-	-	29,479,117
Currency Forward Contracts	-	5,532	-	5,532
Swaps	-	30,360	-	30,360
Mortgage-Backed Securities	-	233,237	-	233,237
Futures Contracts	-	2,696	-	2,696
Financial Liabilities				
Currency Forward Contracts	-	303,556	-	303,556
Option Contracts	106,269	-	-	106,269
Futures Contracts	-	5,740	-	5,740
Swaps	-	26,437	-	26,437

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	109,951,869	-	-	109,951,869
Bonds	-	27,404,980	-	27,404,980
Mutual Funds	19,509,328	-	-	19,509,328
Currency Forward Contracts	-	705,303	-	705,303
Swaps	-	138,906	-	138,906
Mortgage-Backed Securities	-	105,148	-	105,148
Financial Liabilities				
Option Contracts	29,033	-	-	29,033
Swaps	-	3,907	-	3,907

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of options, foreign currency forward contracts and equity swaps. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

Forward contracts and equity swaps are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $86,736 ($69,621 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $35,410 ($34,051 for the period ended December 31, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $nil ($2,983,026 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The accompanying notes are an integral part of the financial statements.

Sun Life Dynamic Strategic Yield Fund (continued)

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	5,532	(5,532)	-	-
Derivative assets - Swaps	30,360	(26,437)	-	3,923
Total	**35,892**	**(31,969)**	**-**	**3,923**
Derivative liabilities - Forward Contracts	(303,556)	5,532	-	(298,024)
Derivative liabilities - Swaps	(26,437)	26,437	-	-
Total	**(329,993)**	**31,969**	**-**	**(298,024)**
December 31, 2017				
Derivative assets - Forward Contracts	705,303	-	-	705,303
Derivative assets - Swaps	138,906	(3,907)	-	134,999
Total	**844,209**	**(3,907)**	**-**	**840,302**
Derivative liabilities - Swaps	(3,907)	3,907	-	-
Total	**(3,907)**	**3,907**	**-**	**-**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 16, 2013
Series F Units	January 11, 2013	January 16, 2013
Series I Units	January 11, 2013	January 16, 2013
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Growth Portfolio

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**1,263,521,108**	1,117,466,746
Short-term investments	**-**	-
Cash	**3,867,378**	5,957,019
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**-**	-
Dividends receivable	**373,481**	-
Distributions receivable from underlying funds	**1,033,038**	11,863,328
Subscriptions receivable	**2,164,250**	2,823,340
	1,270,959,255	1,138,110,433
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**94,595**	24,898
Redemptions payable	**112,659**	365,466
Distributions payable	**29,014**	509
Due to investment dealers	**2,961,078**	15,375,861
Management fees payable	**558,699**	131,293
Total liabilities (excluding net assets attributable to holders of redeemable units)	**3,756,045**	15,898,027
Net Assets Attributable to Holders of Redeemable Units	**1,267,203,210**	1,122,212,406
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**291,848,771**	254,164,719
Series T5	**4,176,324**	3,686,306
Series T8	**996,953**	784,731
Series F	**34,918,335**	26,673,458
Series F5	**10,633**	-
Series F8	**10,633**	-
Series I	**893,762,507**	798,070,071
Series O	**41,479,054**	38,833,121
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**13.92**	13.62
Series T5	**17.05**	17.11
Series T8	**14.15**	14.42
Series F	**14.39**	13.98
Series F5	**15.63**	-
Series F8	**15.44**	-
Series I	**14.94**	14.45
Series O	**11.58**	11.21

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**999,067**	1,133,675
Interest income for distribution purposes	**18,608**	6,705
Distributions from underlying funds	**6,073,183**	5,147,188
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**17,225,720**	6,893,929
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**16,284,858**	30,776,657
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**40,601,436**	43,958,154
Net gain (loss) on foreign exchange	**17,128**	(105,886)
Other income	**-**	-
Total income (loss)	**40,618,564**	43,852,268
Expenses (note 6)		
Management fees	**2,930,717**	2,127,597
Administration fees	**501,319**	380,816
Independent review committee fees	**3,242**	2,344
Withholding tax	**149,860**	170,051
Transaction costs (note 3)	**6,421**	7,308
Total operating expenses	**3,591,559**	2,688,116
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**37,027,005**	41,164,152
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**37,027,005**	41,164,152
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**6,384,523**	7,538,407
Series T5	**89,617**	142,869
Series T8	**18,923**	30,080
Series F	**925,849**	699,410
Series F5	**633**	-
Series F8	**633**	-
Series I	**28,354,498**	31,248,631
Series O	**1,252,329**	1,504,755
Weighted Average Number of Units Outstanding		
Series A	**19,925,346**	14,832,747
Series T5	**228,930**	201,565
Series T8	**58,616**	53,067
Series F	**2,152,206**	1,237,981
Series F5	**672**	-
Series F8	**676**	-
Series I	**57,710,506**	44,236,808
Series O	**3,446,931**	2,818,725

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Growth Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.32**	0.51
Series T5	**0.39**	0.71
Series T8	**0.32**	0.57
Series F	**0.43**	0.56
Series F5	**0.94**	-
Series F8	**0.94**	-
Series I	**0.49**	0.71
Series O	**0.36**	0.53

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 254,164,719	171,737,541	3,686,306	3,196,772	784,731	724,702	26,673,458	14,119,372
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 6,384,523	7,538,407	89,617	142,869	18,923	30,080	925,849	699,410
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 58,243,098	55,744,469	908,228	764,421	331,763	209,207	10,098,443	6,610,382
Redemption of redeemable units	$ (26,938,682)	(16,722,098)	(439,852)	(660,805)	(122,448)	(106,371)	(2,750,623)	(1,336,613)
Reinvestment of distributions to holders of redeemable units	$ 21,491	18,475	31,434	25,998	18,905	13,199	(24,148)	2,615
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 31,325,907	39,040,846	499,810	129,614	228,220	116,035	7,323,672	5,276,384
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (26,378)	(15,917)	(99,409)	(84,985)	(34,921)	(31,428)	(4,644)	(2,412)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (26,378)	(15,917)	(99,409)	(84,985)	(34,921)	(31,428)	(4,644)	(2,412)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 37,684,052	46,563,336	490,018	187,498	212,222	114,687	8,244,877	5,973,382
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 291,848,771**	**218,300,877**	**4,176,324**	**3,384,270**	**996,953**	**839,389**	**34,918,335**	**20,092,754**
Redeemable Unit Transactions								
Balance - beginning of period	18,665,136	13,274,177	215,455	188,888	54,414	49,398	1,907,348	1,062,854
Units issued	4,265,673	4,169,116	53,394	44,176	23,379	14,005	715,317	478,453
Units issued on reinvestment of distributions	1,578	1,379	1,854	1,506	1,337	887	(1,717)	189
Units redeemed	(1,968,342)	(1,247,068)	(25,806)	(37,804)	(8,697)	(7,137)	(194,404)	(97,387)
Balance - end of period	**20,964,045**	**16,197,604**	**244,897**	**196,766**	**70,433**	**57,153**	**2,426,544**	**1,444,109**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Growth Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	798,070,071	556,545,059	38,833,121	28,035,221
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 633	-	633	-	28,354,498	31,248,631	1,252,329	1,504,755
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 10,000	-	10,000	-	92,797,267	110,241,893	5,366,349	8,557,537
Redemption of redeemable units	$ -	-	-	-	(25,459,329)	(21,122,606)	(3,972,745)	(4,648,321)
Reinvestment of distributions to holders of redeemable units	$ 211	-	339	-	-	-	-	263
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 10,211	-	10,339	-	67,337,938	89,119,287	1,393,604	3,909,479
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (211)	-	(339)	-	-	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211)	-	(339)	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 10,633	-	10,633	-	95,692,436	120,367,918	2,645,933	5,414,234
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 10,633**	**-**	**10,633**	**-**	**893,762,507**	**676,912,977**	**41,479,054**	**33,449,455**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	55,233,195	40,668,207	3,463,251	2,639,233
Units issued	666	-	667	-	6,345,665	7,786,531	471,042	780,437
Units issued on reinvestment of distributions	14	-	22	-	-	-	-	25
Units redeemed	-	-	-	-	(1,741,985)	(1,493,864)	(353,319)	(427,295)
Balance - end of period	**680**	**-**	**689**	**-**	**59,836,875**	**46,960,874**	**3,580,974**	**2,992,400**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$1,122,212,406**	**774,358,667**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 37,027,005**	**41,164,152**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 167,765,148	182,127,909
Redemption of redeemable units	$ (59,683,679)	(44,596,814)
Reinvestment of distributions to holders of redeemable units	$ 48,232	60,550
Capitalized distributions	$ -	-
	$ 108,129,701	**137,591,645**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (165,902)	(134,742)
Return of capital	$ -	-
	$ (165,902)	**(134,742)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 144,990,804**	**178,621,055**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$1,267,203,210**	**952,979,722**
Redeemable Unit Transactions		
Balance - beginning of period	**79,538,799**	**57,882,757**
Units issued	11,875,803	13,272,718
Units issued on reinvestment of distributions	3,088	3,986
Units redeemed	(4,292,553)	(3,310,555)
Balance - end of period	**87,125,137**	**67,848,906**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Growth Portfolio (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**37,027,005**	41,164,152
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(17,225,720)**	(6,893,929)
Change in unrealized (appreciation) depreciation in value of investments	**(16,284,858)**	(30,776,657)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(6,073,183)**	(5,147,188)
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(335,739,462)**	(375,147,417)
Proceeds from sale of investments	**216,847,657**	233,818,605
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(373,481)**	80,634
Change in distributions receivable from underlying funds	**10,830,290**	4,454,791
Change in management fees payable	**427,406**	108,213
Change in other payables and accrued expenses	**76,118**	28,910
Net Cash Provided by (Used in) Operating Activities	**(110,488,228)**	(138,309,886)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(89,165)**	(74,192)
Proceeds from redeemable units issued	**168,424,238**	181,101,304
Redemption of redeemable units	**(59,936,486)**	(43,849,901)
Net Cash Provided by (Used in) Financing Activities	**108,398,587**	137,177,211
Net increase (decrease) in cash	**(2,089,641)**	(1,132,675)
Cash (bank indebtedness) at beginning of period	**5,957,019**	4,538,919
Cash (bank indebtedness) at end of period	**3,867,378**	3,406,244
Dividends received, net of withholding taxes	**475,726**	1,044,258
Interest received, net of withholding taxes	**18,608**	6,705
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Growth Portfolio (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	260,709	79,235,734	93,641,926	
Vanguard REIT ETF	121,118	11,917,966	12,976,929	
		91,153,700	**106,618,855**	**8.41**
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	58,217	8,579,534	10,203,162	
Beutel Goodman Canadian Equity Fund, Class I	2,087,436	80,071,741	88,782,013	
Invesco Global Real Estate Fund, Series I	1,243,785	15,471,174	16,038,603	
PH&N Bond Fund, Series O	9,186,313	95,728,072	92,868,111	
RBC Global High Yield Bond Fund, Series O	4,015,714	43,227,190	41,599,587	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	7,742,652	83,954,049	88,584,460	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	6,954,989	73,693,744	72,263,723	
Sun Life Excel Emerging Markets Fund, Series I	5,438,306	59,144,301	64,332,441	
Sun Life Granite Tactical Completion Fund, Series I	10,302,575	104,390,353	102,774,371	
Sun Life Infrastructure Fund, Series I	3,186,763	28,287,870	28,285,705	
Sun Life MFS Canadian Equity Growth Fund, Series I	1,066,877	51,565,331	59,062,181	
Sun Life MFS International Growth Fund, Series I	4,328,726	70,506,239	83,331,868	
Sun Life MFS International Value Fund, Series I	4,204,132	83,009,201	102,785,989	
Sun Life MFS U.S. Growth Fund, Series I	3,070,704	98,753,071	117,048,797	
Sun Life MFS U.S. Value Fund, Series I	1,347,915	35,721,315	37,216,606	
Sun Life NWQ Flexible Income Fund, Series I	1,270,288	12,674,653	12,244,563	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	4,318,198	43,192,965	42,621,042	
Sun Life Schroder Global Mid Cap Fund, Series I	4,460,522	50,469,337	53,536,974	
Sun Life Sionna Canadian Small Cap Equity Class, Series I	1,621,446	15,857,244	16,945,083	
Templeton Global Bond Fund (Hedged), Series O	3,189,477	27,807,043	26,376,974	
		1,082,104,427	**1,156,902,253**	**91.30**
Transaction Costs		**(5,669)**		
Total Investments		**1,173,252,458**	**1,263,521,108**	**99.71**
Other Assets less Liabilities			**3,682,102**	**0.29**
Total Net Assets			**1,267,203,210**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Balanced Growth Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Portfolio holds assets and liabilities indirectly through underlying externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Growth Portfolio (continued)

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Portfolio's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Exchange-Traded Funds		
U.S. Equities	8.4	11.6
Mutual Funds		
Canadian Fixed Income	13.0	12.9
International Equities	15.5	16.3
Tactical Balanced	9.1	10.2
Canadian Equities	14.0	14.8
U.S. Equities	12.1	7.7
Global Equities	2.2	1.1
High Yield Fixed Income	3.3	4.2
Canadian Focused Equities	4.7	4.8
Global Fixed Income	2.1	2.0
Emerging Markets Equities	5.1	3.4
U.S. Small/Mid Cap Equities	-	2.3
U.S. Fixed Income	3.4	2.4
Real Estate Equities	1.3	2.2
Global Small/Mid Cap Equities	4.2	2.2
Canadian Small/Mid Cap Equities	1.3	1.5
Other Assets less Liabilities	0.3	0.4
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	106,618,855	-	-	106,618,855
Mutual Funds	1,156,902,253	-	-	1,156,902,253

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	130,336,938	-	-	130,336,938
Mutual Funds	987,129,808	-	-	987,129,808

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $6,421 ($7,308 for the period ended June 30, 2017).

Taxation of the Portfolio

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Growth Portfolio (continued)

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Portfolio. Investment by the Company in the Portfolio is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Portfolio:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,633
Series F8	689	10,633

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-
Series F8	-	-

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	January 16, 2012
Series T5 Units	January 11, 2012	January 16, 2012
Series T8 Units	January 11, 2012	January 16, 2012
Series F Units	January 11, 2012	January 16, 2012
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2012	January 16, 2012
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Portfolio

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**2,933,036,509**	2,548,843,409
Short-term investments	**-**	-
Cash	**5,013,462**	9,530,706
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**1,392**	-
Dividends receivable	**725,406**	-
Distributions receivable from underlying funds	**3,146,677**	26,160,271
Subscriptions receivable	**4,696,314**	5,054,217
	2,946,619,760	2,589,588,603
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**230,981**	59,649
Redemptions payable	**739,446**	1,059,234
Distributions payable	**136**	-
Due to investment dealers	**6,766,487**	31,643,961
Management fees payable	**1,344,358**	308,861
Total liabilities (excluding net assets attributable to holders of redeemable units)	**9,081,408**	33,071,705
Net Assets Attributable to Holders of Redeemable Units	**2,937,538,352**	2,556,516,898
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**720,181,751**	607,712,597
Series T5	**4,922,433**	4,409,010
Series D	**42,280,068**	44,725,983
Series F	**67,930,470**	49,236,609
Series F5	**274,152**	-
Series I	**2,001,434,434**	1,757,560,114
Series O	**100,515,044**	92,872,585
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**12.99**	12.76
Series T5	**15.96**	16.09
Series D	**10.44**	10.21
Series F	**13.62**	13.31
Series F5	**15.51**	-
Series I	**13.97**	13.58
Series O	**11.24**	10.94

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**1,966,127**	2,227,097
Interest income for distribution purposes	**35,565**	24,266
Distributions from underlying funds	**17,669,151**	14,906,605
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**34,585,183**	16,318,923
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**25,647,566**	61,220,143
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**79,903,592**	94,697,034
Net gain (loss) on foreign exchange	**9,541**	(169,329)
Other income	**-**	-
Total income (loss)	**79,913,133**	94,527,705
Expenses (note 6)		
Management fees	**7,006,332**	4,878,362
Administration fees	**1,218,423**	898,715
Independent review committee fees	**8,099**	5,635
Withholding tax	**294,920**	333,641
Transaction costs (note 3)	**13,946**	6,743
Total operating expenses	**8,541,720**	6,123,096
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**71,371,413**	88,404,609
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**71,371,413**	88,404,609
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**12,142,206**	15,766,548
Series T5	**86,257**	111,372
Series D	**918,252**	2,022,692
Series F	**1,458,691**	936,341
Series F5	**9,058**	-
Series I	**54,034,480**	66,403,429
Series O	**2,722,469**	3,164,227
Weighted Average Number of Units Outstanding		
Series A	**51,670,131**	35,985,633
Series T5	**285,278**	203,080
Series D	**4,227,864**	4,676,663
Series F	**4,361,926**	2,057,752
Series F5	**9,843**	-
Series I	**136,293,969**	104,829,153
Series O	**8,733,506**	6,386,951

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.23**	0.44
Series T5	**0.30**	0.55
Series D	**0.22**	0.43
Series F	**0.33**	0.46
Series F5	**0.92**	-
Series I	**0.40**	0.63
Series O	**0.31**	0.50

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series D		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 607,712,597	384,156,193	4,409,010	3,024,957	44,725,983	48,029,975	49,236,609	18,421,370
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 12,142,206	15,766,548	86,257	111,372	918,252	2,022,692	1,458,691	936,341
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 169,038,110	147,815,817	869,278	901,998	941,280	197,764	31,183,487	18,285,608
Redemption of redeemable units	$ (68,701,407)	(36,825,746)	(366,034)	(175,163)	(4,305,447)	(4,922,976)	(13,946,160)	(1,332,407)
Reinvestment of distributions to holders of redeemable units	$ 65,429	51,537	39,477	39,311	-	-	13,839	8,307
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 100,402,132	111,041,608	542,721	766,146	(3,364,167)	(4,725,212)	17,251,166	16,961,508
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (75,184)	(44,045)	(115,555)	(83,428)	-	-	(15,996)	(7,476)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (75,184)	(44,045)	(115,555)	(83,428)	-	-	(15,996)	(7,476)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 112,469,154	126,764,111	513,423	794,090	(2,445,915)	(2,702,520)	18,693,861	17,890,373
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 720,181,751**	**510,920,304**	**4,922,433**	**3,819,047**	**42,280,068**	**45,327,455**	**67,930,470**	**36,311,743**
Redeemable Unit Transactions								
Balance - beginning of period	47,613,541	31,314,260	274,044	188,231	4,379,929	4,916,076	3,699,636	1,440,255
Units issued	13,205,443	11,689,784	54,870	54,604	92,076	19,505	2,326,961	1,378,573
Units issued on reinvestment of distributions	5,130	4,061	2,483	2,402	-	-	1,038	624
Units redeemed	(5,365,835)	(2,906,924)	(22,916)	(10,659)	(421,365)	(488,924)	(1,039,575)	(100,718)
Balance - end of period	**55,458,279**	**40,101,181**	**308,481**	**234,578**	**4,050,640**	**4,446,657**	**4,988,060**	**2,718,734**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	1,757,560,114	1,258,917,964	92,872,585	61,447,788	**2,556,516,898**	**1,773,998,247**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 9,058	-	54,034,480	66,403,429	2,722,469	3,164,227	**71,371,413**	**88,404,609**
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 269,022	-	217,367,991	201,339,549	17,391,378	18,946,620	437,060,546	387,487,356
Redemption of redeemable units	$ (3,575)	-	(27,528,151)	(17,359,812)	(12,470,952)	(9,253,358)	(127,321,726)	(69,869,462)
Reinvestment of distributions to holders of redeemable units	$ 2,904	-	-	-	(436)	-	121,213	99,155
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 268,351	-	189,839,840	183,979,737	4,919,990	9,693,262	**309,860,033**	**317,717,049**
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (3,257)	-	-	-	-	-	(209,992)	(134,949)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (3,257)	-	-	-	-	-	**(209,992)**	**(134,949)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 274,152	-	243,874,320	250,383,166	7,642,459	12,857,489	**381,021,454**	**405,986,709**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 274,152**	**-**	**2,001,434,434**	**1,509,301,130**	**100,515,044**	**74,305,277**	**2,937,538,352**	**2,179,984,956**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	129,406,059	96,773,281	8,489,898	5,862,672	**193,863,107**	**140,494,775**
Units issued	17,714	-	15,874,842	15,026,717	1,576,779	1,749,753	33,148,685	29,918,936
Units issued on reinvestment of distributions	189	-	-	-	(40)	-	8,800	7,087
Units redeemed	(232)	-	(2,007,631)	(1,290,183)	(1,126,993)	(853,363)	(9,984,547)	(5,650,771)
Balance - end of period	**17,671**	**-**	**143,273,270**	**110,509,815**	**8,939,644**	**6,759,062**	**217,036,045**	**164,770,027**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Portfolio (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**71,371,413**	88,404,609
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(34,585,183)**	(16,318,923)
Change in unrealized (appreciation) depreciation in value of investments	**(25,647,566)**	(61,220,143)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(17,669,151)**	(14,906,605)
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(779,149,967)**	-
Proceeds from sale of investments	**447,967,347**	-
Purchases of short-term investments	**-**	(790,548,673)
Proceeds from sale of short-term investments	**-**	471,598,781
Change in dividends and interest receivable	**(726,798)**	40,401
Change in distributions receivable from underlying funds	**23,013,594**	9,084,817
Change in management fees payable	**1,035,497**	275,378
Change in other payables and accrued expenses	**185,278**	62,266
Net Cash Provided by (Used in) Operating Activities	**(314,205,536)**	(313,528,092)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(88,643)**	(35,794)
Proceeds from redeemable units issued	**437,418,449**	385,761,091
Redemption of redeemable units	**(127,641,514)**	(69,788,044)
Net Cash Provided by (Used in) Financing Activities	**309,688,292**	315,937,253
Net increase (decrease) in cash	**(4,517,244)**	2,409,161
Cash (bank indebtedness) at beginning of period	**9,530,706**	5,649,940
Cash (bank indebtedness) at end of period	**5,013,462**	8,059,101
Dividends received, net of withholding taxes	**945,801**	1,933,857
Interest received, net of withholding taxes	**34,173**	24,266
Interest paid	**-**	**-**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Portfolio (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	506,371	154,906,848	181,879,244	
Vanguard REIT ETF	286,071	28,267,052	30,650,464	
		183,173,900	**212,529,708**	**7.23**
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	123,438	18,572,409	21,633,978	
Beutel Goodman Canadian Equity Fund, Class I	4,103,572	156,727,214	174,531,471	
Invesco Global Real Estate Fund, Series I	2,722,701	33,969,071	35,109,234	
PH&N Bond Fund, Series O	31,310,815	326,534,257	316,533,556	
RBC Global High Yield Bond Fund, Series O	12,198,099	130,755,649	126,362,546	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	15,214,932	165,002,580	174,075,558	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	23,778,272	252,195,860	247,061,002	
Sun Life Excel Emerging Markets Fund, Series I	11,435,333	126,206,215	135,274,268	
Sun Life Granite Tactical Completion Fund, Series I	24,042,600	243,084,728	239,839,364	
Sun Life Infrastructure Fund, Series I	6,917,144	61,440,028	61,396,567	
Sun Life MFS Canadian Equity Growth Fund, Series I	2,094,422	100,919,359	115,947,014	
Sun Life MFS International Growth Fund, Series I	8,254,788	134,341,937	158,912,098	
Sun Life MFS International Value Fund, Series I	8,141,904	161,015,987	199,059,770	
Sun Life MFS U.S. Growth Fund, Series I	6,084,142	195,954,273	231,914,710	
Sun Life MFS U.S. Value Fund, Series I	2,651,669	70,261,656	73,213,906	
Sun Life NWQ Flexible Income Fund, Series I	4,444,642	44,359,514	42,842,795	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	15,370,098	154,099,814	151,704,403	
Sun Life Schroder Global Mid Cap Fund, Series I	8,687,968	98,841,812	104,276,467	
Sun Life Sionna Canadian Small Cap Equity Class, Series I	3,165,942	31,353,183	33,085,994	
Templeton Global Bond Fund (Hedged), Series O	9,399,287	81,459,907	77,732,100	
		2,587,095,453	**2,720,506,801**	**92.62**
Transaction Costs		**(11,860)**		
Total Investments		**2,770,257,493**	**2,933,036,509**	**99.85**
Other Assets less Liabilities			**4,501,843**	**0.15**
Total Net Assets			**2,937,538,352**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Balanced Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Portfolio holds assets and liabilities indirectly through underlying externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Portfolio (continued)

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Portfolio's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Exchange-Traded Funds		
U.S. Equities	7.2	10.0
Mutual Funds		
Canadian Fixed Income	19.3	18.9
International Equities	12.9	13.8
Tactical Balanced	9.7	10.8
Canadian Equities	11.8	12.6
U.S. Equities	10.4	6.6
U.S. Fixed Income	5.2	4.3
High Yield Fixed Income	4.3	5.1
Global Fixed Income	2.6	2.5
Global Equities	2.1	1.1
Canadian Focused Equities	3.9	4.1
Real Estate Equities	1.2	1.7
Emerging Markets Equities	4.6	3.1
U.S. Small/Mid Cap Equities	-	1.9
Global Small/Mid Cap Equities	3.5	1.9
Canadian Small/Mid Cap Equities	1.1	1.3
Other Assets less Liabilities	0.2	0.3
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	212,529,708	-	-	212,529,708
Mutual Funds	2,720,506,801	-	-	2,720,506,801

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	254,725,034	-	-	254,725,034
Mutual Funds	2,294,118,375	-	-	2,294,118,375

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $13,946 ($6,743 for the period ended June 30, 2017).

Taxation of the Portfolio

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Portfolio (continued)

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Portfolio. Investment by the Company in the Portfolio is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Portfolio:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,556

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Balanced Portfolio (continued)

As at June 30, 2018 and December 31, 2017, the Portfolio had interests in underlying funds as noted in the following tables:

	As at June 30, 2018	
Underlying Fund(s)	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life BlackRock Canadian Universe Bond Fund, Series I	8	21
Sun Life Excel Emerging Markets Fund, Series I	5	21
Sun Life Granite Tactical Completion Fund, Series I	8	36
Sun Life MFS Canadian Equity Growth Fund, Series I	4	33
Sun Life MFS International Growth Fund, Series I	5	22
Sun Life NWQ Flexible Income Fund, Series I	1	21
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	5	25
Sun Life Schroder Global Mid Cap Fund, Series I	4	26

	As at December 31, 2017	
Underlying Fund(s)	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
ABSL Umbrella UCITS Fund	1	25
Brandes U.S. Small Cap Equity Fund, Class I	2	23
Sun Life Granite Tactical Completion Fund	8	36
Sun Life Infrastructure Fund	1	22
Sun Life MFS Canadian Equity Growth Fund	4	35
Sun Life MFS International Growth Fund	5	21
Sun Life MFS U.S. Value Fund	4	35
Sun Life NWQ Flexible Income Fund	2	21
Sun Life Ryan Labs U.S. Core Fixed Income Fund	4	26
Sun Life Schroder Emerging Markets Fund	3	21
Sun Life Schroder Global Mid Cap Fund	2	25
Sun Life Sionna Canadian Small Cap Equity Class	1	21

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	January 16, 2012
Series T5 Units	January 11, 2012	January 16, 2012
Series D Units	July 29, 2016	August 04, 2016
Series F Units	January 11, 2012	January 16, 2012
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2012	January 16, 2012
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Conservative Portfolio

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**1,268,370,068**	1,200,149,549
Short-term investments	**-**	-
Cash	**3,884,367**	7,875,401
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**692,317**	-
Accrued interest	**15,213**	-
Dividends receivable	**106,471**	-
Distributions receivable from underlying funds	**2,039,765**	10,572,029
Subscriptions receivable	**394,428**	1,824,728
	1,275,502,629	1,220,421,707
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**119,555**	33,728
Redemptions payable	**1,323,621**	454,858
Distributions payable	**-**	-
Due to investment dealers	**4,367,438**	12,578,409
Management fees payable	**694,131**	169,577
Total liabilities (excluding net assets attributable to holders of redeemable units)	**6,504,745**	13,236,572
Net Assets Attributable to Holders of Redeemable Units	**1,268,997,884**	1,207,185,135
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**443,386,680**	419,009,553
Series T5	**7,276,121**	6,876,620
Series F	**45,200,377**	35,284,000
Series F5	**141,373**	-
Series I	**716,149,947**	694,930,187
Series O	**56,843,386**	51,084,775
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**11.39**	11.35
Series T5	**13.83**	14.14
Series F	**11.62**	11.52
Series F5	**15.18**	-
Series I	**12.03**	11.87
Series O	**10.54**	10.42

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**324,933**	599,668
Interest income for distribution purposes	**35,004**	23,549
Distributions from underlying funds	**12,797,823**	11,281,524
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**11,094,198**	7,267,370
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(7,667,356)**	17,749,029
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**16,584,602**	36,921,140
Net gain (loss) on foreign exchange	**1,001**	(69,366)
Other income	**-**	-
Total income (loss)	**16,585,603**	36,851,774
Expenses (note 6)		
Management fees	**3,742,562**	3,000,195
Administration fees	**681,811**	556,959
Independent review committee fees	**5,018**	3,946
Withholding tax	**48,740**	89,950
Transaction costs (note 3)	**5,150**	2,125
Total operating expenses	**4,483,281**	3,653,175
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**12,102,322**	33,198,599
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**12,102,322**	33,198,599
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**1,752,261**	10,166,638
Series T5	**30,995**	165,531
Series F	**370,325**	471,464
Series F5	**1,688**	-
Series I	**9,258,667**	20,744,393
Series O	**688,386**	1,650,573
Weighted Average Number of Units Outstanding		
Series A	**38,062,752**	30,824,968
Series T5	**500,951**	377,664
Series F	**3,581,268**	1,565,198
Series F5	**6,024**	-
Series I	**59,765,240**	46,115,113
Series O	**5,153,681**	4,175,535

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Conservative Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.05**	0.33
Series T5	**0.06**	0.44
Series F	**0.10**	0.30
Series F5	**0.28**	-
Series I	**0.15**	0.45
Series O	**0.13**	0.40

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series F		Series F5	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 419,009,553	321,953,351	6,876,620	5,603,667	35,284,000	14,658,286	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 1,752,261	10,166,638	30,995	165,531	370,325	471,464	1,688	-
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 93,535,862	87,196,645	771,583	525,309	20,296,667	14,729,856	141,567	-
Redemption of redeemable units	$ (70,914,379)	(45,693,349)	(315,749)	(736,797)	(10,747,463)	(4,681,406)	-	-
Reinvestment of distributions to holders of redeemable units	$ 64,791	52,224	93,262	70,745	5,224	3,466	211	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 22,686,274	41,555,520	549,096	(140,743)	9,554,428	10,051,916	141,778	-
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (61,408)	(49,445)	(180,590)	(137,286)	(8,376)	(2,739)	(2,093)	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (61,408)	(49,445)	(180,590)	(137,286)	(8,376)	(2,739)	(2,093)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 24,377,127	51,672,713	399,501	(112,498)	9,916,377	10,520,641	141,373	-
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 443,386,680**	**373,626,064**	**7,276,121**	**5,491,169**	**45,200,377**	**25,178,927**	**141,373**	**-**
Redeemable Unit Transactions								
Balance - beginning of period	36,928,379	28,899,258	486,398	390,385	3,062,011	1,293,309	-	-
Units issued	8,280,280	7,648,389	55,628	36,196	1,762,479	1,256,561	9,301	-
Units issued on reinvestment of distributions	5,744	4,571	6,716	4,869	456	297	14	-
Units redeemed	(6,278,920)	(4,004,381)	(22,740)	(50,891)	(933,511)	(402,995)	-	-
Balance - end of period	**38,935,483**	**32,547,837**	**526,002**	**380,559**	**3,891,435**	**2,147,172**	**9,315**	**-**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Conservative Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 694,930,187	505,650,469	51,084,775	43,239,104	**1,207,185,135**	**891,104,877**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 9,258,667	20,744,393	688,386	1,650,573	**12,102,322**	**33,198,599**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 70,586,858	101,660,864	13,868,572	12,770,840	199,201,109	216,883,514
Redemption of redeemable units	$ (58,625,765)	(25,793,744)	(8,814,122)	(12,323,006)	(149,417,478)	(89,228,302)
Reinvestment of distributions to holders of redeemable units	$ -	-	15,775	8	179,263	126,443
Capitalized distributions	$ -	-	-	-	-	-
	$ 11,961,093	75,867,120	5,070,225	447,842	**49,962,894**	**127,781,655**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ -	-	-	-	(252,467)	(189,470)
Return of capital	$ -	-	-	-	-	-
	$ -	-	-	-	**(252,467)**	**(189,470)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 21,219,760	96,611,513	5,758,611	2,098,415	**61,812,749**	**160,790,784**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 716,149,947**	**602,261,982**	**56,843,386**	**45,337,519**	**1,268,997,884**	**1,051,895,661**
Redeemable Unit Transactions						
Balance - beginning of period	58,523,231	43,437,993	4,904,444	4,233,213	**103,904,463**	**78,254,158**
Units issued	5,951,476	8,459,483	1,331,674	1,214,268	17,390,838	18,614,897
Units issued on reinvestment of distributions	-	-	1,512	1	14,442	9,738
Units redeemed	(4,939,178)	(2,150,580)	(846,781)	(1,175,232)	(13,021,130)	(7,784,079)
Balance - end of period	**59,535,529**	**49,746,896**	**5,390,849**	**4,272,250**	**108,288,613**	**89,094,714**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**12,102,322**	33,198,599
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(11,094,198)**	(7,267,370)
Change in unrealized (appreciation) depreciation in value of investments	**7,667,356**	(17,749,029)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(12,797,823)**	(11,281,524)
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(276,244,221)**	(457,167,715)
Proceeds from sale of investments	**215,339,929**	328,408,489
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(121,684)**	-
Change in distributions receivable from underlying funds	**8,532,264**	2,992,730
Change in management fees payable	**524,554**	103,873
Change in other payables and accrued expenses	**90,977**	26,053

	2018 ($)	2017 ($)
Net Cash Provided by (Used in) Operating Activities	**(56,000,524)**	(128,735,894)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(73,204)**	(63,027)
Proceeds from redeemable units issued	**200,631,409**	216,218,931
Redemption of redeemable units	**(148,548,715)**	(88,679,008)
Net Cash Provided by (Used in) Financing Activities	**52,009,490**	127,476,896
Net increase (decrease) in cash	**(3,991,034)**	(1,258,998)
Cash (bank indebtedness) at beginning of period	**7,875,401**	909,693
Cash (bank indebtedness) at end of period	**3,884,367**	(349,305)
Dividends received, net of withholding taxes	**169,722**	509,718
Interest received, net of withholding taxes	**19,791**	23,549
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Conservative Portfolio (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	74,322	23,678,531	26,695,109	
Vanguard REIT ETF	67,969	6,688,124	7,282,393	
		30,366,655	**33,977,502**	**2.68**
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	30,355	5,189,388	5,320,062	
Beutel Goodman Canadian Equity Fund, Class I	835,295	32,090,042	35,526,423	
Invesco Global Real Estate Fund, Series I	979,120	12,275,995	12,625,749	
PH&N Bond Fund, Series O	29,187,128	305,368,112	295,064,346	
RBC Global High Yield Bond Fund, Series O	6,986,550	75,065,007	72,375,073	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	2,559,158	27,881,418	29,279,584	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	22,193,605	236,054,736	230,595,995	
Sun Life Excel Emerging Markets Fund, Series I	2,592,934	30,989,265	30,673,113	
Sun Life Granite Tactical Completion Fund, Series I	10,463,803	106,561,042	104,382,717	
Sun Life Infrastructure Fund, Series I	2,067,026	18,521,045	18,346,921	
Sun Life MFS Canadian Equity Growth Fund, Series I	427,146	20,783,768	23,646,751	
Sun Life MFS International Growth Fund, Series I	1,770,141	28,585,788	34,076,806	
Sun Life MFS International Value Fund, Series I	1,729,631	34,141,931	42,287,397	
Sun Life MFS U.S. Growth Fund, Series I	1,208,548	39,810,718	46,067,316	
Sun Life MFS U.S. Value Fund, Series I	509,682	13,515,662	14,072,576	
Sun Life Money Market Fund, Series I	1,865,523	18,655,231	18,655,231	
Sun Life NWQ Flexible Income Fund, Series I	3,244,563	32,161,882	31,274,993	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	11,677,835	117,210,540	115,261,395	
Sun Life Schroder Global Mid Cap Fund, Series I	1,710,731	19,593,264	20,532,883	
Sun Life Sionna Canadian Small Cap Equity Class, Series I	691,564	6,883,292	7,227,257	
Templeton Global Bond Fund (Hedged), Series O	5,695,282	49,281,145	47,099,978	
		1,230,619,271	**1,234,392,566**	**97.27**
Transaction Costs		**(2,261)**		
Total Investments		**1,260,983,665**	**1,268,370,068**	**99.95**
Other Assets less Liabilities			**627,816**	**0.05**
Total Net Assets			**1,268,997,884**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Conservative Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Portfolio holds assets and liabilities indirectly through underlying externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Conservative Portfolio (continued)

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Portfolio's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Exchange-Traded Funds		
U.S. Equities	2.7	4.8
Mutual Funds		
Canadian Fixed Income	41.4	40.9
Tactical Balanced	10.7	11.8
Global Fixed Income	3.7	3.6
High Yield Fixed Income	5.7	7.4
International Equities	6.4	6.9
Canadian Equities	5.1	5.7
U.S. Equities	4.7	3.1
Canadian Money Market	1.5	-
Global Equities	1.4	0.9
Canadian Focused Equities	1.9	1.9
U.S. Fixed Income	9.1	7.6
U.S. Small/Mid Cap Equities	-	0.9
Global Small/Mid Cap Equities	1.6	0.8
Real Estate Equities	1.0	1.1
Canadian Small/Mid Cap Equities	0.6	0.6
Emerging Markets Equities	2.4	1.4
Other Assets less Liabilities	0.1	0.6
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	33,977,502	-	-	33,977,502
Mutual Funds	1,234,392,566	-	-	1,234,392,566

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	57,575,778	-	-	57,575,778
Mutual Funds	1,142,573,771	-	-	1,142,573,771

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $5,150 ($2,125 for the period ended June 30, 2017).

Taxation of the Portfolio

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Conservative Portfolio (continued)

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Portfolio. Investment by the Company in the Portfolio is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Portfolio:

	June 30, 2018	
	Units	Market Value ($)
Series F5	681	10,329

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	March 30, 2012
Series T5 Units	January 11, 2012	March 30, 2012
Series F Units	January 11, 2012	March 30, 2012
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2012	March 30, 2012
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Enhanced Income Portfolio

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**240,237,389**	217,863,625
Short-term investments	**-**	-
Cash	**753,909**	1,156,761
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**369,421**	524,764
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**202,300**	-
Accrued interest	**-**	-
Dividends receivable	**132,116**	93,991
Distributions receivable from underlying funds	**1,423,914**	1,354,103
Subscriptions receivable	**84,478**	279,939
	243,203,527	221,273,183
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**16**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**34,539**	9,459
Redemptions payable	**407,752**	90,421
Distributions payable	**16,217**	-
Due to investment dealers	**1,423,914**	1,565,359
Management fees payable	**261,024**	62,466
Total liabilities (excluding net assets attributable to holders of redeemable units)	**2,143,462**	1,727,705
Net Assets Attributable to Holders of Redeemable Units	**241,060,065**	219,545,478
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**145,082,766**	130,362,629
Series F	**11,785,985**	10,797,111
Series I	**66,454,391**	62,601,952
Series O	**17,736,923**	15,783,786
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**9.17**	9.62
Series F	**9.74**	10.14
Series I	**10.40**	10.76
Series O	**9.65**	10.01

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**518,857**	275,061
Interest income for distribution purposes	**52,635**	10,590
Distributions from underlying funds	**4,262,769**	3,107,674
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**1,292,302**	88,576
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(1,200,041)**	99,546
Net realized gain (loss) on option contracts	**-**	156,543
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(5,751,615)**	2,150,425
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(155,343)**	277,740
Change in unrealized appreciation (depreciation) in option contracts	**-**	7,293
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**(980,436)**	6,173,448
Net gain (loss) on foreign exchange	**38,538**	(34,187)
Other income	**-**	-
Total income (loss)	**(941,898)**	6,139,261
Expenses (note 6)		
Management fees	**1,390,579**	927,010
Administration fees	**186,022**	129,895
Independent review committee fees	**1,557**	1,044
Withholding tax	**73,429**	17,367
Transaction costs (note 3)	**9,889**	17,790
Total operating expenses	**1,661,476**	1,093,106
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(2,603,374)**	5,046,155
Finance Cost		
Interest expense	**(1,144)**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**(2,604,518)**	5,046,155
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(2,117,736)**	2,710,000
Series F	**(106,270)**	226,548
Series I	**(307,552)**	1,589,543
Series O	**(72,960)**	520,064
Weighted Average Number of Units Outstanding		
Series A	**14,691,968**	9,380,081
Series F	**1,159,526**	624,005
Series I	**6,088,895**	3,805,005
Series O	**1,740,023**	1,329,358
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(0.14)**	0.29
Series F	**(0.09)**	0.36
Series I	**(0.05)**	0.42
Series O	**(0.04)**	0.39

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Enhanced Income Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series F		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 130,362,629	81,335,677	10,797,111	5,928,652	62,601,952	33,850,733
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (2,117,736)	2,710,000	(106,270)	226,548	(307,552)	1,589,543
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 35,833,049	27,294,974	4,174,304	1,437,905	9,158,376	14,353,842
Redemption of redeemable units	$ (18,134,979)	(9,628,635)	(2,879,444)	(556,972)	(4,998,385)	(2,103,197)
Reinvestment of distributions to holders of redeemable units	$ 3,616,953	2,418,123	155,834	102,835	1,831,927	1,169,900
Capitalized distributions	$ -	-	-	-	-	-
	$ 21,315,023	20,084,462	1,450,694	983,768	5,991,918	13,420,545
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (4,477,150)	(2,866,962)	(355,550)	(191,026)	(1,831,927)	(1,169,900)
Return of capital	$ -	-	-	-	-	-
	$ (4,477,150)	(2,866,962)	(355,550)	(191,026)	(1,831,927)	(1,169,900)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 14,720,137	19,927,500	988,874	1,019,290	3,852,439	13,840,188
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 145,082,766**	**101,263,177**	**11,785,985**	**6,947,942**	**66,454,391**	**47,690,921**
Redeemable Unit Transactions						
Balance - beginning of period	13,548,039	8,442,866	1,064,384	586,271	5,816,399	3,194,136
Units issued	3,830,036	2,798,705	421,125	139,775	871,700	1,326,487
Units issued on reinvestment of distributions	389,827	249,121	15,871	10,032	174,973	108,476
Units redeemed	(1,940,644)	(986,527)	(291,067)	(54,337)	(475,822)	(194,317)
Balance - end of period	**15,827,258**	**10,504,165**	**1,210,313**	**681,741**	**6,387,250**	**4,434,782**

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 15,783,786	11,980,813	**219,545,478**	**133,095,875**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (72,960)	520,064	**(2,604,518)**	**5,046,155**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 5,655,046	3,617,992	54,820,775	46,704,713
Redemption of redeemable units	$ (3,533,187)	(1,719,938)	(29,545,995)	(14,008,742)
Reinvestment of distributions to holders of redeemable units	$ 432,901	318,302	6,037,615	4,009,160
Capitalized distributions	$ -	-	-	-
	$ 2,554,760	2,216,356	**31,312,395**	**36,705,131**
Distributions to Holders of Redeemable Units		**-**	**-**	
From capital gains	$ -	-	-	-
From net investment income	$ (528,663)	(401,438)	(7,193,290)	(4,629,326)
Return of capital	$ -	-	-	-
	$ (528,663)	(401,438)	**(7,193,290)**	**(4,629,326)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 1,953,137	2,334,982	**21,514,587**	**37,121,960**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 17,736,923**	**14,315,795**	**241,060,065**	**170,217,835**
Redeemable Unit Transactions				
Balance - beginning of period	1,576,612	1,216,128	**22,005,434**	**13,439,401**
Units issued	579,125	360,409	5,701,986	4,625,376
Units issued on reinvestment of distributions	44,533	31,817	625,204	399,446
Units redeemed	(362,204)	(171,881)	(3,069,737)	(1,407,062)
Balance - end of period	**1,838,066**	**1,436,473**	**25,262,887**	**17,057,161**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Enhanced Income Portfolio (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(2,604,518)**	5,046,155
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(1,292,302)**	(88,576)
Change in unrealized (appreciation) depreciation in value of investments	**5,751,615**	(2,150,425)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**155,343**	(277,740)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(4,262,769)**	(3,107,674)
Change in fair value of option contracts	**-**	(172,426)
Change in fair value of credit default swaps	**-**	-
Change in margin	**16**	-
Purchases of investments	**(79,560,350)**	(83,951,334)
Proceeds from sale of investments	**56,636,408**	41,552,294
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(38,125)**	(29,636)
Change in distributions receivable from underlying funds	**(69,811)**	(814,295)
Change in management fees payable	**198,558**	39,393
Change in other payables and accrued expenses	**34,969**	9,133
Net Cash Provided by (Used in) Operating Activities	**(25,050,966)**	(43,945,131)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(1,139,458)**	(620,166)
Proceeds from redeemable units issued	**55,016,236**	47,130,411
Redemption of redeemable units	**(29,228,664)**	(13,886,458)
Net Cash Provided by (Used in) Financing Activities	**24,648,114**	32,623,787
Net increase (decrease) in cash	**(402,852)**	(11,321,344)
Cash (bank indebtedness) at beginning of period	**1,156,761**	13,857,282
Cash (bank indebtedness) at end of period	**753,909**	2,535,938
Dividends received, net of withholding taxes	**407,303**	228,058
Interest received, net of withholding taxes	**52,635**	10,590
Interest paid	**(1,144)**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Enhanced Income Portfolio (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
BMO Equal Weight Oil & Gas Index ETF	431,338	4,688,621	4,723,151	
iShares iBoxx $ Investment Grade Corporate Bond ETF	40,436	6,270,539	6,094,123	
iShares MSCI EAFE ETF	53,980	4,857,549	4,755,381	
Vanguard Global ex-U.S. Real Estate ETF	126,498	9,217,799	9,664,567	
Vanguard REIT ETF	80,981	8,908,206	8,676,536	
		33,942,714	**33,913,758**	**14.07**
MUTUAL FUNDS				
Dynamic Equity Income Fund, Series O	4,922,386	36,123,304	37,164,012	
Guardian Global Dividend Growth Fund, Series I	1,279,387	23,399,777	25,148,914	
RBC Global High Yield Bond Fund, Series O	4,641,733	50,309,996	48,084,636	
Sun Life Dynamic Energy Fund, Series I	500,021	4,954,115	5,170,572	
Sun Life Granite Tactical Completion Fund, Series I	2,019,628	20,735,839	20,147,004	
Sun Life Infrastructure Fund, Series I	2,158,450	19,687,973	19,158,399	
Sun Life MFS Canadian Bond Fund, Series I	584,255	7,826,537	7,703,057	
Sun Life MFS U.S. Value Fund, Series I	47,585	1,329,195	1,313,847	
Sun Life NWQ Flexible Income Fund, Series I	2,494,877	24,928,445	24,048,616	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	585,740	5,765,174	5,781,311	
Sun Life MFS Global Value Fund, Series I	177,149	4,659,885	4,639,869	
Templeton Global Bond Fund (Hedged), Series O	962,925	8,551,136	7,963,394	
		208,271,376	**206,323,631**	**85.59**
Transaction Costs		**(8,251)**		
Total Investments		**242,205,839**	**240,237,389**	**99.66**
Currency Forward Contracts[1]			**369,421**	**0.15**
Other Assets less Liabilities			**453,255**	**0.19**
Total Net Assets			**241,060,065**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating For Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	27,394,291	USD	(20,555,096)	**369,421**
							369,421

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Enhanced Income Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Portfolio held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Enhanced Income Portfolio (continued)

The Portfolio invests in financial assets which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Portfolio to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	0.15	0.24
Total	**0.15**	**0.24**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Portfolio holds assets and liabilities, either directly or indirectly through underlying internally and externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Portfolio's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Exchange-Traded Funds		
U.S. Fixed Income	2.5	4.8
U.S. Equities	2.0	5.1
Global Equities	4.0	4.4
Real Estate Equities	3.6	3.6
Canadian Equities	2.0	-
Mutual Funds		
Global Equities	18.4	18.3
Canadian Fixed Income	3.2	3.2
U.S. Fixed Income	2.4	-
U.S. Equities	0.6	-
High Yield Fixed Income	23.3	23.3
Tactical Balanced	18.3	18.3
Canadian Focused Equities	1.9	-
Canadian Dividend & Income Equities	15.4	13.6
Energy Equities	2.1	4.6
Derivative Assets (Liabilities)	0.1	0.2
Other Assets less Liabilities	0.2	0.6
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	33,913,758	-	-	33,913,758
Mutual Funds	206,323,631	-	-	206,323,631
Currency Forward Contracts	-	369,421	-	369,421

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	39,356,843	-	-	39,356,843
Mutual Funds	178,506,782	-	-	178,506,782
Currency Forward Contracts	-	524,764	-	524,764

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Enhanced Income Portfolio (continued)

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $9,889 ($17,790 for the period ended June 30, 2017).

Taxation of the Portfolio

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, the Portfolio had interests in underlying funds as noted in the following tables:

	As at June 30, 2018	
Underlying Fund(s)	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life Dynamic Energy Fund, Series I	2	54

	As at December 31, 2017	
Underlying Fund(s)	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life Dynamic Energy Fund	5	67

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Portfolio's Statements of Financial Position if all offset rights were exercised.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Enhanced Income Portfolio (continued)

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	369,421	-	-	369,421
Total	**369,421**	**-**	**-**	**369,421**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**
December 31, 2017				
Derivative assets - Forward Contracts	524,764	-	-	524,764
Total	**524,764**	**-**	**-**	**524,764**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 16, 2013
Series F Units	January 11, 2013	January 16, 2013
Series I Units	January 11, 2013	January 16, 2013
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Growth Portfolio

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**853,175,715**	716,773,662
Short-term investments	**-**	-
Cash	**4,797,510**	4,725,637
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**-**	-
Dividends receivable	**292,749**	-
Distributions receivable from underlying funds	**520,296**	7,894,468
Subscriptions receivable	**1,613,068**	1,845,076
	860,399,338	731,238,843
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**76,323**	18,703
Redemptions payable	**149,601**	99,020
Distributions payable	**-**	-
Due to investment dealers	**3,143,255**	9,857,462
Management fees payable	**527,742**	116,151
Total liabilities (excluding net assets attributable to holders of redeemable units)	**3,896,921**	10,091,336
Net Assets Attributable to Holders of Redeemable Units	**856,502,417**	721,147,507
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**279,652,218**	224,800,886
Series T5	**123,770**	112,097
Series T8	**337,910**	157,260
Series F	**24,478,756**	15,555,509
Series F5	**10,715**	-
Series F8	**10,715**	-
Series I	**523,533,948**	456,558,091
Series O	**28,354,385**	23,963,664
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**14.09**	13.71
Series T5	**17.70**	17.67
Series T8	**14.66**	14.86
Series F	**14.56**	14.09
Series F5	**15.75**	-
Series F8	**15.56**	-
Series I	**15.18**	14.61
Series O	**11.61**	11.18

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**801,200**	761,792
Interest income for distribution purposes	**17,138**	3,792
Distributions from underlying funds	**3,048,809**	2,560,094
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**11,683,367**	5,014,857
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**15,724,974**	20,036,643
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**31,275,488**	28,377,178
Net gain (loss) on foreign exchange	**22,332**	(53,152)
Other income	**-**	-
Total income (loss)	**31,297,820**	28,324,026
Expenses (note 6)		
Management fees	**2,691,196**	1,723,094
Administration fees	**393,888**	265,659
Independent review committee fees	**2,773**	1,756
Withholding tax	**120,180**	114,269
Transaction costs (note 3)	**4,889**	4,489
Total operating expenses	**3,212,926**	2,109,267
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**28,084,894**	26,214,759
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**28,084,894**	26,214,759
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**7,194,790**	6,387,940
Series T5	**4,381**	5,353
Series T8	**8,628**	7,173
Series F	**760,997**	376,005
Series F5	**715**	-
Series F8	**715**	-
Series I	**19,076,701**	18,527,160
Series O	**1,037,967**	911,128
Weighted Average Number of Units Outstanding		
Series A	**18,165,859**	12,068,012
Series T5	**7,019**	6,638
Series T8	**15,088**	9,810
Series F	**1,373,094**	645,086
Series F5	**672**	-
Series F8	**676**	-
Series I	**32,929,242**	24,787,153
Series O	**2,331,579**	1,618,912

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Growth Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.40**	0.53
Series T5	**0.62**	0.81
Series T8	**0.57**	0.73
Series F	**0.55**	0.58
Series F5	**1.06**	-
Series F8	**1.06**	-
Series I	**0.58**	0.75
Series O	**0.45**	0.56

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 224,800,886	136,896,174	112,097	111,634	157,260	168,466	15,555,509	5,472,568
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 7,194,790	6,387,940	4,381	5,353	8,628	7,173	760,997	376,005
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 69,728,220	55,160,205	37,676	21,688	180,644	18,395	10,108,680	6,256,065
Redemption of redeemable units	$ (22,068,867)	(15,258,114)	(30,204)	(27,709)	(6,166)	(52,832)	(1,946,000)	(1,092,913)
Reinvestment of distributions to holders of redeemable units	$ 18,840	16,163	2,959	2,767	7,402	5,607	2,738	1,398
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 47,678,193	39,918,254	10,431	(3,254)	181,880	(28,830)	8,165,418	5,164,550
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (21,651)	(11,949)	(3,139)	(2,850)	(9,858)	(5,929)	(3,168)	(1,213)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (21,651)	(11,949)	(3,139)	(2,850)	(9,858)	(5,929)	(3,168)	(1,213)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 54,851,332	46,294,245	11,673	(751)	180,650	(27,586)	8,923,247	5,539,342
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 279,652,218**	**183,190,419**	**123,770**	**110,883**	**337,910**	**140,880**	**24,478,756**	**11,011,910**
Redeemable Unit Transactions								
Balance - beginning of period	16,391,988	10,586,207	6,343	6,436	10,585	11,238	1,104,049	412,149
Units issued	5,048,317	4,106,108	2,198	1,227	12,380	1,204	712,750	455,678
Units issued on reinvestment of distributions	1,372	1,210	169	156	507	368	193	100
Units redeemed	(1,595,659)	(1,133,415)	(1,718)	(1,548)	(416)	(3,452)	(135,913)	(78,454)
Balance - end of period	**19,846,018**	**13,560,110**	**6,992**	**6,271**	**23,056**	**9,358**	**1,681,079**	**789,473**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Growth Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	456,558,091	313,676,343	23,963,664	15,084,862
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 715	-	715	-	19,076,701	18,527,160	1,037,967	911,128
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 10,000	-	10,000	-	61,782,417	60,262,352	5,607,503	5,912,346
Redemption of redeemable units	$ -	-	-	-	(13,883,261)	(8,494,918)	(2,254,749)	(2,148,247)
Reinvestment of distributions to holders of redeemable units	$ 211	-	339	-	-	-	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 10,211	-	10,339	-	47,899,156	51,767,434	3,352,754	3,764,099
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (211)	-	(339)	-	-	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211)	-	(339)	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 10,715	-	10,715	-	66,975,857	70,294,594	4,390,721	4,675,227
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 10,715**	**-**	**10,715**	**-**	**523,533,948**	**383,970,937**	**28,354,385**	**19,760,089**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	31,247,055	22,864,797	2,144,400	1,437,210
Units issued	666	-	667	-	4,167,604	4,219,081	498,269	539,758
Units issued on reinvestment of distributions	14	-	22	-	-	-	-	-
Units redeemed	-	-	-	-	(936,023)	(593,512)	(199,492)	(193,572)
Balance - end of period	**680**	**-**	**689**	**-**	**34,478,636**	**26,490,366**	**2,443,177**	**1,783,396**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 721,147,507**	**471,410,047**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 28,084,894**	**26,214,759**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 147,465,140	127,631,051
Redemption of redeemable units	$ (40,189,247)	(27,074,733)
Reinvestment of distributions to holders of redeemable units	$ 32,489	25,935
Capitalized distributions	$ -	-
	$ 107,308,382	**100,582,253**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (38,366)	(21,941)
Return of capital	$ -	-
	$ (38,366)	**(21,941)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 135,354,910**	**126,775,071**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 856,502,417**	**598,185,118**
Redeemable Unit Transactions		
Balance - beginning of period	**50,904,420**	**35,318,037**
Units issued	10,442,851	9,323,056
Units issued on reinvestment of distributions	2,277	1,834
Units redeemed	(2,869,221)	(2,003,953)
Balance - end of period	**58,480,327**	**42,638,974**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Growth Portfolio (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**28,084,894**	26,214,759
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(11,683,367)**	(5,014,857)
Change in unrealized (appreciation) depreciation in value of investments	**(15,724,974)**	(20,036,643)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(3,048,809)**	(2,560,094)
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(261,836,842)**	(248,392,094)
Proceeds from sale of investments	**149,172,843**	148,978,317
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(292,749)**	37,960
Change in distributions receivable from underlying funds	**7,374,172**	2,907,339
Change in management fees payable	**411,591**	104,307
Change in other payables and accrued expenses	**62,509**	31,947
Net Cash Provided by (Used in) Operating Activities	**(107,480,732)**	(97,729,059)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(5,877)**	4,001
Proceeds from redeemable units issued	**147,697,148**	126,102,558
Redemption of redeemable units	**(40,138,666)**	(27,006,131)
Net Cash Provided by (Used in) Financing Activities	**107,552,605**	99,100,428
Net increase (decrease) in cash	**71,873**	1,371,369
Cash (bank indebtedness) at beginning of period	**4,725,637**	2,076,780
Cash (bank indebtedness) at end of period	**4,797,510**	3,448,149
Dividends received, net of withholding taxes	**388,271**	685,371
Interest received, net of withholding taxes	**17,138**	3,904
Interest paid	**-**	-

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	204,354	62,526,782	73,400,236	
Vanguard REIT ETF	103,954	10,229,035	11,137,929	
		72,755,817	**84,538,165**	**9.87**
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	42,471	6,084,466	7,443,561	
Beutel Goodman Canadian Equity Fund, Class I	1,620,272	62,432,566	68,912,768	
Invesco Global Real Estate Fund, Series I	1,023,039	12,626,678	13,192,082	
PH&N Bond Fund, Series O	3,096,909	32,167,829	31,307,891	
RBC Global High Yield Bond Fund, Series O	2,134,264	23,031,997	22,109,264	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	6,016,084	65,262,799	68,830,615	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	2,349,694	24,778,052	24,413,794	
Sun Life Excel Emerging Markets Fund, Series I	4,031,012	44,107,727	47,684,853	
Sun Life Granite Tactical Completion Fund, Series I	6,859,854	69,462,903	68,431,161	
Sun Life Infrastructure Fund, Series I	2,523,227	22,491,487	22,396,164	
Sun Life MFS Canadian Equity Growth Fund, Series I	825,089	40,138,371	45,676,842	
Sun Life MFS International Growth Fund, Series I	3,364,555	54,923,212	64,770,709	
Sun Life MFS International Value Fund, Series I	3,282,198	64,670,937	80,245,797	
Sun Life MFS U.S. Growth Fund, Series I	2,387,798	76,534,970	91,017,842	
Sun Life MFS U.S. Value Fund, Series I	1,059,576	28,155,128	29,255,433	
Sun Life NWQ Flexible Income Fund, Series I	351,761	3,521,630	3,390,698	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	1,272,819	12,614,423	12,562,850	
Sun Life Schroder Global Mid Cap Fund, Series I	3,371,866	38,332,811	40,470,486	
Sun Life Sionna Canadian Small Cap Equity Class, Series I	1,240,656	12,260,668	12,965,598	
Templeton Global Bond Fund (Hedged), Series O	1,639,558	14,373,517	13,559,142	
		707,972,171	**768,637,550**	**89.74**
Transaction Costs		**(4,594)**		
Total Investments		**780,723,394**	**853,175,715**	**99.61**
Other Assets less Liabilities			**3,326,702**	**0.39**
Total Net Assets			**856,502,417**	**100.00**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Growth Portfolio (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Growth Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Portfolio holds assets and liabilities indirectly through underlying externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Portfolio's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Exchange-Traded Funds		
U.S. Equities	9.9	13.2
Mutual Funds		
International Equities	17.9	18.7
Canadian Equities	16.0	16.8
Tactical Balanced	8.4	9.8
Canadian Fixed Income	6.6	6.6
Global Equities	2.6	1.3
U.S. Equities	14.0	8.8
Real Estate Equities	1.5	2.7
Canadian Focused Equities	5.2	5.5
High Yield Fixed Income	2.6	3.5
Emerging Markets Equities	5.6	3.8
U.S. Small/Mid Cap Equities	-	2.6
U.S. Fixed Income	1.5	0.4
Global Fixed Income	1.6	1.5
Global Small/Mid Cap Equities	4.7	2.4
Canadian Small/Mid Cap Equities	1.5	1.8
Other Assets less Liabilities	0.4	0.6
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	84,538,165	-	-	84,538,165
Mutual Funds	768,637,550	-	-	768,637,550

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	94,994,878	-	-	94,994,878
Mutual Funds	621,778,784	-	-	621,778,784

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Growth Portfolio (continued)

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $4,889 ($4,489 for the period ended June 30, 2017).

Taxation of the Portfolio

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Portfolio. Investment by the Company in the Portfolio is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Portfolio:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,715
Series F8	689	10,715

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-
Series F8	-	-

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	January 16, 2012
Series T5 Units	January 11, 2012	January 16, 2012
Series T8 Units	January 11, 2012	January 16, 2012
Series F Units	January 11, 2012	January 16, 2012
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2012	January 16, 2012
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Income Portfolio

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**183,730,401**	183,576,556
Short-term investments	**-**	-
Cash	**1,204,700**	2,221,558
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**330,604**	465,948
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**289,044**	540,821
Accrued interest	**9,926**	9,881
Dividends receivable	**77,677**	55,472
Distributions receivable from underlying funds	**716,205**	1,138,016
Subscriptions receivable	**47,818**	19,742
	186,406,375	188,027,994
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**13**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**22,712**	7,064
Redemptions payable	**77,743**	373,505
Distributions payable	**2,955**	-
Due to investment dealers	**716,205**	1,138,016
Management fees payable	**129,459**	34,381
Total liabilities (excluding net assets attributable to holders of redeemable units)	**949,087**	1,552,966
Net Assets Attributable to Holders of Redeemable Units	**185,457,288**	186,475,028
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**83,914,909**	85,953,916
Series T5	**85,429**	71,619
Series F	**8,285,095**	7,628,034
Series F5	**10,284**	-
Series I	**74,690,226**	73,323,133
Series O	**18,471,345**	19,498,326
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**9.58**	9.95
Series T5	**14.14**	14.71
Series F	**10.11**	10.44
Series F5	**15.11**	-
Series I	**10.73**	11.02
Series O	**10.00**	10.29

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**422,703**	218,767
Interest income for distribution purposes	**49,654**	5,653
Distributions from underlying funds	**3,165,117**	2,710,365
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**659,538**	364,871
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(1,088,327)**	188,895
Net realized gain (loss) on option contracts	**-**	(15,619)
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(3,797,483)**	2,422,873
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(135,344)**	185,322
Change in unrealized appreciation (depreciation) in option contracts	**-**	180,032
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**(724,142)**	6,261,159
Net gain (loss) on foreign exchange	**40,989**	(21,798)
Other income	**-**	-
Total income (loss)	**(683,153)**	6,239,361
Expenses (note 6)		
Management fees	**723,587**	628,709
Administration fees	**128,604**	113,274
Independent review committee fees	**1,051**	891
Withholding tax	**63,406**	(3,352)
Transaction costs (note 3)	**3,981**	17,060
Total operating expenses	**920,629**	756,582
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(1,603,782)**	5,482,779
Finance Cost		
Interest expense	**(12)**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**(1,603,794)**	5,482,779
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(1,141,227)**	2,536,569
Series T5	**(915)**	-
Series F	**(62,584)**	222,671
Series F5	**284**	-
Series I	**(309,488)**	2,100,528
Series O	**(89,864)**	623,011
Weighted Average Number of Units Outstanding		
Series A	**8,800,640**	7,327,390
Series T5	**5,465**	-
Series F	**773,651**	574,491
Series F5	**673**	-
Series I	**6,874,976**	4,412,076
Series O	**1,902,510**	1,444,129

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Income Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(0.13)**	0.35
Series T5	**(0.17)**	-
Series F	**(0.08)**	0.39
Series F5	**0.42**	-
Series I	**(0.05)**	0.48
Series O	**(0.05)**	0.43

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series F		Series F5	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 85,953,916	70,621,705	71,619	-	7,628,034	4,548,113	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (1,141,227)	2,536,569	(915)	-	(62,584)	222,671	284	-
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 14,666,732	16,200,205	16,253	-	1,230,569	3,346,139	10,000	-
Redemption of redeemable units	$ (15,485,355)	(12,354,090)	-	-	(450,553)	(966,609)		-
Reinvestment of distributions to holders of redeemable units	$ 2,040,702	1,715,649	517	-	130,892	89,056	211	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 1,222,079	5,561,764	16,770	-	910,908	2,468,586	10,211	-
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (2,119,859)	(1,775,719)	(2,045)	-	(191,263)	(145,029)	(211)	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (2,119,859)	(1,775,719)	(2,045)	-	(191,263)	(145,029)	(211)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (2,039,007)	6,322,614	13,810	-	657,061	2,546,228	10,284	-
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 83,914,909**	**76,944,319**	**85,429**	**-**	**8,285,095**	**7,094,341**	**10,284**	**-**
Redeemable Unit Transactions								
Balance - beginning of period	8,637,095	7,066,729	4,868	-	730,732	438,454	-	-
Units issued	1,509,867	1,596,820	1,136	-	120,178	317,091	667	-
Units issued on reinvestment of distributions	211,228	169,255	36	-	12,878	8,431	14	-
Units redeemed	(1,598,233)	(1,218,595)	-	-	(43,977)	(91,162)	-	-
Balance - end of period	**8,759,957**	**7,614,209**	**6,040**	**-**	**819,811**	**672,814**	**681**	**-**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Income Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 73,323,133	47,465,691	19,498,326	12,636,736	**186,475,028**	**135,272,245**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (309,488)	2,100,528	(89,864)	623,011	**(1,603,794)**	**5,482,779**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 9,731,013	7,176,783	3,474,749	4,719,682	29,129,316	31,442,809
Redemption of redeemable units	$ (8,054,433)	(6,080,501)	(4,401,493)	(1,413,048)	(28,391,834)	(20,814,248)
Reinvestment of distributions to holders of redeemable units	$ 1,655,458	1,063,329	447,746	345,087	4,275,526	3,213,121
Capitalized distributions	$ -	-	-	-	-	-
	$ 3,332,038	2,159,611	(478,998)	3,651,721	**5,013,008**	**13,841,682**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (1,655,457)	(1,063,329)	(458,119)	(351,803)	(4,426,954)	(3,335,880)
Return of capital	$ -	-	-	-	-	-
	$ (1,655,457)	(1,063,329)	(458,119)	(351,803)	**(4,426,954)**	**(3,335,880)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 1,367,093	3,196,810	(1,026,981)	3,922,929	**(1,017,740)**	**15,988,581**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 74,690,226**	**50,662,501**	**18,471,345**	**16,559,665**	**185,457,288**	**151,260,826**
Redeemable Unit Transactions						
Balance - beginning of period	6,654,500	4,384,826	1,894,893	1,244,217	**17,922,088**	**13,134,226**
Units issued	897,687	648,273	344,220	456,913	2,873,755	3,019,097
Units issued on reinvestment of distributions	153,701	96,239	44,572	33,305	422,429	307,230
Units redeemed	(746,152)	(552,870)	(436,429)	(136,124)	(2,824,791)	(1,998,751)
Balance - end of period	**6,959,736**	**4,576,468**	**1,847,256**	**1,598,311**	**18,393,481**	**14,461,802**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(1,603,794)**	5,482,779
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(659,538)**	(364,871)
Change in unrealized (appreciation) depreciation in value of investments	**3,797,483**	(2,422,873)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**135,344**	(185,322)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(3,165,117)**	(2,710,365)
Change in fair value of option contracts	**-**	(177,086)
Change in fair value of credit default swaps	**-**	-
Change in margin	**13**	-
Purchases of investments	**(52,948,673)**	(62,846,765)
Proceeds from sale of investments	**52,647,985**	41,274,000
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(22,250)**	(26,189)
Change in distributions receivable from underlying funds	**421,811**	(538,866)
Change in management fees payable	**95,078**	16,465
Change in other payables and accrued expenses	**19,629**	5,355

	2018 ($)	2017 ($)
Net Cash Provided by (Used in) Operating Activities	**(1,282,029)**	(22,493,738)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(148,473)**	(122,759)
Proceeds from redeemable units issued	**29,101,240**	31,262,424
Redemption of redeemable units	**(28,687,596)**	(20,799,163)
Net Cash Provided by (Used in) Financing Activities	**265,171**	10,340,502
Net increase (decrease) in cash	**(1,016,858)**	(12,153,236)
Cash (bank indebtedness) at beginning of period	**2,221,558**	13,606,342
Cash (bank indebtedness) at end of period	**1,204,700**	1,453,106
Dividends received, net of withholding taxes	**337,092**	195,930
Interest received, net of withholding taxes	**49,609**	5,653
Interest paid	**(12)**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Income Portfolio (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares iBoxx $ Investment Grade Corporate Bond ETF	49,857	7,680,275	7,513,965	
iShares MSCI EAFE ETF	40,363	3,701,505	3,555,788	
Vanguard Global ex-U.S. Real Estate ETF	95,597	6,957,471	7,303,701	
Vanguard REIT ETF	58,317	6,458,201	6,248,250	
		24,797,452	**24,621,704**	**13.28**
MUTUAL FUNDS				
Dynamic Equity Income Fund, Series O	2,923,486	21,524,053	22,072,317	
Guardian Global Dividend Growth Fund, Series I	717,752	13,034,045	14,108,857	
RBC Global High Yield Bond Fund, Series O	862,738	9,340,171	8,937,280	
Sun Life Granite Tactical Completion Fund, Series I	1,658,623	17,069,679	16,545,762	
Sun Life Infrastructure Fund, Series I	1,603,961	15,043,105	14,236,756	
Sun Life MFS Canadian Bond Fund, Series I	3,734,811	50,738,240	49,241,246	
Sun Life MFS U.S. Value Fund, Series I	62,318	1,735,423	1,720,644	
Sun Life NWQ Flexible Income Fund, Series I	1,899,601	18,932,268	18,310,637	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	468,466	4,610,814	4,623,805	
Sun Life MFS Global Value Fund, Series I	120,009	3,164,034	3,143,266	
Templeton Global Bond Fund (Hedged), Series O	745,844	6,641,748	6,168,127	
		161,833,580	**159,108,697**	**85.79**
Transaction Costs		**(3,185)**	-	
Total Investments		**186,627,847**	**183,730,401**	**99.07**
Currency Forward Contracts[1]			**330,604**	**0.18**
Other Assets less Liabilities			**1,396,283**	**0.75**
Total Net Assets			**185,457,288**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating For Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	24,515,807	USD	(18,395,248)	330,604
							330,604

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Income Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Portfolio held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Income Portfolio (continued)

The Portfolio invests in financial assets which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Portfolio to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	0.18	0.25
Total	**0.18**	**0.25**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Portfolio holds assets and liabilities, either directly or indirectly through underlying internally and externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Portfolio's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Exchange-Traded Funds		
U.S. Fixed Income	4.0	6.3
U.S. Equities	1.9	3.5
Global Equities	3.9	4.2
Real Estate Equities	3.4	3.3
Mutual Funds		
Canadian Fixed Income	26.6	24.7
Global Equities	15.3	15.8
High Yield Fixed Income	4.8	9.9
Tactical Balanced	18.8	18.3
Canadian Focused Equities	1.7	-
Canadian Dividend & Income Equities	11.9	12.4
Global Fixed Income	3.3	-
U.S. Fixed Income	2.5	-
U.S. Equities	0.9	-
Derivative Assets (Liabilities)	0.2	0.3
Other Assets less Liabilities	0.8	1.3
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	24,621,704	-	-	24,621,704
Mutual Funds	159,108,697	-	-	159,108,697
Currency Forward Contracts	-	330,604	-	330,604

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	32,261,893	-	-	32,261,893
Mutual Funds	151,314,663	-	-	151,314,663
Currency Forward Contracts	-	465,948	-	465,948

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Income Portfolio (continued)

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $3,981 ($17,060 for the period ended June 30, 2017).

Taxation of the Portfolio

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Portfolio. Investment by the Company in the Portfolio is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Portfolio:

	June 30, 2018	
	Units	Market Value ($)
Series A	12,053	115,461
Series F	1,074	10,856
Series F5	681	10,284
Series I	1,042	11,186
Series O	1,086	10,857
Series T5	740	10,463

	December 31, 2017	
	Units	Market Value ($)
Series A	11,745	116,883
Series F	1,048	10,941
Series F5	-	-
Series I	1,019	11,233
Series O	1,063	10,936
Series T5	720	10,595

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Portfolio and investments were made for the purposes of seed money investments. As at June 30, 2018 and December 31, 2017, SLA held the following position in the Portfolio:

	June 30, 2018	
	Units	Market Value ($)
Series I	505,544	5,425,396

	December 31, 2017	
	Units	Market Value ($)
Series I	494,425	5,447,871

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Income Portfolio (continued)

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, the Portfolio had interests in underlying funds as noted in the following tables:

	As at June 30, 2018	
Underlying Fund(s)	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life MFS Canadian Bond Fund, Series I	27	37

	As at December 31, 2017	
Underlying Fund(s)	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life MFS Canadian Bond Fund	25	34

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Portfolio's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	330,604	-	-	330,604
Total	**330,604**	**-**	**-**	**330,604**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**
December 31, 2017				
Derivative assets - Forward Contracts	465,948	-	-	465,948
Total	**465,948**	**-**	**-**	**465,948**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 16, 2013
Series T5 Units	October 27, 2017	October 27, 2017
Series F Units	January 11, 2013	January 16, 2013
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2013	January 16, 2013
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Moderate Portfolio

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**1,327,197,762**	1,178,151,749
Short-term investments	**-**	-
Cash	**3,769,493**	5,173,956
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**509**	-
Dividends receivable	**243,049**	-
Distributions receivable from underlying funds	**1,747,209**	11,476,417
Subscriptions receivable	**1,972,529**	1,709,503
	1,334,930,551	1,196,511,625
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**122,532**	32,530
Redemptions payable	**236,793**	144,825
Distributions payable	**1,747**	-
Due to investment dealers	**3,725,475**	13,749,641
Management fees payable	**743,468**	174,192
Total liabilities (excluding net assets attributable to holders of redeemable units)	**4,830,015**	14,101,188
Net Assets Attributable to Holders of Redeemable Units	**1,330,100,536**	1,182,410,437
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**408,744,086**	362,745,485
Series T5	**2,501,030**	2,869,503
Series F	**63,477,924**	40,360,099
Series F5	**75,709**	-
Series I	**785,601,323**	714,273,807
Series O	**69,700,464**	62,161,543
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**12.87**	12.72
Series T5	**15.48**	15.69
Series F	**13.34**	13.11
Series F5	**15.39**	-
Series I	**13.71**	13.41
Series O	**11.17**	10.93

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**644,166**	896,060
Interest income for distribution purposes	**27,123**	8,456
Distributions from underlying funds	**9,767,202**	8,329,394
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**14,482,041**	7,646,087
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**4,052,674**	24,726,993
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**28,973,206**	41,606,990
Net gain (loss) on foreign exchange	**29,024**	(102,853)
Other income	**-**	-
Total income (loss)	**29,002,230**	41,504,137
Expenses (note 6)		
Management fees	**3,913,945**	2,898,486
Administration fees	**651,090**	494,722
Independent review committee fees	**4,759**	3,377
Withholding tax	**96,625**	134,409
Transaction costs (note 3)	**5,733**	6,419
Total operating expenses	**4,672,152**	3,537,413
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**24,330,078**	37,966,724
Finance Cost		
Interest expense	**(7)**	(10)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**24,330,071**	37,966,714
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**4,844,663**	9,588,826
Series T5	**30,092**	100,619
Series F	**1,043,882**	686,036
Series F5	**194**	-
Series I	**16,974,381**	25,715,393
Series O	**1,436,859**	1,875,840
Weighted Average Number of Units Outstanding		
Series A	**30,290,412**	23,022,802
Series T5	**166,244**	176,675
Series F	**3,975,631**	1,583,882
Series F5	**793**	-
Series I	**55,471,864**	43,552,692
Series O	**5,974,453**	4,161,142

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Moderate Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.16**	0.42
Series T5	**0.18**	0.57
Series F	**0.26**	0.43
Series F5	**0.24**	-
Series I	**0.31**	0.59
Series O	**0.24**	0.45

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series F		Series F5	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 362,745,485	258,689,277	2,869,503	3,136,065	40,360,099	14,511,234	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 4,844,663	9,588,826	30,092	100,619	1,043,882	686,036	194	-
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 87,418,331	75,266,786	53,743	512,657	29,510,245	14,353,698	75,780	-
Redemption of redeemable units	$ (46,267,421)	(27,621,089)	(427,136)	(1,056,878)	(7,431,511)	(2,030,215)	-	-
Reinvestment of distributions to holders of redeemable units	$ 53,695	29,760	39,188	38,405	5,339	4,713	211	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 41,204,605	47,675,457	(334,205)	(505,816)	22,084,073	12,328,196	75,991	-
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (50,667)	(33,876)	(64,360)	(67,280)	(10,130)	(4,227)	(476)	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (50,667)	(33,876)	(64,360)	(67,280)	(10,130)	(4,227)	(476)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 45,998,601	57,230,407	(368,473)	(472,477)	23,117,825	13,010,005	75,709	-
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 408,744,086**	**315,919,684**	**2,501,030**	**2,663,588**	**63,477,924**	**27,521,239**	**75,709**	**-**
Redeemable Unit Transactions								
Balance - beginning of period	28,518,270	21,045,330	182,875	199,387	3,078,550	1,143,929	-	-
Units issued	6,877,979	5,950,025	3,492	31,700	2,246,401	1,094,302	4,905	-
Units issued on reinvestment of distributions	4,232	2,330	2,532	2,410	408	358	14	-
Units redeemed	(3,633,850)	(2,179,056)	(27,374)	(65,891)	(566,188)	(155,068)	-	-
Balance - end of period	**31,766,631**	**24,818,629**	**161,525**	**167,606**	**4,759,171**	**2,083,521**	**4,919**	**-**

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Moderate Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 714,273,807	528,434,166	62,161,543	39,003,287	**1,182,410,437**	**843,774,029**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 16,974,381	25,715,393	1,436,859	1,875,840	**24,330,071**	**37,966,714**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 75,359,813	84,049,068	12,837,407	13,480,261	205,255,319	187,662,470
Redemption of redeemable units	$ (21,006,678)	(18,075,555)	(6,735,361)	(3,011,112)	(81,868,107)	(51,794,849)
Reinvestment of distributions to holders of redeemable units	$ -	-	16	10,725	98,449	83,603
Capitalized distributions	$ -	-	-	-	-	-
	$ 54,353,135	65,973,513	6,102,062	10,479,874	**123,485,661**	**135,951,224**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ -	-	-	-	(125,633)	(105,383)
Return of capital	$ -	-	-	-	-	-
	$ -	-	-	-	**(125,633)**	**(105,383)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 71,327,516	91,688,906	7,538,921	12,355,714	**147,690,099**	**173,812,555**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 785,601,323**	**620,123,072**	**69,700,464**	**51,359,001**	**1,330,100,536**	**1,017,586,584**
Redeemable Unit Transactions						
Balance - beginning of period	53,250,711	40,870,982	5,686,249	3,700,054	**90,716,655**	**66,959,682**
Units issued	5,591,170	6,299,614	1,168,750	1,235,613	15,892,697	14,611,254
Units issued on reinvestment of distributions	-	-	1	1,019	7,187	6,117
Units redeemed	(1,557,442)	(1,344,384)	(614,752)	(277,051)	(6,399,606)	(4,021,450)
Balance - end of period	**57,284,439**	**45,826,212**	**6,240,248**	**4,659,635**	**100,216,933**	**77,555,603**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**24,330,071**	37,966,714
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(14,482,041)**	(7,646,087)
Change in unrealized (appreciation) depreciation in value of investments	**(4,052,674)**	(24,726,993)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(9,767,202)**	(8,329,394)
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(351,240,461)**	(391,066,739)
Proceeds from sale of investments	**220,466,466**	248,355,835
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(243,558)**	75,810
Change in distributions receivable from underlying funds	**9,729,208**	3,788,749
Change in management fees payable	**569,276**	126,174
Change in other payables and accrued expenses	**95,735**	32,756
Net Cash Provided by (Used in) Operating Activities	**(124,595,180)**	(141,423,175)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(25,437)**	(21,780)
Proceeds from redeemable units issued	**204,992,293**	187,640,482
Redemption of redeemable units	**(81,776,139)**	(51,561,313)
Net Cash Provided by (Used in) Financing Activities	**123,190,717**	136,057,389
Net increase (decrease) in cash	**(1,404,463)**	(5,365,786)
Cash (bank indebtedness) at beginning of period	**5,173,956**	9,241,940
Cash (bank indebtedness) at end of period	**3,769,493**	3,876,154
Dividends received, net of withholding taxes	**304,492**	837,461
Interest received, net of withholding taxes	**26,614**	8,456
Interest paid	**(7)**	(10)

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Moderate Portfolio (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	169,661	52,802,154	60,939,142	
Vanguard REIT ETF	69,424	6,831,296	7,438,286	
		59,633,450	**68,377,428**	**5.14**
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	47,290	7,182,290	8,288,061	
Beutel Goodman Canadian Equity Fund, Class I	1,540,024	58,788,856	65,499,695	
Invesco Global Real Estate Fund, Series I	1,298,721	16,273,149	16,747,001	
PH&N Bond Fund, Series O	18,989,710	198,107,760	191,974,569	
RBC Global High Yield Bond Fund, Series O	6,758,598	72,445,563	70,013,673	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	5,105,960	55,454,602	58,417,799	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	14,408,174	153,034,305	149,703,814	
Sun Life Excel Emerging Markets Fund, Series I	4,302,733	48,396,591	50,899,184	
Sun Life Granite Tactical Completion Fund, Series I	10,978,557	110,978,786	109,517,692	
Sun Life Infrastructure Fund, Series I	2,704,089	24,159,903	24,001,494	
Sun Life MFS Canadian Equity Growth Fund, Series I	786,012	37,942,929	43,513,541	
Sun Life MFS International Growth Fund, Series I	2,994,324	48,561,361	57,643,434	
Sun Life MFS International Value Fund, Series I	2,961,453	58,891,341	72,403,980	
Sun Life MFS U.S. Growth Fund, Series I	2,309,178	74,815,864	88,021,021	
Sun Life MFS U.S. Value Fund, Series I	908,690	24,097,463	25,089,378	
Sun Life Money Market Fund, Series I	1,906,786	19,067,863	19,067,863	
Sun Life NWQ Flexible Income Fund, Series I	2,463,872	24,535,773	23,749,758	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	9,234,020	92,531,325	91,140,698	
Sun Life Schroder Global Mid Cap Fund, Series I	3,432,880	39,161,494	41,202,801	
Sun Life Sionna Canadian Small Cap Equity Class, Series I	1,235,468	12,175,730	12,911,387	
Templeton Global Bond Fund (Hedged), Series O	4,717,472	40,946,073	39,013,491	
		1,217,549,021	**1,258,820,334**	**94.64**
Transaction Costs		**(3,523)**		
Total Investments		**1,277,178,948**	**1,327,197,762**	**99.78**
Other Assets less Liabilities			**2,902,774**	**0.22**
Total Net Assets			**1,330,100,536**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Moderate Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Portfolio holds assets and liabilities indirectly through underlying externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Moderate Portfolio (continued)

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Portfolio's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Exchange-Traded Funds		
U.S. Equities	5.1	8.1
Mutual Funds		
Canadian Fixed Income	25.8	25.3
Tactical Balanced	10.0	11.0
Canadian Equities	9.3	10.1
International Equities	10.3	11.5
High Yield Fixed Income	5.3	6.8
Global Fixed Income	2.9	2.8
U.S. Equities	8.5	5.5
Global Equities	1.8	1.1
Canadian Focused Equities	3.3	3.3
Real Estate Equities	1.3	1.7
U.S. Small/Mid Cap Equities	-	1.6
U.S. Fixed Income	6.9	5.7
Emerging Markets Equities	3.8	2.5
Canadian Money Market	1.4	-
Global Small/Mid Cap Equities	3.1	1.5
Canadian Small/Mid Cap Equities	1.0	1.1
Other Assets less Liabilities	0.2	0.4
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	68,377,428	-	-	68,377,428
Mutual Funds	1,258,820,334	-	-	1,258,820,334

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	96,379,013	-	-	96,379,013
Mutual Funds	1,081,772,736	-	-	1,081,772,736

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $5,733 ($6,419 for the period ended June 30, 2017).

Taxation of the Portfolio

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Moderate Portfolio (continued)

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Portfolio. Investment by the Company in the Portfolio is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Portfolio:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,472

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	January 16, 2012
Series T5 Units	January 11, 2012	January 16, 2012
Series F Units	January 11, 2012	January 16, 2012
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2012	January 16, 2012
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Tactical Completion Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**69,513,690**	109,403,796
Short-term investments	**585,591,031**	482,135,474
Cash	**15,655,957**	9,823,979
Margin	**-**	2,765,800
Option contracts, at fair value - long	**9,975,979**	1,394,054
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**5,066,600**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**848,189**	-
Accrued interest	**1,011,283**	860,036
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**26**	26
Subscriptions receivable	**-**	-
	687,662,755	606,383,165
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**4,100,835**	273,525
Option contracts, at fair value - short	**19,406,966**	8,047,260
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**2,485,760**	2,765,800
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**32,118**	8,190
Redemptions payable	**-**	-
Distributions payable	**-**	-
Due to investment dealers	**-**	-
Management fees payable	**-**	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	**26,025,679**	11,094,775
Net Assets Attributable to Holders of Redeemable Units	**661,637,076**	595,288,390
Net Assets Attributable to Holders of Redeemable Units per Unit - Series I (note 5)	**9.98**	9.89

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**4,587,037**	1,569,461
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**2,915,904**	103,550
Net realized gain (loss) on futures contracts	**(7,650,284)**	1,546
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**1,287,444**	10,325,696
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**5,720,786**	(1,083,249)
Change in unrealized appreciation (depreciation) in value of futures contracts	**5,346,640**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**29,370**	(10,236,805)
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**12,236,897**	680,199
Net gain (loss) on foreign exchange	**(702,801)**	(273,408)
Other income	**-**	-
Total income (loss)	**11,534,096**	406,791
Expenses (note 6)		
Management fees	**-**	-
Administration fees	**174,753**	132,847
Independent review committee fees	**-**	-
Withholding tax	**-**	-
Transaction costs (note 3)	**5,175,415**	2,163,136
Total operating expenses	**5,350,168**	2,295,983
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**6,183,928**	(1,889,192)
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series I	**6,183,928**	(1,889,192)
Weighted Average Number of Units Outstanding - Series I	**64,427,619**	46,970,351
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series I	**0.10**	(0.04)

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Tactical Completion Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 595,288,390**	**554,605,586**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 6,183,928**	**(1,889,192)**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 88,264,758	252,240,000
Redemption of redeemable units	$ (28,100,000)	(302,882,000)
Reinvestment of distributions to holders of redeemable units	$ -	-
Capitalized distributions	$ -	-
	$ 60,164,758	**(50,642,000)**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ -	-
Return of capital	$ -	-
	$ -	**-**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 66,348,686**	**(52,531,192)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 661,637,076**	**502,074,394**
Redeemable Unit Transactions		
Balance - beginning of period	**60,209,344**	**54,273,737**
Units issued	8,992,697	24,601,468
Units issued on reinvestment of distributions	-	-
Units redeemed	(2,876,399)	(29,424,123)
Balance - end of period	**66,325,642**	**49,451,082**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**6,183,928**	(1,889,192)
Adjustments for:		
Gain on short-term investments	**(3,471,884)**	(1,280,244)
Net realized (gain) loss on sale of investments	**(2,915,904)**	(103,550)
Change in unrealized (appreciation) depreciation in value of investments	**(5,720,786)**	1,083,249
Change in unrealized (appreciation) depreciation in value of futures contracts	**(5,346,640)**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**2,777,781**	15,365,611
Change in fair value of credit default swaps	**-**	-
Change in margin	**6,593,110**	(37,291)
Purchases of investments	**(58,317,952)**	(79,467,342)
Proceeds from sale of investments	**96,612,226**	27,018
Purchases of short-term investments	**(1,515,056,592)**	(1,735,737,261)
Proceeds from sale of short-term investments	**1,424,446,972**	1,854,967,812
Change in dividends and interest receivable	**(151,247)**	(181,236)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**-**	-
Change in other payables and accrued expenses	**34,208**	(3,065)
Net Cash Provided by (Used in) Operating Activities	**(54,332,780)**	52,744,509
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**-**	-
Proceeds from redeemable units issued	**88,264,758**	252,240,000
Redemption of redeemable units	**(28,100,000)**	(302,882,000)
Net Cash Provided by (Used in) Financing Activities	**60,164,758**	(50,642,000)
Net increase (decrease) in cash	**5,831,978**	2,102,509
Cash (bank indebtedness) at beginning of period	**9,823,979**	46,193,170
Cash (bank indebtedness) at end of period	**15,655,957**	48,295,679
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**4,435,790**	1,388,225
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Tactical Completion Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.181%	12-Jul-2018	50,792,000	50,654,354	50,654,354	
Canadian Treasury Bill	1.195%	26-Jul-2018	28,260,000	28,198,876	28,198,876	
Canadian Treasury Bill	1.141%	09-Aug-2018	36,452,000	36,384,735	36,384,735	
Canadian Treasury Bill	1.154%	23-Aug-2018	45,354,000	45,217,780	45,217,780	
Canadian Treasury Bill	1.289%	06-Sep-2018	102,207,000	101,854,252	101,854,252	
Canadian Treasury Bill	1.197%	20-Sep-2018	27,297,000	27,220,563	27,220,563	
Canadian Treasury Bill	1.256%	04-Oct-2018	10,434,000	10,398,942	10,398,942	
United States Treasury Bill	1.721%	05-Jul-2018	10,832,000	13,732,505	14,204,625	
United States Treasury Bill	1.713%	12-Jul-2018	15,000,000	19,283,614	19,666,140	
United States Treasury Bill	1.738%	16-Jul-2018	45,708,000	59,449,993	59,941,066	
United States Treasury Bill	1.803%	02-Aug-2018	5,623,000	7,203,065	7,365,376	
United States Treasury Bill	1.859%	09-Aug-2018	24,706,000	31,474,577	32,358,945	
United States Treasury Bill	1.852%	23-Aug-2018	2,206,000	2,925,574	2,892,446	
United States Treasury Bill	1.884%	13-Sep-2018	1,406,000	1,824,594	1,840,747	
				435,823,424	**438,198,847**	**66.23**
Bankers' Acceptances						
Canadian Imperial Bank of Commerce	1.628%	27-Aug-2018	10,000,000	9,960,900	9,960,900	
Bank of Montreal	1.629%	16-Aug-2018	15,000,000	14,940,000	14,940,000	
National Bank Financial	1.639%	28-Sep-2018	5,000,000	4,979,650	4,979,650	
The Toronto-Dominion Bank	1.611%	03-Jul-2018	19,200,000	19,123,200	19,123,200	
The Toronto-Dominion Bank	1.631%	28-Sep-2018	8,000,000	7,967,600	7,967,600	
				56,971,350	**56,971,350**	**8.61**
Discount Commercial Paper						
Bay Street Funding Trust	1.711%	17-Sep-2018	5,000,000	4,979,000	4,979,000	
Canadian Master Trust	1.750%	31-Aug-2018	5,000,000	4,971,400	4,971,400	
Daimler Canada Finance Inc.	1.537%	25-Jul-2018	10,000,000	9,987,800	9,987,800	
Honda Canada Finance Inc.	1.600%	26-Jul-2018	10,000,000	9,972,900	9,972,900	
Merit Trust	1.679%	20-Aug-2018	5,000,000	4,982,350	4,982,350	
Plaza Trust	1.708%	09-Jul-2018	5,000,000	4,978,100	4,978,100	
Plaza Trust	1.839%	13-Jul-2018	5,000,000	4,955,550	4,955,550	
Plaza Trust	1.729%	10-Sep-2018	5,000,000	4,976,900	4,976,900	
Plaza Trust	1.709%	01-Oct-2018	5,000,000	4,977,400	4,977,400	
Prime Trust	1.680%	23-Jul-2018	9,000,000	8,962,470	8,962,470	
Ridge Trust	1.731%	02-Aug-2018	5,000,000	4,971,699	4,971,700	
SAFE Trust	1.701%	25-Sep-2018	6,800,000	6,770,964	6,770,964	
SOUND Trust	1.721%	12-Sep-2018	5,000,000	4,978,400	4,978,400	
SOUND Trust	1.701%	25-Sep-2018	5,000,000	4,978,650	4,978,650	
Storm King Funding	1.720%	11-Sep-2018	5,000,000	4,977,250	4,977,250	
				90,420,833	**90,420,834**	**13.67**
Total Short-Term Investments				**583,215,607**	**585,591,031**	**88.51**
BONDS						
Corporate Bonds						
Bank of Montreal	1.944%	30-Mar-2020	10,000,000	10,000,000	10,001,758	
Bank of Nova Scotia	1.800%	05-Sep-2018	5,000,000	5,000,000	5,000,749	
Canadian Imperial Bank of Commerce	1.798%	24-Jul-2018	5,000,000	5,000,000	5,002,900	
Canadian Imperial Bank of Commerce	1.765%	08-May-2019	15,000,000	15,000,000	15,005,100	
Canadian Imperial Bank of Commerce	1.765%	07-Jun-2019	10,000,000	10,000,000	9,821,775	
National Bank of Canada	1.763%	11-Jun-2019	10,000,000	10,000,000	10,079,800	
Royal Bank of Canada	1.888%	30-Jul-2018	5,000,000	5,000,000	5,001,300	

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Tactical Completion Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Royal Bank of Canada	1.833%	01-Aug-2018	5,000,000	5,000,000	5,000,700	
The Toronto-Dominion Bank	1.788%	31-Jul-2019	4,600,000	4,600,000	4,599,608	
				69,600,000	**69,513,690**	**10.51**
Total Bonds				**69,600,000**	**69,513,690**	**10.51**
Total Investments				**652,815,607**	**655,104,721**	**99.02**
Written Option Contracts[1]					**(9,430,987)**	**(1.43)**
Futures Contracts[2]					**2,580,840**	**0.39**
Other Assets less Liabilities					**13,382,502**	**2.02**
Total Net Assets					**661,637,076**	**100.00**

[1] Written Option Contracts

	Expiry Date	Number of Contracts	Average Cost ($)	Current Value ($)
Invesco DB US Dollar Index @24 Put Option	17-Aug-2018	50,000	260,854	230,204
iShares MSCI Emerging MKT @42.5 Put Option	17-Aug-2018	14,500	2,307,957	1,621,292
S&P 500 Index @2625 Put Option	13-Jul-2018	450	325,574	417,327
S&P 500 Index @2625 Put Option	13-Jul-2018	660	477,508	612,079
Technology Select Sector SPDR @71 Put Option	17-Aug-2018	21,700	4,567,242	6,979,317
Wisdomtree Japan Hedged @35 Put Option	17-Aug-2018	16,000	189,425	115,760
			8,128,560	**9,975,979**
Invesco DB US Dollar Index BU @25 Put Option	17-Aug-2018	(50,000)	(1,513,537)	(1,808,744)
iShares MSCI Emerging MKT @40 Put Option	17-Aug-2018	(14,500)	(953,701)	(619,906)
S&P 500 Index @2780 Put Option	13-Jul-2018	(1,110)	(10,586,084)	(9,228,145)
Technology Select Sector SPDR @67 Put Option	17-Aug-2018	(21,700)	(1,969,623)	(2,982,980)
Wisdomtree Japan Hedged EQ @56 Put Option	17-Aug-2018	(16,000)	(4,483,054)	(4,767,191)
			(19,505,999)	**(19,406,966)**

[2] Futures Contracts Schedule

Name of Future	Contracted Value ($)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value ($)	Unrealized Appreciation/ (Depreciation) ($)
MTL 10-year Canadian Bond Futures	205,466,800	19-Sep-2018	1,540	133	210,533,400	5,066,600
MTL 10-year Canadian Bond Futures	95,476,460	19-Sep-2018	693	138	94,740,030	(736,430)
MTL 10-year Canadian Bond Futures	243,315,900	19-Sep-2018	1,767	138	241,566,570	(1,749,330)
						2,580,840

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Tactical Completion Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Tactical Completion Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	84.74	77.60
AA/Aa	6.73	12.33
A/A	8.30	5.77
Not Rated	0.75	3.90
Total	**100.52**	**99.60**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	June 30, 2018		December 31, 2017	
	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
United States Dollar	133,263,720	20.14	227,280,759	38.18
Total	**133,263,720**	**20.14**	**227,280,759**	**38.18**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $6,663,186 ($11,364,038 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	640,503,355	14,601,366	-	655,104,721
December 31, 2017	591,539,270	-	-	591,539,270

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $1,260,827 ($882,216 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is not currently exposed to other market risk as no equities are held in the Fund.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

The accompanying notes are an integral part of the financial statements.

Sun Life Granite Tactical Completion Fund (continued)

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	66.2	60.6
Bankers' Acceptances	8.6	9.9
Discount Commercial Paper	13.7	10.5
Bonds		
Corporate Bonds	10.5	18.4
Derivative Assets (Liabilities)	(1.0)	(1.6)
Other Assets less Liabilities	2.0	2.2
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Bonds	-	69,513,690	-	69,513,690
Short-Term Investments	-	585,591,031	-	585,591,031
Futures Contracts	-	5,066,600	-	5,066,600
Option Contracts	9,975,979	-	-	9,975,979
Financial Liabilities				
Futures Contracts	-	2,485,760	-	2,485,760
Option Contracts	19,406,966	-	-	19,406,966

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Bonds	-	109,403,796	-	109,403,796
Short-Term Investments	-	482,135,474	-	482,135,474
Option Contracts	1,394,054	-	-	1,394,054
Financial Liabilities				
Futures Contracts	-	2,765,800	-	2,765,800
Option Contracts	8,047,260	-	-	8,047,260

There were no transfers between fair value levels during the periods from January 1 to December 31, 2017 and February 5 to December 31, 2016.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of option and futures contracts. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

Futures contracts are classified as Level 2 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $5,175,415 ($2,163,136 for the period ended June 30, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $5,260,480 ($nil as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series I Units	February 05, 2016	February 10, 2016

The accompanying notes are an integral part of the financial statements.

Sun Life Infrastructure Fund

(formerly Sun Life Sentry Infrastructure Fund)

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**300,293,988**	109,105,263
Short-term investments	**-**	-
Cash	**5,827,052**	19,634,806
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**114,655**	-
Accrued interest	**-**	310
Dividends receivable	**2,876,633**	354,368
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**184,094**	3,018,201
	309,296,422	132,112,948
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**17,475**	2,394
Redemptions payable	**113,474**	28,138
Distributions payable	**255**	-
Due to investment dealers	**1,358,490**	9,187,522
Management fees payable	**31,732**	8,311
Total liabilities (excluding net assets attributable to holders of redeemable units)	**1,521,426**	9,226,365
Net Assets Attributable to Holders of Redeemable Units	**307,774,996**	122,886,583
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**15,699,981**	15,164,708
Series T5	**13,285**	13,120
Series T8	**41,144**	14,862
Series F	**1,559,956**	1,218,138
Series F5	**10,890**	-
Series F8	**10,890**	-
Series I	**286,928,294**	102,737,873
Series O	**3,510,556**	3,737,882
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**7.96**	8.05
Series T5	**12.05**	12.22
Series T8	**11.20**	11.54
Series F	**8.10**	8.15
Series F5	**16.01**	-
Series F8	**15.82**	-
Series I	**8.88**	8.87
Series O	**8.42**	8.43

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**6,967,030**	3,135,417
Interest income for distribution purposes	**8,684**	3,033
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(284,089)**	7,206,590
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	190,346
Net realized gain (loss) on option contracts	**-**	(317,996)
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**1,547,501**	5,465,140
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	771,332
Change in unrealized appreciation (depreciation) in option contracts	**-**	266,075
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**8,239,126**	16,719,937
Net gain (loss) on foreign exchange	**(222,199)**	(1,829)
Other income	**-**	-
Total income (loss)	**8,016,927**	16,718,108
Expenses (note 6)		
Management fees	**174,923**	142,864
Administration fees	**68,421**	55,482
Independent review committee fees	**190**	149
Withholding tax	**971,599**	187,189
Transaction costs (note 3)	**311,554**	171,056
Total operating expenses	**1,526,687**	556,740
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**6,490,240**	16,161,368
Finance Cost		
Interest expense	**(705)**	(402)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**6,489,535**	16,160,966
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**195,206**	1,217,973
Series T5	**167**	1,249
Series T8	**1,124**	1,134
Series F	**22,822**	84,227
Series F5	**890**	-
Series F8	**890**	-
Series I	**6,197,483**	14,616,549
Series O	**70,953**	239,834
Weighted Average Number of Units Outstanding		
Series A	**1,939,341**	1,333,052
Series T5	**1,086**	903
Series T8	**2,636**	859
Series F	**166,637**	82,518
Series F5	**672**	-
Series F8	**676**	-
Series I	**19,320,920**	13,825,287
Series O	**432,298**	244,034

The accompanying notes are an integral part of the financial statements.

Sun Life Infrastructure Fund (continued)

(formerly Sun Life Sentry Infrastructure Fund)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.10**	0.91
Series T5	**0.15**	1.38
Series T8	**0.43**	1.32
Series F	**0.14**	1.02
Series F5	**1.32**	-
Series F8	**1.32**	-
Series I	**0.32**	1.06
Series O	**0.16**	0.98

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 15,164,708	10,990,502	13,120	11,969	14,862	10,003	1,218,138	656,964
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 195,206	1,217,973	167	1,249	1,124	1,134	22,822	84,227
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 2,954,262	2,689,831	-	335	26,000	1,000	874,591	413,190
Redemption of redeemable units	$ (2,608,372)	(1,373,550)	-	(335)	-	-	(551,046)	(298,016)
Reinvestment of distributions to holders of redeemable units	$ 348,095	438,837	344	467	459	549	26,560	14,365
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 693,985	1,755,118	344	467	26,459	1,549	350,105	129,539
Distributions to Holders of Redeemable Units								
From capital gains	$ -	(133,593)	-	(145)	-	(122)	-	(7,986)
From net investment income	$ (353,918)	(309,900)	(346)	(321)	(1,301)	(460)	(31,109)	(19,229)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (353,918)	(443,493)	(346)	(466)	(1,301)	(582)	(31,109)	(27,215)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 535,273	2,529,598	165	1,250	26,282	2,101	341,818	186,551
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 15,699,981**	**13,520,100**	**13,285**	**13,219**	**41,144**	**12,104**	**1,559,956**	**843,515**
Redeemable Unit Transactions								
Balance - beginning of period	1,883,098	1,215,980	1,074	882	1,288	782	149,446	71,159
Units issued	378,336	288,901	-	23	2,345	78	109,259	42,639
Units issued on reinvestment of distributions	44,667	47,323	29	34	42	42	3,355	1,503
Units redeemed	(333,831)	(145,959)	-	(23)	-	-	(69,564)	(29,924)
Balance - end of period	**1,972,270**	**1,406,245**	**1,103**	**916**	**3,675**	**902**	**192,496**	**85,377**

The accompanying notes are an integral part of the financial statements.

Sun Life Infrastructure Fund (continued)

(formerly Sun Life Sentry Infrastructure Fund)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	102,737,873	200,190,943	3,737,882	2,060,054
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 890	-	890	-	6,197,483	14,616,549	70,953	239,834
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 10,000	-	10,000	-	181,442,491	9,474,858	124,952	950,098
Redemption of redeemable units	$ -	-	-	-	(3,449,553)	(85,649,473)	(419,669)	(85,956)
Reinvestment of distributions to holders of redeemable units	$ 211	-	339	-	3,873,472	5,674,101	81,030	78,509
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 10,211	-	10,339	-	181,866,410	(70,500,514)	(213,687)	942,651
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	(2,433,386)	-	(25,041)
From net investment income	$ (211)	-	(339)	-	(3,873,472)	(3,240,713)	(84,592)	(60,023)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211)	-	(339)	-	(3,873,472)	(5,674,099)	(84,592)	(85,064)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 10,890	-	10,890	-	184,190,421	(61,558,064)	(227,326)	1,097,421
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 10,890**	**-**	**10,890**	**-**	**286,928,294**	**138,632,879**	**3,510,556**	**3,157,475**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	11,587,545	21,119,674	443,469	218,056
Units issued	667	-	667	-	20,688,287	996,182	15,311	93,486
Units issued on reinvestment of distributions	13	-	21	-	446,596	584,876	9,882	8,037
Units redeemed	-	-	-	-	(396,147)	(9,118,557)	(51,754)	(8,892)
Balance - end of period	**680**	**-**	**688**	**-**	**32,326,281**	**13,582,175**	**416,908**	**310,687**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 122,886,583**	**213,920,435**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 6,489,535**	**16,160,966**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 185,442,296	13,529,312
Redemption of redeemable units	$ (7,028,640)	(87,407,330)
Reinvestment of distributions to holders of redeemable units	$ 4,330,510	6,206,828
Capitalized distributions	$ -	-
	$ 182,744,166	**(67,671,190)**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	(2,600,273)
From net investment income	$ (4,345,288)	(3,630,646)
Return of capital	$ -	-
	$ (4,345,288)	**(6,230,919)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 184,888,413**	**(57,741,143)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 307,774,996**	**156,179,292**
Redeemable Unit Transactions		
Balance - beginning of period	**14,065,920**	**22,626,533**
Units issued	21,194,872	1,421,309
Units issued on reinvestment of distributions	504,605	641,815
Units redeemed	(851,296)	(9,303,355)
Balance - end of period	**34,914,101**	**15,386,302**

The accompanying notes are an integral part of the financial statements.

Sun Life Infrastructure Fund (continued)

(formerly Sun Life Sentry Infrastructure Fund)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**6,489,535**	16,160,966
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**284,089**	(7,206,590)
Change in unrealized (appreciation) depreciation in value of investments	**(1,547,501)**	(5,465,140)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	(771,332)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	51,921
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(240,605,647)**	(45,360,403)
Proceeds from sale of investments	**42,425,093**	123,179,235
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(2,521,955)**	25,726
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**23,421**	6,820
Change in other payables and accrued expenses	**326,635**	169,581
Net Cash Provided by (Used in) Operating Activities	**(195,126,330)**	80,790,784
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(14,523)**	(24,091)
Proceeds from redeemable units issued	**188,276,403**	13,446,604
Redemption of redeemable units	**(6,943,304)**	(91,486,647)
Net Cash Provided by (Used in) Financing Activities	**181,318,576**	(78,064,134)
Net increase (decrease) in cash	**(13,807,754)**	2,726,650
Cash (bank indebtedness) at beginning of period	**19,634,806**	6,480,883
Cash (bank indebtedness) at end of period	**5,827,052**	9,207,533
Dividends received, net of withholding taxes	**3,473,166**	2,973,954
Interest received, net of withholding taxes	**8,994**	3,033
Interest paid	**(705)**	(402)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Snam SpA	4,571,897	27,641,858	25,109,588	
		27,641,858	**25,109,588**	**8.16**
Industrials				
ASTM SpA	55,501	2,006,515	1,691,173	
Atlantia SpA	640,296	25,740,431	24,899,470	
Atlas Arteria Ltd.	846,435	4,954,882	5,289,705	
CSX Corp.	62,275	4,513,996	5,224,809	
Fraport AG Frankfurt Airport Services Worldwide	80,990	10,392,004	10,276,902	
Norfolk Southern Corp.	29,812	5,476,276	5,916,517	
Societa Iniziative Autostradali e Servizi SpA	51,858	1,273,286	1,027,427	
Transurban Group	1,532,022	17,596,934	17,823,213	
Vinci SA	72,725	8,709,575	9,199,108	
		80,663,899	**81,348,324**	**26.43**
Consumer Discretionary				
Eutelsat Communications SA	416,841	11,147,913	11,373,163	
SES SA	665,043	13,947,071	16,025,748	
		25,094,984	**27,398,911**	**8.90**
Utilities				
Atco Ltd., Class I	19,800	778,277	803,484	
AusNet Services	688,957	1,061,969	1,074,717	
Edison International	300,380	23,769,479	25,000,056	
Hera SpA	638,403	2,922,140	2,617,893	
Italgas SpA	1,220,521	9,491,474	8,851,500	
National Grid PLC	1,478,525	22,070,788	21,528,228	
Pennon Group PLC	707,044	8,383,630	9,754,702	
PG&E Corp.	456,122	27,008,822	25,536,112	
Red Electrica Corp SA	660,347	17,917,653	17,687,413	
REN - Redes Energéticas Nacionais SGPS SA	650,453	2,478,218	2,397,578	
Severn Trent PLC	184,691	6,207,661	6,349,355	
Spark Infrastructure Group	1,907,798	4,420,834	4,227,602	
Terna Rete Elettrica Nazionale SpA	3,544,307	26,748,095	25,214,219	
United Utilities Group PLC	1,161,431	15,592,951	15,394,306	
		168,851,991	**166,437,165**	**54.08**
Total Equities		**302,252,732**	**300,293,988**	**97.57**
Transaction Costs		**(427,543)**		
Total Investments		**301,825,189**	**300,293,988**	**97.57**
Other Assets less Liabilities			**7,481,008**	**2.43**
Total Net Assets			**307,774,996**	**100.00**

The accompanying notes are an integral part of the financial statements.

Sun Life Infrastructure Fund (continued)

(formerly Sun Life Sentry Infrastructure Fund)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Infrastructure Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund had no significant investments in debt instruments and/or derivatives and, therefore, did not have significant exposure to credit risk. Credit risk from other financial instruments is minimal.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
Euro	157,170,248	51.07	61,952,424	50.41
United States Dollar	61,880,691	20.11	17,925,421	14.59
British Pound	54,340,230	17.66	14,820,098	12.06
Australian Dollar	28,733,191	9.34	5,637,379	4.59
Total	**302,124,360**	**98.18**	**100,335,322**	**81.65**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $15,106,218 ($5,016,766 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in publicly traded equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $15,014,699 ($5,455,263 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Energy	8.2	7.6
Industrials	26.4	35.3
Consumer Discretionary	8.9	3.5
Utilities	54.1	42.4
Other Assets less Liabilities	2.4	11.2
Total	**100.0**	**100.0**

The accompanying notes are an integral part of the financial statements.

Sun Life Infrastructure Fund (continued)

(formerly Sun Life Sentry Infrastructure Fund)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	300,293,988	-	-	300,293,988

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	109,105,263	-	-	109,105,263

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $311,554 ($171,056 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $36,798 ($11,877 for the period ended December 31, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $nil ($2,160,819 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,890
Series F8	688	10,890
Series T5	921	11,094
Series T8	993	11,115

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-
Series F8	-	-
Series T5	897	10,955
Series T8	951	10,975

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	January 29, 2015	January 30, 2015
Series T5 Units	January 29, 2015	January 30, 2015
Series T8 Units	January 29, 2015	January 30, 2015
Series F Units	January 29, 2015	January 30, 2015
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 29, 2015	January 30, 2015
Series O Units	January 29, 2015	January 30, 2015

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Bond Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**134,306,029**	132,614,029
Short-term investments	**-**	-
Cash	**183,093**	514,580
Margin	**74,008**	224,946
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**219,193**	171,449
Unrealized appreciation on currency forward contracts	**6,600**	177,062
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**1,284,670**	664,026
Accrued interest	**861,637**	773,738
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**82,461**	17,732
	137,017,691	135,157,562
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**311,576**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**24,448**	282,285
Unrealized depreciation on currency forward contracts	**1,196,683**	202,851
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**10,092**	3,212
Redemptions payable	**257,760**	282,383
Distributions payable	**213**	-
Due to investment dealers	**1,342,226**	664,061
Management fees payable	**41,192**	13,393
Total liabilities (excluding net assets attributable to holders of redeemable units)	**3,184,190**	1,448,185
Net Assets Attributable to Holders of Redeemable Units	**133,833,501**	133,709,377
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**22,022,547**	23,769,717
Series D	**23,974,565**	26,188,101
Series F	**5,558,605**	5,879,437
Series FX	**415,588**	417,278
Series I	**78,360,496**	73,682,533
Series O	**3,501,700**	3,772,311
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**13.67**	13.92
Series D	**13.73**	13.98
Series F	**10.11**	10.30
Series FX	**13.78**	14.04
Series I	**13.18**	13.43
Series O	**9.81**	10.00

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**2,337,208**	2,059,808
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(981,515)**	615,530
Net realized gain (loss) on futures contracts	**469,486**	(96,757)
Net realized gain (loss) on currency forward contracts	**(853,643)**	(622,507)
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**139,390**	149,939
Change in unrealized appreciation (depreciation) in value of futures contracts	**305,581**	(493,903)
Change in unrealized appreciation (depreciation) in currency forward contracts	**(1,164,294)**	1,602,006
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**252,213**	3,214,116
Net gain (loss) on foreign exchange	**(313,057)**	(8,367)
Other income	**-**	-
Total income (loss)	**(60,844)**	3,205,749
Expenses (note 6)		
Management fees	**237,370**	295,347
Administration fees	**58,302**	61,411
Independent review committee fees	**538**	583
Withholding tax	**-**	-
Transaction costs (note 3)	**5,925**	-
Total operating expenses	**302,135**	357,341
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(362,979)**	2,848,408
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**(362,979)**	2,848,408
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(168,948)**	482,472
Series D	**(128,729)**	638,461
Series F	**(25,398)**	106,093
Series FX	**(1,690)**	9,393
Series I	**(34,352)**	1,540,005
Series O	**(3,862)**	71,984
Weighted Average Number of Units Outstanding		
Series A	**1,659,141**	1,629,015
Series D	**1,809,970**	2,082,718
Series F	**551,465**	333,475
Series FX	**29,923**	31,235
Series I	**5,913,768**	3,468,343
Series O	**363,405**	337,646

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Bond Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(0.10)**	0.30
Series D	**(0.07)**	0.31
Series F	**(0.05)**	0.32
Series FX	**(0.06)**	0.30
Series I	**(0.01)**	0.44
Series O	**(0.01)**	0.21

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series D		Series F		Series FX	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 23,769,717	25,960,509	26,188,101	29,048,752	5,879,437	5,440,245	417,278	407,265
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (168,948)	482,472	(128,729)	638,461	(25,398)	106,093	(1,690)	9,393
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 3,507,477	4,023,171	899,523	332,045	1,090,426	1,353,823	5,496	24,360
Redemption of redeemable units	$ (5,072,710)	(6,147,203)	(2,958,052)	(1,979,866)	(1,381,404)	(1,237,742)	(5,496)	(24,360)
Reinvestment of distributions to holders of redeemable units	$ 245,724	220,637	320,847	332,184	75,564	59,756	6,018	5,465
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ (1,319,509)	(1,903,395)	(1,737,682)	(1,315,637)	(215,414)	175,837	6,018	5,465
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (258,713)	(232,966)	(347,125)	(359,904)	(80,020)	(64,119)	(6,018)	(5,465)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (258,713)	(232,966)	(347,125)	(359,904)	(80,020)	(64,119)	(6,018)	(5,465)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (1,747,170)	(1,653,889)	(2,213,536)	(1,037,080)	(320,832)	217,811	(1,690)	9,393
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 22,022,547**	**24,306,620**	**23,974,565**	**28,011,672**	**5,558,605**	**5,658,056**	**415,588**	**416,658**
Redeemable Unit Transactions								
Balance - beginning of period	1,707,989	1,848,182	1,873,008	2,056,757	571,012	523,516	29,730	28,721
Units issued	255,994	283,216	65,405	23,240	107,563	128,472	396	1,682
Units issued on reinvestment of distributions	17,942	15,546	23,325	23,273	7,457	5,690	436	382
Units redeemed	(370,666)	(433,299)	(214,986)	(139,016)	(136,413)	(118,548)	(396)	(1,682)
Balance - end of period	**1,611,259**	**1,713,645**	**1,746,752**	**1,964,254**	**549,619**	**539,130**	**30,166**	**29,103**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Bond Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 73,682,533	59,266,430	3,772,311	3,048,132	**133,709,377**	**123,171,333**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (34,352)	1,540,005	(3,862)	71,984	**(362,979)**	**2,848,408**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 30,804,552	12,919,818	397,283	675,478	36,704,757	19,328,695
Redemption of redeemable units	$ (26,092,243)	(11,643,465)	(664,032)	(809,583)	(36,173,937)	(21,842,219)
Reinvestment of distributions to holders of redeemable units	$ 1,438,204	1,004,260	64,104	47,310	2,150,461	1,669,612
Capitalized distributions	$ -	-	-	-	-	-
	$ 6,150,513	2,280,613	(202,645)	(86,795)	**2,681,281**	**(843,912)**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (1,438,198)	(1,004,260)	(64,104)	(47,310)	(2,194,178)	(1,714,024)
Return of capital	$ -	-	-	-	-	-
	$ (1,438,198)	(1,004,260)	(64,104)	(47,310)	**(2,194,178)**	**(1,714,024)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 4,677,963	2,816,358	(270,611)	(62,121)	**124,124**	**290,472**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 78,360,496**	**62,082,788**	**3,501,700**	**2,986,011**	**133,833,501**	**123,461,805**
Redeemable Unit Transactions						
Balance - beginning of period	5,485,347	4,367,244	377,420	301,853	**10,044,506**	**9,126,273**
Units issued	2,328,121	941,567	40,482	65,997	2,797,961	1,444,174
Units issued on reinvestment of distributions	108,846	73,228	6,520	4,638	164,526	122,757
Units redeemed	(1,978,889)	(851,177)	(67,502)	(79,632)	(2,768,852)	(1,623,354)
Balance - end of period	**5,943,425**	**4,530,862**	**356,920**	**292,856**	**10,238,141**	**9,069,850**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(362,979)**	2,848,408
Adjustments for:		
Gain on short-term investments	**(2,939)**	(316)
Net realized (gain) loss on sale of investments	**981,515**	(615,530)
Change in unrealized (appreciation) depreciation in value of investments	**(139,390)**	(149,939)
Change in unrealized (appreciation) depreciation in value of futures contracts	**(305,581)**	493,903
Change in unrealized (appreciation) depreciation in currency forward contracts	**1,164,294**	(1,602,006)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**462,514**	(534,272)
Purchases of investments	**(31,656,836)**	(26,074,562)
Proceeds from sale of investments	**29,180,232**	30,968,954
Purchases of short-term investments	**(31,816,633)**	(8,499,725)
Proceeds from sale of short-term investments	**31,819,572**	7,500,041
Change in dividends and interest receivable	**(87,899)**	92,202
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**27,799**	(1,639)
Change in other payables and accrued expenses	**6,880**	349
Net Cash Provided by (Used in) Operating Activities	**(729,451)**	4,425,868
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(43,504)**	(44,323)
Proceeds from redeemable units issued	**36,640,028**	19,221,425
Redemption of redeemable units	**(36,198,560)**	(24,587,539)
Net Cash Provided by (Used in) Financing Activities	**397,964**	(5,410,437)
Net increase (decrease) in cash	**(331,487)**	(984,569)
Cash (bank indebtedness) at beginning of period	**514,580**	1,111,354
Cash (bank indebtedness) at end of period	**183,093**	126,785
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**2,249,309**	2,152,010
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Bond Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS						
Federal Bonds						
Canadian Government Bond	0.750	1-Sep-2020	765,000	745,182	745,733	
Canadian Government Bond	0.750	1-Sep-2021	2,045,000	2,022,203	1,967,142	
Canadian Government Bond	0.500	1-Mar-2022	5,470,000	5,188,578	5,178,506	
Canadian Government Bond	2.500	1-Jun-2024	2,590,000	2,688,524	2,644,861	
Canadian Government Bond	1.000	1-Jun-2027	800,000	713,120	725,359	
Canadian Government Bond	5.750	1-Jun-2033	620,000	944,373	898,026	
Canadian Government Bond	2.750	1-Dec-2048	4,065,000	4,453,405	4,556,662	
Canadian Government Bond	2.750	1-Dec-2064	1,095,000	1,263,163	1,281,032	
				18,018,548	**17,997,321**	**13.45**
Provincial Bonds						
Province of Alberta	4.000	1-Dec-2019	3,460,000	3,829,617	3,556,886	
Province of Alberta	2.550	1-Jun-2027	1,060,000	1,066,074	1,039,964	
Province of Alberta	2.900	20-Sep-2029	1,970,000	1,990,196	1,971,376	
Province of Alberta	3.450	1-Dec-2043	4,650,000	4,853,076	5,022,046	
Province of British Columbia	3.250	18-Dec-2021	3,375,000	3,633,360	3,481,157	
Province of British Columbia	4.950	18-Jun-2040	500,000	653,380	666,021	
Province of British Columbia	2.800	18-Jun-2048	1,340,000	1,268,658	1,318,445	
Province of Manitoba	4.650	5-Mar-2040	1,190,000	1,416,007	1,480,894	
Province of Manitoba	4.100	5-Mar-2041	1,440,000	1,636,971	1,672,519	
Province of Nova Scotia	2.100	1-Jun-2027	2,710,000	2,550,791	2,556,984	
Province of Nova Scotia	4.400	1-Jun-2042	1,040,000	1,251,276	1,274,679	
Province of Ontario	4.000	2-Jun-2021	5,365,000	5,981,155	5,622,246	
Province of Ontario	3.500	2-Jun-2024	1,180,000	1,258,116	1,236,621	
Province of Ontario	2.400	2-Jun-2026	2,975,000	2,946,635	2,900,796	
Province of Ontario	4.700	2-Jun-2037	4,050,000	5,084,935	5,041,614	
Province of Ontario	3.450	2-Jun-2045	2,010,000	2,101,745	2,168,957	
Province of Quebec	4.250	1-Dec-2021	1,155,000	1,254,238	1,227,802	
Province of Quebec	2.750	1-Sep-2028	2,905,000	2,869,094	2,889,818	
Province of Quebec	5.000	1-Dec-2038	2,295,000	2,975,753	3,003,661	
Province of Saskatchewan	4.750	1-Jun-2040	525,000	632,495	672,416	
				49,253,572	**48,804,902**	**36.47**
Municipal Bonds						
City of Montreal	4.250	1-Dec-2032	450,000	502,875	504,949	
Regional Municipality of York	2.350	9-Jun-2027	1,315,000	1,261,190	1,252,744	
				1,764,065	**1,757,693**	**1.31**
Corporate Bonds						
Alectra Inc.	3.958	30-Jul-2042	450,000	442,810	483,079	
Altalink LP	3.990	30-Jun-2042	255,000	254,108	274,777	
Bank of Montreal	4.609	10-Sep-2025	1,025,000	1,188,938	1,128,862	
Bruce Power LP	2.844	23-Jun-2021	1,110,000	1,122,486	1,108,971	
Bruce Power LP	4.010	21-Jun-2029	410,000	410,016	419,964	
Cameco Corp.	4.190	24-Jun-2024	370,000	369,852	367,567	
Canadian Western Bank	2.751	29-Jun-2020	780,000	789,360	779,368	
Canadian Western Bank	2.924	15-Dec-2022	960,000	952,992	950,425	
Choice Properties Real Estate Investment Trust	3.546	10-Jan-2025	705,000	705,000	701,828	
Enbridge Inc.	3.940	30-Jun-2023	230,000	230,000	237,047	
Enbridge Inc.	4.240	27-Aug-2042	1,410,000	1,346,482	1,352,769	
Enercare Solutions Inc.	3.380	21-Feb-2022	415,000	414,925	417,509	
Fairfax Financial Holdings Ltd.	4.250	6-Dec-2027	970,000	969,922	958,662	
General Motors Financial of Canada Ltd.	3.080	22-May-2020	925,000	920,406	928,209	
Glacier Credit Card Trust	2.568	20-Sep-2019	170,000	170,000	170,257	
Hydro One Inc.	5.000	19-Oct-2046	150,000	187,140	187,008	
IGM Financial Inc.	4.560	25-Jan-2047	290,000	290,000	311,347	
KS SP LP / KS SP1 LP / ARI SP LP / ARI SP1 LP	3.210	15-Jun-2019	273,538	268,838	274,144	
Metro Inc.	3.200	1-Dec-2021	325,000	337,838	328,034	
National Bank of Canada	2.404	28-Oct-2019	505,000	505,000	505,306	
North West Redwater Partnership / NWR Financing Co Ltd.	3.650	1-Jun-2035	335,000	334,776	333,107	
Nova Scotia Power Inc.	3.612	1-May-2045	1,280,000	1,209,102	1,267,357	
Omers Realty Corporation	3.358	5-Jun-2023	410,000	410,000	418,376	
Pembina Pipeline Corp.	4.810	25-Mar-2044	525,000	493,710	542,395	
Power Corp of Canada.	4.810	31-Jan-2047	1,120,000	1,120,000	1,237,012	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Rogers Communications Inc	6.560	22-Mar-2041	645,000	863,075	849,531	
Royal Bank of Canada	2.333	5-Dec-2023	425,000	423,640	411,868	
Royal Bank of Canada	4.930	16-Jul-2025	1,530,000	1,761,439	1,712,565	
Shaw Communications Inc.	6.750	9-Nov-2039	245,000	290,812	308,647	
SNC-Lavalin Group Inc.	3.235	2-Mar-2023	960,000	963,360	959,684	
Teck Resources Ltd.	6.250	15-Jul-2041	495,000	664,140	651,144	
The Bank of Nova Scotia	3.270	11-Jan-2021	1,565,000	1,655,695	1,587,294	
The Toronto-Dominion Bank	3.226	24-Jul-2024	2,900,000	3,040,546	2,942,307	
TMX Group Ltd.	2.997	11-Dec-2024	290,000	290,000	287,707	
Toromont Industries Ltd	3.842	27-Oct-2027	245,000	245,000	248,443	
Videotron Ltd.	5.625	15-Jun-2025	622,000	639,013	653,764	
VW Credit Canada Inc.	2.800	20-Aug-2018	460,000	459,595	460,585	
				26,740,016	**26,756,919**	**19.99**
Foreign Bonds						
Alibaba Group Holding Ltd.	3.400	6-Dec-2027	420,000	538,633	515,384	
American International Group Inc.	3.750	10-Jul-2025	673,000	913,325	856,434	
Anheuser-Busch InBev Finance Inc.	2.650	1-Feb-2021	302,000	429,275	392,030	
Anheuser-Busch InBev Finance Inc.	3.700	1-Feb-2024	750,000	1,013,913	986,461	
Anheuser-Busch InBev Finance Inc.	4.900	1-Feb-2046	385,000	547,683	522,787	
AT&T Inc.	3.800	1-Mar-2024	140,000	182,408	180,838	
AT&T Inc.	4.500	15-May-2035	943,000	1,195,353	1,150,658	
AT&T Inc	4.850	25-May-2047	485,000	490,990	480,583	
Bank of America Corp.	3.950	21-Apr-2025	2,181,000	2,808,073	2,812,179	
Becton Dickinson and Co.	4.669	6-Jun-2047	432,000	580,484	551,330	
Berry Plastics Corp.	5.125	15-Jul-2023	375,000	503,047	490,825	
Best Buy Co., Inc.	5.500	15-Mar-2021	500,000	731,739	689,873	
Best Buy Co., Inc., Unsecured Note	5.500	15-Mar-2021	250,000	346,772	344,936	
Building Materials Corp. of America	5.375	15-Nov-2024	300,000	406,459	391,673	
Charter Communications Operating LLC	4.908	23-Jul-2025	350,000	459,524	465,623	
Constellation Brands Inc.	4.250	1-May-2023	350,000	468,233	469,901	
CVS Health Corp.	4.780	25-Mar-2038	360,000	455,091	467,252	
Discover Bank	3.100	4-Jun-2020	774,000	1,007,042	1,013,388	
Dominion Resources Inc	3.625	1-Dec-2024	300,000	384,767	387,531	
Emera US Finance LP	4.750	15-Jun-2046	591,000	746,574	766,824	
Equinix Inc.	5.375	1-Apr-2023	600,000	809,601	811,859	
ERAC USA Finance LLC	7.000	15-Oct-2037	300,000	453,911	494,592	
FirstEnergy Corp.	3.900	15-Jul-2027	1,000,000	1,251,486	1,278,524	
Forest Laboratories Inc.	4.875	15-Feb-2021	186,000	221,071	251,982	
Freeport-McMoRan Inc.	5.400	14-Nov-2034	371,000	483,206	445,327	
Gilead Sciences Inc.	4.800	1-Apr-2044	400,000	443,518	549,638	
Hanesbrands Inc.	4.875	15-May-2026	402,000	526,839	512,944	
HCA Inc.	5.250	15-Jun-2026	342,000	462,470	447,947	
ING Bank NV	5.800	25-Sep-2023	300,000	418,585	418,637	
Intercontinental Exchange Inc.	4.000	15-Oct-2023	630,000	844,993	847,736	
JPMorgan Chase & Co.	3.125	23-Jan-2025	950,000	1,284,545	1,196,121	
Lear Corp.	5.250	15-Jan-2025	450,000	593,326	609,403	
Liberty Mutual Group Inc.	4.250	15-Jun-2023	325,000	431,450	432,319	
Life Technologies Corp.	5.000	15-Jan-2021	496,000	568,336	674,866	
Masco Corp.	4.375	1-Apr-2026	590,000	791,694	774,571	
Morgan Stanley	3.950	23-Apr-2027	500,000	582,850	628,149	
ONEOK Inc.	4.000	13-Jul-2027	694,000	883,415	884,995	
Priceline Group Inc.	3.650	15-Mar-2025	500,000	662,883	644,211	
Reynolds American Inc.	4.000	12-Jun-2022	106,000	130,628	140,432	
Reynolds American Inc.	4.450	12-Jun-2025	76,000	99,312	100,758	
Sabine Pass Liquefaction LLC	5.625	1-Mar-2025	600,000	781,252	840,647	
Sealed Air Corp.	5.125	1-Dec-2024	500,000	667,570	665,943	
Sirius XM Radio Inc.	5.375	15-Apr-2025	750,000	982,022	975,483	
Standard Industries Inc.	4.750	15-Jan-2028	530,000	668,165	643,153	
SunTrust Bank/Atlanta GA	3.300	15-May-2026	690,000	900,924	858,330	
The Goldman Sachs Group Inc.	2.625	25-Apr-2021	500,000	662,779	643,635	
The Goldman Sachs Group Inc.	3.625	22-Jan-2023	685,000	929,510	896,086	
UBS Group Funding Jersey Ltd.	3.000	15-Apr-2021	324,000	426,159	419,856	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Wells Fargo & Co.	4.100	3-Jun-2026	871,000	1,173,504	1,123,849	
Wm. Wrigley Jr. Company	3.375	21-Oct-2020	313,000	321,618	412,997	
				33,667,007	**33,561,500**	**25.08**
Mortgage-Backed Securities						
AIMCO CLO Series 2015-A	3.648	15-Jan-2028	530,000	682,480	692,629	
Atrium XII	3.712	22-Apr-2027	510,000	651,092	668,813	
Babson CLO Ltd 2013-I	3.609	20-Jan-2028	530,000	676,599	697,972	
Magnetite XVI Ltd.	3.555	18-Jan-2028	530,000	660,807	690,916	
Neuberger Berman CLO XX Ltd.	3.598	15-Jan-2028	456,000	582,539	600,392	
OCP CLO 2015-10 Ltd.	3.662	26-Oct-2027	520,000	664,386	683,894	
OCP CLO 2015-9 Ltd.	3.698	15-Jul-2027	510,000	658,734	670,368	
TICP CLO I-2 Ltd.	3.862	26-Apr-2028	550,000	691,293	722,710	
				5,267,930	**5,427,694**	**4.05**
Total Bonds				**134,711,138**	**134,306,029**	**100.35**
Total Investments				**134,711,138**	**134,306,029**	**100.35**
Currency Forward Contracts[1]					**(1,190,083)**	**(0.89)**
Futures Contracts[2]					**194,745**	**0.15**
Other Assets less Liabilities					**522,810**	**0.39**
Total Net Assets					**133,833,501**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Numbers of Contracts	Sold Currency	Numbers of Contracts	Unrealized Gain/(Loss) ($)
BNP Paribas	A-1	27-Jul-2018	CAD	86,793	USD	(65,545)	613
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	34,471	USD	(26,197)	27
JP Morgan	A-2	27-Jul-2018	USD	37,208	CAD	(48,375)	545
JP Morgan	A-1	27-Jul-2018	USD	28,626	CAD	(37,086)	551
JP Morgan	A-1	27-Jul-2018	USD	34,048	CAD	(44,133)	633
JP Morgan	A-1	27-Jul-2018	USD	35,577	CAD	(45,985)	791
JP Morgan	A-2	27-Jul-2018	USD	48,098	CAD	(61,537)	1,701
JP Morgan	A-2	27-Jul-2018	USD	49,522	CAD	(63,371)	1,739
							6,600
Brown Brothers Harriman & Co	A-1	27-Jul-2018	CAD	193,795	USD	(150,811)	(4,487)
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	53,579	USD	(41,380)	(827)
Goldman Sachs & Co.	A-2	27-Jul-2018	USD	153,000	CAD	(201,706)	(539)
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	31,907	USD	(24,574)	(402)
JP Morgan	A-2	27-Jul-2018	USD	32,537	CAD	(43,261)	(480)
JP Morgan	A-2	27-Jul-2018	USD	20,711	CAD	(27,545)	(313)
JP Morgan	A-2	27-Jul-2018	USD	18,325	CAD	(24,306)	(212)
JP Morgan	A-2	27-Jul-2018	USD	263,612	CAD	(34,780)	(119)
Merrill Lynch	A-1	27-Jul-2018	CAD	38,384,396	USD	(30,099,507)	(1,189,304)
							(1,196,683)
							(1,190,083)

[2] Futures Contracts

Name of Future	Contracted Value ($)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value ($)	Unrealized Appreciation/ (Depreciation) ($)
Canadian 5-Year Bond Futures	1,060,200	19-Sep-2018	9	118	1,062,360	2,160
Canadian 5-Year Bond Futures	5,290,882	19-Sep-2018	45	118	5,311,800	20,918
CBOT 10-Year US T-Note Futures	(17,583,398)	19-Sep-2018	(111)	120	(17,549,172)	34,226
CBOT 2-Year US T-Note Futures	(7,543,820)	28-Sep-2018	(27)	106	(7,523,531)	20,289
CBOT 5-Year US T-Note Futures	(1,048,722)	28-Sep-2018	(7)	114	(1,046,204)	2,518

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Bond Fund (continued)

Schedule of Investments (continued)

[2] Futures Contracts (continued)

Name of Future	Contracted Value ($)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value ($)	Unrealized Appreciation/ (Depreciation) ($)
MTL 10-Year Canadian Bond Futures	11,891,996	19-Sep-2018	88	135	12,030,480	138,484
US 10-Year Ultra Futures	(3,374,316)	19-Sep-2018	(20)	128	(3,373,718)	598
						219,193
CBOT 20-Year US T-Note Futures	(569,971)	19-Sep-2018	(3)	144	(572,221)	(2,250)
CBOT Ultra Bond Futures	(3,126,249)	19-Sep-2018	(15)	158	(3,148,447)	(22,198)
						(24,448)
						194,745

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Canadian Bond Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	17.66	22.43
AA/Aa	15.15	9.72
A/A	35.37	38.51
BBB/Bbb	25.28	23.72
BB/Bb	4.85	3.94
Not Rated	2.06	1.00
Total	**100.37**	**99.32**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates. However, the Fund also holds foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies and reduce the current risk exposure to the Fund.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	46,047	0.03	1,584,445	1.19
Total	**46,047**	**0.03**	**1,584,445**	**1.19**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Bond Fund (continued)

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $2,302 ($79,222 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	734,729	37,764,111	95,807,189	134,306,029
December 31, 2017	462,731	39,448,582	92,702,716	132,614,029

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $15,841,314 ($15,085,084 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is not currently exposed to other market risk as no equities are held in the Fund.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
Federal Bonds	13.4	18.2
Provincial Bonds	36.5	34.4
Municipal Bonds	1.3	1.3
Corporate Bonds	20.0	18.2
Foreign Bonds	25.1	24.2
Mortgage-Backed Securities	4.0	2.9
Derivative Assets (Liabilities)	(0.7)	(0.1)
Other Assets less Liabilities	0.4	0.9
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Bonds	-	128,878,335	-	128,878,335
Mortgage-Backed Securities	-	5,427,694	-	5,427,694
Futures Contracts	-	219,193	-	219,193
Currency Forward Contracts	-	6,600	-	6,600
Financial Liabilities				
Futures Contracts	-	24,448	-	24,448
Currency Forward Contracts	-	1,196,683	-	1,196,683

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Bonds	-	128,785,029	-	128,785,029
Mortgage-Backed Securities	-	-	3,829,000	3,829,000
Futures Contracts	-	171,449	-	171,449
Currency Forward Contracts	-	177,062	-	177,062
Financial Liabilities				
Futures Contracts	-	282,285	-	282,285
Currency Forward Contracts	-	202,851	-	202,851

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The following is a reconciliation of Level 3 fair value assets as at June 30, 2018 and December 31, 2017.

	June 30, 2018	December 31, 2017
	($)	($)
Opening Balance	3,829,000	-
Net purchases and sales	-	2,592,709
Net transfers in (out)	(3,905,947)	1,310,080
Gains (losses)		
Realized	-	-
Unrealized	76,947	(73,789)
Closing Balance	**-**	**3,829,000**

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Bond Fund (continued)

Bonds and Mortgage-Backed Securities

Bonds include primarily government and corporate bonds and mortgage backed securities, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. Bonds are classified as Level 2, when the inputs that are significant to valuation are generally observable. When one or more of the inputs that are significant to valuation become unobservable, bonds are then classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts and futures contracts. Forward contracts are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Futures contracts are classified as Level 2 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $5,925 (nil for the period ended June 30, 2017).

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Gross Assets/ (Liabilities) ($)	Amounts Eligible for Offset: Financial Instruments ($)	Amounts Eligible for Offset: Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Currency Forward Contracts	6,600	(1,151)	-	5,449
Total	**6,600**	**(1,151)**	**-**	**5,449**
Derivative liabilities - Currency Forward Contracts	(1,196,683)	1,151	-	(1,195,532)
Total	**(1,196,683)**	**1,151**	**-**	**(1,195,532)**
December 31, 2017				
Derivative assets - Currency Forward Contracts	177,062	(60,461)	-	116,601
Total	**177,062**	**(60,461)**	**-**	**116,601**
Derivative liabilities - Currency Forward Contracts	(202,851)	60,461	-	(142,390)
Total	**(202,851)**	**60,461**	**-**	**(142,390)**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	March 27, 2009	March 31, 2009
Series D Units	July 15, 1988	July 15, 1988
Series F Units	March 30, 2012	March 30, 2012
Series FX Units	February 13, 2008	February 15, 2008
Series I Units	November 21, 2008	November 30, 2008
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Equity Growth Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**348,631,881**	289,515,306
Short-term investments	**3,643,156**	5,144,585
Cash	**199,820**	180,447
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**179,243**	-
Accrued interest	**37,854**	810
Dividends receivable	**764,698**	492,575
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**21,356**	49,443
	353,478,008	295,383,166
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**20,687**	5,061
Redemptions payable	**11,033**	-
Distributions payable	**-**	-
Due to investment dealers	**44,514**	354,616
Management fees payable	**40,962**	8,149
Total liabilities (excluding net assets attributable to holders of redeemable units)	**117,196**	367,826
Net Assets Attributable to Holders of Redeemable Units	**353,360,812**	295,015,340
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**14,060,173**	5,274,415
Series D	**26,252,611**	14,019,541
Series F	**6,980,048**	3,732,297
Series I	**304,016,721**	271,251,473
Series O	**2,051,259**	737,614
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**53.04**	50.72
Series D	**55.60**	53.12
Series F	**54.73**	52.29
Series I	**55.36**	52.89
Series O	**13.02**	12.44

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**3,868,869**	1,692,293
Interest income for distribution purposes	**18,420**	1,527
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**4,193,214**	5,449,988
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**10,311,807**	358,739
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**18,392,310**	7,502,547
Net gain (loss) on foreign exchange	**(5,553)**	1,382
Other income	**-**	-
Total income (loss)	**18,386,757**	7,503,929
Expenses (note 6)		
Management fees	**175,963**	156,907
Administration fees	**108,569**	62,628
Independent review committee fees	**237**	207
Withholding tax	**127,776**	48,603
Transaction costs (note 3)	**40,634**	32,909
Total operating expenses	**453,179**	301,254
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**17,933,578**	7,202,675
Finance Cost		
Interest expense	**(15)**	(48)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**17,933,563**	7,202,627
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**252,704**	142,705
Series D	**622,493**	653,953
Series F	**193,436**	155,709
Series I	**16,832,830**	6,229,646
Series O	**32,100**	20,614
Weighted Average Number of Units Outstanding		
Series A	**122,956**	77,871
Series D	**272,235**	293,010
Series F	**76,964**	69,868
Series I	**5,268,683**	2,451,444
Series O	**62,637**	35,976

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Equity Growth Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**2.06**	1.83
Series D	**2.29**	2.23
Series F	**2.51**	2.23
Series I	**3.19**	2.54
Series O	**0.51**	0.57

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

		Series A		Series D		Series F	
		2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$	5,274,415	3,358,326	14,019,541	14,851,380	3,732,297	3,355,707
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$	252,704	142,705	622,493	653,953	193,436	155,709
Redeemable Unit Transactions							
Proceeds from redeemable units issued	$	9,217,784	793,581	12,669,604	178,893	3,122,815	51,684
Redemption of redeemable units	$	(684,539)	(284,064)	(1,057,763)	(1,925,642)	(68,322)	(125,215)
Reinvestment of distributions to holders of redeemable units	$	4,447	817	37,359	14,446	23,329	8,677
Capitalized distributions	$	-	-	-	-	-	-
	$	8,537,692	510,334	11,649,200	(1,732,303)	3,077,822	(64,854)
Distributions to Holders of Redeemable Units							
From capital gains	$	-	-	-	-	-	-
From net investment income	$	(4,638)	(796)	(38,623)	(14,961)	(23,507)	(8,819)
Return of capital	$	-	-	-	-	-	-
	$	(4,638)	(796)	(38,623)	(14,961)	(23,507)	(8,819)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$	8,785,758	652,243	12,233,070	(1,093,311)	3,247,751	82,036
Net Assets Attributable to Holders of Redeemable Units at end of period	**$**	**14,060,173**	**4,010,569**	**26,252,611**	**13,758,069**	**6,980,048**	**3,437,743**
Redeemable Unit Transactions							
Balance - beginning of period		104,001	73,215	263,928	311,037	71,379	71,461
Units issued		174,314	16,702	227,420	3,612	57,043	1,058
Units issued on reinvestment of distributions		84	17	670	292	426	178
Units redeemed		(13,337)	(6,013)	(19,811)	(39,061)	(1,312)	(2,625)
Balance - end of period		**265,062**	**83,921**	**472,207**	**275,880**	**127,536**	**70,072**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Equity Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 271,251,473	118,147,710	737,614	385,179	**295,015,340**	**140,098,302**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 16,832,830	6,229,646	32,100	20,614	**17,933,563**	**7,202,627**
Redeemable Unit Transactions			-	-		
Proceeds from redeemable units issued	$ 30,016,210	19,444,510	1,496,649	61,502	56,523,062	20,530,170
Redemption of redeemable units	$ (14,083,791)	(27,274,076)	(215,104)	(11,716)	(16,109,519)	(29,620,713)
Reinvestment of distributions to holders of redeemable units	$ 3,129,399	800,250	6,002	2,469	3,200,536	826,659
Capitalized distributions	$ -	-	-	-	-	-
	$ 19,061,818	(7,029,316)	1,287,547	52,255	**43,614,079**	**(8,263,884)**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (3,129,400)	(800,250)	(6,002)	(2,469)	(3,202,170)	(827,295)
Return of capital	$ -	-	-	-	-	-
	$ (3,129,400)	(800,250)	(6,002)	(2,469)	**(3,202,170)**	**(827,295)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 32,765,248	(1,599,920)	1,313,645	70,400	**58,345,472**	**(1,888,552)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 304,016,721**	**116,547,790**	**2,051,259**	**455,579**	**353,360,812**	**138,209,750**
Redeemable Unit Transactions						
Balance - beginning of period	5,128,825	2,487,986	59,311	34,476	**5,627,444**	**2,978,175**
Units issued	569,625	396,183	114,972	5,266	1,143,374	422,821
Units issued on reinvestment of distributions	56,392	16,259	460	213	58,032	16,959
Units redeemed	(263,230)	(556,189)	(17,194)	(992)	(314,884)	(604,880)
Balance - end of period	**5,491,612**	**2,344,239**	**157,549**	**38,963**	**6,513,966**	**2,813,075**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**17,933,563**	7,202,627
Adjustments for:		
Gain on short-term investments	**(22,697)**	(1,519)
Net realized (gain) loss on sale of investments	**(4,193,214)**	(5,449,988)
Change in unrealized (appreciation) depreciation in value of investments	**(10,311,807)**	(358,739)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(92,723,991)**	(38,847,442)
Proceeds from sale of investments	**47,582,458**	46,048,341
Purchases of short-term investments	**(200,376,182)**	(52,300,000)
Proceeds from sale of short-term investments	**201,900,308**	52,701,519
Change in dividends and interest receivable	**(309,167)**	(58,489)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**32,813**	852
Change in other payables and accrued expenses	**56,260**	33,300
Net Cash Provided by (Used in) Operating Activities	**(40,431,656)**	8,970,462
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(1,634)**	(636)
Proceeds from redeemable units issued	**56,551,149**	20,542,810
Redemption of redeemable units	**(16,098,486)**	(29,619,116)
Net Cash Provided by (Used in) Financing Activities	**40,451,029**	(9,076,942)
Net increase (decrease) in cash	**19,373**	(106,480)
Cash (bank indebtedness) at beginning of period	**180,447**	140,831
Cash (bank indebtedness) at end of period	**199,820**	34,351
Dividends received, net of withholding taxes	**3,468,970**	1,585,196
Interest received, net of withholding taxes	**(18,624)**	1,532
Interest paid	**(15)**	(48)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Equity Growth Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.213%	23-Aug-2018	2,950,000	2,943,156	2,943,156	
				2,943,156	**2,943,156**	**0.83**
Term Deposit Receipts						
National Bank of Canada	1.200%	03-Jul-2018	700,000	700,000	700,000	
				700,000	**700,000**	**0.20**
Total Short-Term Notes				**3,643,156**	**3,643,156**	**1.03**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Caltex Australia Ltd.	7,860	255,242	248,580	
Canadian Natural Resources Ltd.	217,638	8,485,527	10,326,923	
Concho Resources Inc.	682	120,997	124,118	
Enbridge Inc.	269,519	13,522,024	12,667,392	
Encana Corp.	212,170	3,647,784	3,642,959	
Oil Search Ltd.	59,730	426,520	516,665	
Pioneer Natural Resources Co.	1,019	221,391	253,664	
Suncor Energy Inc.	286,750	11,637,984	15,341,125	
TORC Oil & Gas Ltd.	248,021	1,645,540	1,820,474	
Tourmaline Oil Corp.	94,229	2,704,284	2,213,439	
TransCanada Corporation	166,717	9,483,518	9,482,863	
		52,150,811	**56,638,202**	**16.03**
Materials				
Agnico Eagle Mines Ltd.	87,374	4,946,489	5,266,031	
Air Liquide SA	4,647	664,679	768,660	
Akzo Nobel NV	7,843	839,431	883,182	
CCL Industries Inc., Class B	63,255	3,435,195	4,076,785	
Croda International PLC	6,082	389,402	507,221	
First Quantum Minerals Ltd.	124,097	2,038,660	2,403,759	
Franco-Nevada Corp.	46,398	4,197,983	4,451,888	
Goldcorp Inc.	140,471	2,545,508	2,535,502	
Linde AG	3,057	746,410	959,670	
Methanex Corp.	11,910	728,708	1,107,154	
Nutrien Ltd.	110,566	6,503,105	7,907,680	
Sika AG	1,798	238,803	327,282	
Symrise AG	4,128	366,290	476,130	
Teck Resources Ltd., Class B	88,312	3,094,990	2,957,569	
The Sherwin-Williams Company	1,075	435,633	576,345	
Vulcan Materials Co.	2,911	435,229	494,204	
		31,606,515	**35,699,062**	**10.10**
Industrials				
AMETEK Inc.	3,172	246,840	301,094	
Boyd Group Income Fund	26,023	2,277,107	3,050,156	
Brambles Ltd.	44,704	449,598	385,821	
Brenntag AG	5,928	419,432	434,464	
Canadian National Railway Co.	116,277	10,660,436	12,503,352	
Canadian Pacific Railway Ltd.	38,811	8,238,554	9,350,120	
Experian PLC	21,388	559,858	696,280	
Fortive Corp.	2,605	202,364	264,235	
GEA Group AG	8,354	469,220	370,670	
Honeywell International Inc.	635	102,045	120,326	
Intertek Group PLC	3,940	286,242	391,126	
Legrand SA	2,968	253,930	286,721	
Prysmian SpA	11,325	403,102	371,001	
Ritchie Bros. Auctioneers Inc.	60,583	2,453,581	2,716,542	
Rolls-Royce Holdings PLC	44,103	658,990	756,905	
Rolls-Royce Holdings PLC, C Shares	2,267,598	4,067	3,938	
Roper Industries Inc.	1,234	337,105	447,873	
Schneider Electric SE	8,576	851,470	940,698	
SNC-Lavalin Group Inc.	60,565	3,343,664	3,516,404	
Stantec Inc.	45,911	1,533,037	1,552,251	
TOTO Ltd.	7,700	397,084	470,028	
TransUnion	2,087	188,183	196,675	
Union Pacific Corp.	2,239	307,908	417,287	
Verisk Analytics Inc.	3,578	427,429	506,624	
Waste Connections Inc.	59,528	4,537,333	5,895,058	
		39,608,579	**45,945,649**	**13.00**
Consumer Discretionary				
Amazon.com, Inc.	1,092	1,302,463	2,441,702	
Aramark	1,618	77,071	78,963	
Bandai Namco Holdings Inc.	4,700	212,406	255,084	
Booking Holdings Inc.	208	438,626	554,637	
Burberry Group PLC	14,841	435,602	556,731	
Comcast Corporation, Class A	6,667	303,382	287,746	
Compass Group PLC	21,291	544,526	598,463	
Dollar Tree Inc.	1,383	161,414	154,637	
Dollarama Inc.	72,772	2,715,046	3,708,461	
Great Canadian Gaming Corp.	21,500	767,219	1,000,825	
Hilton Worldwide Holdings Inc.	1,656	171,877	172,440	
Kering	1,268	601,542	941,784	
Lululemon Athletica Inc.	638	62,758	104,781	
LVMH Moet Hennessy Louis Vuitton SA	2,884	885,242	1,263,253	
Marriott International Inc.	2,053	255,578	341,897	
Netflix Inc.	2,249	483,476	1,158,019	
NIKE Inc.	4,842	363,424	507,512	
Paddy Power Betfair PLC	3,357	472,789	483,912	
Publicis Groupe SA	4,290	398,185	388,341	
Quebecor Inc., Class B	189,435	4,017,662	5,099,590	
Restaurant Brands International Inc.	20,022	1,407,794	1,587,745	
Ross Stores Inc.	2,524	242,119	281,385	
Six Flags Entertainment Corp.	1,663	125,654	153,240	
Sleep Country Canada Holdings Inc.	30,950	1,027,942	1,008,042	
Starbucks Corp.	3,447	237,068	221,502	
Uni-Select Inc.	87,197	2,494,347	1,823,289	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Equity Growth Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
WPP PLC	25,919	653,561	537,016	
Yum China Holdings Inc.	9,640	465,988	487,706	
		21,324,761	**26,198,703**	**7.41**
Consumer Staples				
Alimentation Couche-Tard Inc., Class B	85,999	4,742,280	4,911,402	
Ambev SA, ADR	34,664	266,019	211,121	
China Resources Beer Holdings Co., Ltd.	68,000	268,399	434,398	
Colgate-Palmolive Co.	2,571	228,658	219,188	
Constellation Brands Inc.	2,017	452,289	580,717	
Costco Wholesale Corp.	641	147,397	176,212	
Danone SA	11,284	1,074,274	1,089,563	
Diageo PLC	23,354	938,907	1,104,022	
IPL Plastics Inc.	47,125	636,188	629,119	
Jamieson Wellness Inc.	49,500	1,034,849	1,317,690	
Japan Tobacco Inc.	16,600	677,221	610,152	
Kao Corp.	5,700	472,374	572,007	
Loblaw Companies Ltd.	57,629	3,856,343	3,895,720	
L'Oreal SA	4,568	1,175,742	1,483,823	
Maple Leaf Foods Inc.	47,806	1,605,529	1,589,071	
Monster Beverage Corp.	1,612	109,584	121,504	
Nestle SA	19,610	1,990,646	1,997,786	
Pernod Ricard SA	6,087	1,020,291	1,307,876	
Philip Morris International Inc.	2,202	314,755	233,872	
Premium Brands Holdings Corp.	14,520	1,263,476	1,644,826	
Reckitt Benckiser Group PLC	8,828	1,021,514	956,546	
Sundrug Co., Ltd.	9,700	469,621	517,235	
The Estee Lauder Companies Inc.	1,450	187,543	272,166	
		23,953,899	**25,876,016**	**7.32**
Health Care				
Abbott Laboratories	3,716	235,039	298,131	
Bayer AG	7,438	1,145,709	1,077,814	
Biogen Inc.	658	249,875	251,221	
BioMarin Pharmaceutical Inc.	717	84,094	88,847	
Bristol-Myers Squibb Co.	3,300	244,771	240,229	
Cie Generale d'Optique Essilor International SA	5,655	930,009	1,050,037	
Danaher Corp.	5,233	518,359	679,285	
Edwards Lifesciences Corp.	1,560	241,286	298,723	
Eli Lilly & Co.	1,084	112,105	121,676	
Fresenius Medical Care AG & Co., KGaA	5,623	645,736	745,980	
Medtronic PLC	4,129	432,450	464,988	
Mettler-Toledo International Inc.	728	458,280	554,121	
Novartis AG	9,575	1,038,916	954,912	
Novo Nordisk A/S	6,838	401,071	417,225	
QIAGEN NV	11,300	448,286	541,475	
Regeneron Pharmaceuticals Inc.	201	110,607	91,217	
Roche Holding AG	5,679	1,801,814	1,659,297	
Stryker Corp.	1,549	290,310	344,073	
Terumo Corp.	8,100	413,265	610,841	
Thermo Fisher Scientific Inc.	3,172	644,956	864,310	
Vertex Pharmaceuticals Inc.	1,594	322,647	356,375	
Zoetis Inc.	4,494	361,021	503,609	
		11,130,606	**12,214,386**	**3.46**
Financials				
AEON Financial Service Co., Ltd.	16,900	457,638	474,465	
AIA Group Ltd.	143,800	1,302,962	1,654,007	
Aon PLC	2,413	410,236	435,400	
Bank of Montreal	87,873	8,308,341	8,929,653	
Credicorp Ltd.	1,163	270,896	344,402	
DBS Group Holdings Ltd.	25,800	506,064	662,343	
Element Fleet Management Corp.	165,441	1,125,206	1,022,425	
Grupo Financiero Banorte SAB de CV	64,529	494,157	505,572	
Grupo Financiero Inbursa SAB de CV	51,478	109,264	95,774	
HDFC Bank Ltd., ADR	7,693	812,129	1,062,771	
Intact Financial Corp.	33,580	3,152,032	3,131,335	
IntercontinentalExchange Group Inc.	4,192	321,055	405,580	
Julius Baer Group Ltd.	5,103	365,467	393,995	
Komercni Banka AS	2,851	151,536	157,458	
Manulife Financial Corp.	381,805	8,985,132	9,018,234	
Morgan Stanley	2,506	157,637	156,254	
MSCI Inc.	922	192,972	200,640	
Royal Bank of Canada	198,219	17,439,501	19,621,699	
The Bank of Nova Scotia	164,118	11,862,269	12,216,944	
The Blackstone Group LP	2,451	101,843	103,721	
The Charles Schwab Corporation	6,592	365,209	443,109	
The Toronto-Dominion Bank	266,629	16,580,581	20,287,800	
Thomson Reuters Corporation	79,712	4,372,489	4,228,722	
TMX Group Ltd.	29,401	2,299,455	2,533,778	
UBS Group AG	39,689	859,005	805,779	
		81,003,076	**88,891,860**	**25.16**
Information Technology				
Accenture PLC	7,589	1,205,809	1,633,102	
Activision Blizzard Inc.	7,730	575,848	776,051	
Adobe Systems Inc.	5,020	876,229	1,610,006	
Alibaba Group Holding Ltd.	5,509	1,031,592	1,344,495	
Alphabet Inc., Class A	1,083	1,216,426	1,608,672	
Alphabet Inc., Class C	633	637,590	928,975	
Amadeus IT Holding SA	8,345	618,055	866,400	
Amphenol Corp., Class A	2,670	261,259	306,091	
Analog Devices Inc.	1,911	205,196	241,125	
Apple Inc.	2,401	437,593	584,648	
Baidu Inc.	3,758	1,117,289	1,201,255	
CGI Group Inc.	95,982	6,312,487	7,996,259	
Cognizant Technology Solutions Corp.	2,480	208,797	257,689	
Constellation Software Inc.	5,952	3,995,539	6,068,362	
Costar Group Inc.	37	20,240	20,083	
Dassault Systèmes	2,519	308,436	464,253	
Electronic Arts Inc.	4,127	555,004	765,574	
Facebook Inc.	7,263	1,338,327	1,856,546	
Fidelity National Information Services Inc.	2,926	331,114	408,108	
Fiserv Inc.	7,669	590,408	747,430	
FleetCor Technologies Inc.	1,180	252,476	326,976	
FLIR Systems Inc.	1,393	90,285	95,230	
Global Payments Inc.	2,532	318,653	371,340	
Hitachi Ltd.	57,000	551,218	529,089	
Intuit Inc.	2,326	402,419	625,116	
Kinaxis Inc.	25,702	1,760,514	2,274,626	
Luxoft Holding Inc.	953	44,514	46,196	
MasterCard Inc., Class A	5,258	815,749	1,359,250	
MediaTek Inc.	22,000	310,772	284,761	
Mellanox Technologies Ltd.	1,927	125,603	213,689	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Equity Growth Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Microsoft Corp.	17,414	1,641,636	2,258,872	
NHN Corp.	516	440,114	464,693	
Nice Systems Ltd., ADR	5,045	486,234	688,660	
NVIDIA Corp.	2,042	339,568	636,345	
OBIC Co., Ltd.	3,800	292,942	413,831	
PayPal Holdings Inc.	4,224	383,042	462,684	
PTC Inc.	801	65,327	98,845	
Salesforce.com Inc.	5,266	598,820	944,860	
SAP AG	11,327	1,461,127	1,721,378	
Shopify Inc.	3,087	390,814	591,809	
Square Inc., Class A	506	40,025	41,028	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	31,616	1,351,307	1,520,496	
TE Connectivity Ltd.	1,535	193,559	181,850	
Visa Inc., Class A	9,621	1,122,446	1,676,271	
Worldpay Inc.	2,223	228,922	239,144	
		35,551,324	**47,752,163**	**13.51**
Real Estate				
American Tower Corp.	2,875	444,473	545,236	
Boardwalk Real Estate Investment Trust	47,603	2,186,519	2,174,029	
		2,630,992	**2,719,265**	**0.77**
Telecommunication Services				
SoftBank Corp.	6,100	586,429	577,592	
TELUS Corp.	123,459	5,514,996	5,765,535	
		6,101,425	**6,343,127**	**1.80**
Utilities				
China Resources Gas Group Ltd.	62,000	259,347	353,448	
		259,347	**353,448**	**0.10**
Total Equities		**305,321,335**	**348,631,881**	**98.66**
Transaction Costs		**(125,905)**		
Total Investments		**308,838,586**	**352,275,037**	**99.69**
Other Assets less Liabilities			**1,085,775**	**0.31**
Total Net Assets			**353,360,812**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Canadian Equity Growth Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	0.83	1.52
AA/Aa	0.20	0.22
Total	**1.03**	**1.74**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Equity Growth Fund (continued)

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	49,173,533	13.92	40,930,669	13.87
Euro	18,515,390	5.24	15,775,206	5.35
British Pound	6,621,973	1.87	6,325,064	2.14
Swiss Franc	6,191,368	1.75	5,514,866	1.87
Japanese Yen	5,229,007	1.48	3,603,680	1.22
Hong Kong Dollar	2,441,853	0.69	1,615,306	0.55
Australian Dollar	1,151,067	0.33	855,891	0.29
Singapore Dollar	662,343	0.19	519,559	0.18
Mexican Peso	601,346	0.17	366,784	0.12
Korean Won	464,693	0.13	216,879	0.07
Danish Krone	417,952	0.12	403,063	0.14
New Taiwan Dollar	284,761	0.08	160,921	0.05
Czech Koruna	157,458	0.04	-	-
Swedish Krona	-	-	311,038	0.11
Total	**91,912,744**	**26.01**	**76,598,926**	**25.96**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $4,595,637 ($3,829,946 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	3,643,156	-	-	3,643,156
December 31, 2017	5,144,585	-	-	5,144,585

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $4,412 ($4,888 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in equity securities directly or indirectly through the underlying fund.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $17,431,594 ($14,475,765 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Equity Growth Fund (continued)

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	0.8	1.5
Term Deposit Receipts	0.2	0.2
Equities		
Energy	16.0	15.5
Materials	10.1	9.7
Industrials	13.0	14.0
Consumer Discretionary	7.4	8.8
Consumer Staples	7.3	7.1
Health Care	3.5	4.0
Financials	25.2	24.2
Information Technology	13.5	12.3
Real Estate	0.8	0.8
Telecommunication Services	1.8	1.8
Utilities	0.1	-
Other Assets less Liabilities	0.3	0.1
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	347,998,824	629,119	3,938	348,631,881
Short-Term Investments	-	3,643,156	-	3,643,156

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	289,513,124	-	2,182	289,515,306
Short-Term Investments	-	5,144,585	-	5,144,585

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The following is a reconciliation of Level 3 fair value assets as at June 30, 2018 and December 31, 2017.

	June 30, 2018	December 31, 2017
	($)	($)
Opening Balance	2,182	1,070
Net purchases and sales	1,902	1,124
Net transfers in (out)	-	-
Gains (losses)		
Realized	(10)	6
Unrealized	(136)	(18)
Closing Balance	3,938	2,182

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $40,634 ($32,909 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $312 ($55,381 for the period ended December 31, 2017).

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Canadian Equity Growth Fund (continued)

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $23,190 ($2,397,788 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	March 27, 2009	March 31, 2009
Series D Units	July 15, 1988	July 15, 1988
Series F Units	February 13, 2008	February 15, 2008
Series I Units	March 24, 2005	March 24, 2005
Series O Units	April 01, 2014	March 31, 2014

Fund Merger

As of close of business on June 15, 2018, all assets of the Sun Life MFS Canadian Equity Value Fund and Sun Life MFS Canadian Equity Fund (the "Terminating Funds") were reclassified into the Sun Life MFS Canadian Equity Growth Fund (the "Continuing Fund").

Terminating Funds	Continuing Fund	Net Assets Acquired by Continuing Fund	Units Issued by Continuing Fund
Sun Life MFS Canadian Equity Value Fund	**Sun Life MFS Canadian Equity Growth Fund**		
Series A	Series A	3,908,261	73,447
Series D	Series D	10,052,231	180,277
Series F	Series F	1,437,111	26,186
Series I	Series I	2,860,314	51,543
Series O	Series O	914,804	70,090
Sun Life MFS Canadian Equity Fund	**Sun Life MFS Canadian Equity Growth Fund**		
Series A	Series A	4,148,938	77,970
Series D	Series D	2,357,756	42,284
Series F	Series F	1,521,068	27,716
Series I	Series I	793,602	14,301
Series O	Series O	482,773	36,989

Under the tax reorganization rules in the *Income Tax Act* (Canada), the discontinuation of the Terminating Funds was executed on a non-taxable basis. The execution of this merger is recorded as a subscription on the Continuing Fund's Statements of Changes in Net Assets Attributable to Holders of Redeemable Units.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Dividend Income Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**44,468,338**	38,620,295
Short-term investments	**-**	-
Cash	**394,670**	404,567
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**5**	-
Dividends receivable	**194,073**	140,139
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**194,487**	120,102
	45,251,573	39,285,103
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**5,319**	1,523
Redemptions payable	**47,754**	500
Distributions payable	**172**	-
Due to investment dealers	**-**	6,555
Management fees payable	**30,819**	8,602
Total liabilities (excluding net assets attributable to holders of redeemable units)	**84,064**	17,180
Net Assets Attributable to Holders of Redeemable Units	**45,167,509**	39,267,923
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**16,299,589**	16,583,343
Series D	**1,858,029**	1,975,614
Series F	**1,910,391**	1,369,789
Series I	**22,188,463**	16,663,476
Series O	**2,911,037**	2,675,701
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**13.27**	13.30
Series D	**13.48**	13.50
Series F	**13.48**	13.51
Series I	**13.54**	13.57
Series O	**11.11**	11.14

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**807,746**	678,221
Interest income for distribution purposes	**14,734**	929
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**154,172**	575,573
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(184,056)**	(817,388)
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**792,596**	437,335
Net gain (loss) on foreign exchange	**853**	(1,386)
Other income	**-**	-
Total income (loss)	**793,449**	435,949
Expenses (note 6)		
Management fees	**171,556**	163,638
Administration fees	**28,962**	26,630
Independent review committee fees	**214**	194
Withholding tax	**37,569**	29,431
Transaction costs (note 3)	**5,409**	9,493
Total operating expenses	**243,710**	229,386
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**549,739**	206,563
Finance Cost		
Interest expense	**(9)**	(1)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**549,730**	206,562
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**527,533**	28,488
Series D	**(5,872)**	12,361
Series F	**12,446**	9,263
Series I	**21,811**	131,075
Series O	**(6,188)**	25,375
Weighted Average Number of Units Outstanding		
Series A	**1,250,715**	1,167,737
Series D	**142,155**	153,627
Series F	**124,928**	112,410
Series I	**1,389,293**	992,560
Series O	**244,381**	215,400

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Dividend Income Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.42**	0.02
Series D	**(0.04)**	0.08
Series F	**0.10**	0.08
Series I	**0.02**	0.13
Series O	**(0.03)**	0.12

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

		Series A		Series D		Series F	
		2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$	16,583,343	14,075,861	1,975,614	2,040,155	1,369,789	1,299,007
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$	527,533	28,488	(5,872)	12,361	12,446	9,263
Redeemable Unit Transactions							
Proceeds from redeemable units issued	$	2,371,210	2,374,995	22,817	145,555	618,185	315,457
Redemption of redeemable units	$	(2,742,145)	(1,454,997)	(150,645)	(291,124)	(110,123)	(65,680)
Reinvestment of distributions to holders of redeemable units	$	110,319	123,130	16,115	19,413	20,094	14,799
Capitalized distributions	$	-	-	-	-	-	-
	$	(260,616)	1,043,128	(111,713)	(126,156)	528,156	264,576
Distributions to Holders of Redeemable Units							
From capital gains	$	-	-	-	-	-	-
From net investment income	$	(550,671)	(124,182)	-	(20,473)	-	(21,332)
Return of capital	$	-	-	-	-	-	-
	$	(550,671)	(124,182)	-	(20,473)	-	(21,332)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$	(283,754)	947,434	(117,585)	(134,268)	540,602	252,507
Net Assets Attributable to Holders of Redeemable Units at end of period	$	**16,299,589**	**15,023,295**	**1,858,029**	**1,905,887**	**1,910,391**	**1,551,514**
Redeemable Unit Transactions							
Balance - beginning of period		1,246,927	1,114,024	146,300	159,088	101,380	101,331
Units issued		181,776	185,549	1,724	11,288	47,279	24,259
Units issued on reinvestment of distributions		8,459	9,735	1,217	1,511	1,520	1,153
Units redeemed		(209,169)	(113,916)	(11,390)	(22,524)	(8,419)	(5,067)
Balance - end of period		**1,227,993**	**1,195,392**	**137,851**	**149,363**	**141,760**	**121,676**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Dividend Income Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 16,663,476	10,800,877	2,675,701	1,973,409	**39,267,923**	**30,189,309**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 21,811	131,075	(6,188)	25,375	**549,730**	**206,562**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 6,190,417	5,040,230	709,738	421,283	9,912,367	8,297,520
Redemption of redeemable units	$ (1,038,235)	(1,520,388)	(514,165)	(39,664)	(4,555,313)	(3,371,853)
Reinvestment of distributions to holders of redeemable units	$ 350,994	260,681	45,951	42,315	543,473	460,338
Capitalized distributions	$ -	-	-	-	-	-
	$ 5,503,176	3,780,523	241,524	423,934	**5,900,527**	**5,386,005**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ -	(260,681)	-	(42,418)	(550,671)	(469,086)
Return of capital	$ -	-	-	-	-	-
	$ -	(260,681)	-	(42,418)	**(550,671)**	**(469,086)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 5,524,987	3,650,917	235,336	406,891	**5,899,586**	**5,123,481**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 22,188,463**	**14,451,794**	**2,911,037**	**2,380,300**	**45,167,509**	**35,312,790**
Redeemable Unit Transactions						
Balance - beginning of period	1,227,780	837,699	240,282	186,539	**2,962,669**	**2,398,681**
Units issued	462,234	384,984	64,317	39,364	757,330	645,444
Units issued on reinvestment of distributions	26,378	20,189	4,210	3,993	41,784	36,581
Units redeemed	(77,948)	(116,057)	(46,837)	(3,710)	(353,763)	(261,274)
Balance - end of period	**1,638,444**	**1,126,815**	**261,972**	**226,186**	**3,408,020**	**2,819,432**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**549,730**	206,562
Adjustments for:		
Gain on short-term investments	**(761)**	(2)
Net realized (gain) loss on sale of investments	**(154,172)**	(575,573)
Change in unrealized (appreciation) depreciation in value of investments	**184,056**	817,388
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(8,135,597)**	(10,933,894)
Proceeds from sale of investments	**2,245,706**	5,316,009
Purchases of short-term investments	**(5,199,603)**	(200,000)
Proceeds from sale of short-term investments	**5,200,364**	200,002
Change in dividends and interest receivable	**(53,939)**	(8,954)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**22,217**	2,517
Change in other payables and accrued expenses	**9,205**	10,282
Net Cash Provided by (Used in) Operating Activities	**(5,332,794)**	(5,165,663)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(7,026)**	747,710
Proceeds from redeemable units issued	**9,837,982**	8,465,600
Redemption of redeemable units	**(4,508,059)**	(3,319,060)
Net Cash Provided by (Used in) Financing Activities	**5,322,897**	5,894,250
Net increase (decrease) in cash	**(9,897)**	728,587
Cash (bank indebtedness) at beginning of period	**404,567**	354,227
Cash (bank indebtedness) at end of period	**394,670**	1,082,814
Dividends received, net of withholding taxes	**716,243**	639,836
Interest received, net of withholding taxes	**14,729**	929
Interest paid	**(9)**	(1)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Dividend Income Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Canadian Natural Resources Ltd.	21,755	829,699	1,032,275	
Crescent Point Energy Corp.	25,775	463,913	248,987	
Enbridge Inc.	45,269	2,229,654	2,127,642	
ENI SpA	21,561	436,514	526,715	
Pembina Pipeline Corp.	5,373	213,959	244,633	
Suncor Energy Inc.	41,875	1,668,245	2,240,313	
TORC Oil & Gas Ltd.	39,391	310,760	289,130	
TransCanada Corporation	20,867	1,136,903	1,186,915	
		7,289,647	**7,896,610**	**17.48**
Materials				
Agnico Eagle Mines Ltd.	11,232	594,914	676,953	
Barrick Gold Corp.	18,251	433,409	315,195	
Franco-Nevada Corp.	5,543	450,555	531,851	
Goldcorp Inc.	36,859	718,743	665,305	
Nutrien Ltd.	19,347	1,114,343	1,383,697	
Stella-Jones Inc.	9,690	430,641	464,054	
Western Forest Products Inc.	177,058	446,227	474,515	
		4,188,832	**4,511,570**	**9.99**
Industrials				
Canadian Pacific Railway Ltd.	8,337	1,688,163	2,008,549	
Kansas City Southern	7,551	1,008,729	1,052,491	
SNC-Lavalin Group Inc.	7,850	446,921	455,771	
Stantec Inc.	12,100	416,193	409,101	
Transcontinental Inc., Class A	20,301	451,511	619,790	
WestJet Airlines Ltd.	14,580	309,463	264,335	
		4,320,980	**4,810,037**	**10.65**
Consumer Discretionary				
Gildan Activewear Inc.	16,454	643,945	609,292	
Greggs PLC	44,478	820,365	768,980	
Magna International Inc.	11,598	616,331	886,783	
		2,080,641	**2,265,055**	**5.02**
Consumer Staples				
Alimentation Couche-Tard Inc., Class B	8,799	541,204	502,511	
Archer-Daniels-Midland Co.	7,764	436,411	468,066	
AVI Ltd.	35,992	343,358	373,755	
		1,320,973	**1,344,332**	**2.98**
Financials				
Brookfield Asset Management Inc., Class A	15,107	727,268	805,656	
Fairfax Financial Holdings Ltd.	1,289	874,752	949,555	
Insurance Australia Group Ltd.	70,747	425,421	586,521	
Intesa Sanpaolo SpA	157,572	646,658	601,746	
Manulife Financial Corp.	27,243	646,649	643,480	
National Bank of Canada	19,263	954,337	1,215,881	
Power Financial Corp.	25,321	834,222	778,621	
Royal Bank of Canada	27,357	2,174,166	2,708,069	
Starwood Property Trust Inc.	31,954	898,705	912,551	
The Bank of Nova Scotia	15,770	1,080,854	1,173,919	
The Toronto-Dominion Bank	43,693	2,563,556	3,324,599	
Thomson Reuters Corporation	24,026	1,399,217	1,274,579	
Zurich Insurance Group AG	2,292	785,880	893,007	
		14,011,685	**15,868,184**	**35.13**
Real Estate				
Atrium European Real Estate Ltd.	36,120	173,366	215,241	
Choice Properties Real Estate Investment Trust	9,594	103,922	116,183	
Medical Properties Trust Inc.	65,052	1,123,129	1,201,434	
STORE Capital Corp.	26,832	864,935	967,110	
		2,265,352	**2,499,968**	**5.53**
Information Technology				
Open Text Corp.	14,636	656,314	677,208	
Nomura Research Institute Ltd.	5,400	275,841	344,380	
		932,155	**1,021,588**	**2.26**
Telecommunication Services				
BCE Inc.	10,691	631,091	569,189	
Rogers Communications Inc., Class B	6,570	422,580	410,231	
TELUS Corp.	23,625	1,010,074	1,103,288	
		2,063,745	**2,082,708**	**4.61**
Utilities				
Canadian Utilities Ltd., Class A	15,584	576,585	517,389	
Emera Inc.	8,837	416,899	378,224	
Engie SA	30,260	685,050	609,618	
Superior Plus Corp.	52,168	602,068	663,055	
		2,280,602	**2,168,286**	**4.80**
Total Equities		**40,754,612**	**44,468,338**	**98.45**
Transaction Costs		**(22,957)**		
Total Investments		**40,731,655**	**44,468,338**	**98.45**
Other Assets less Liabilities			**699,171**	**1.55**
Total Net Assets			**45,167,509**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Dividend Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund had no significant investments in debt instruments and/or derivatives and, therefore, did not have significant exposure to credit risk. Credit risk from other financial instruments is minimal.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Dividend Income Fund (continued)

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	5,291,782	11.72	3,270,185	8.33
Euro	1,350,033	2.99	1,447,220	3.69
Swiss Franc	907,950	2.01	766,124	1.95
British Pound	768,980	1.70	918,740	2.34
Australian Dollar	586,521	1.30	437,279	1.11
South African Rand	373,755	0.83	344,290	0.88
Japanese Yen	344,380	0.76	824,667	2.10
Danish Krone	3,822	0.01	3,747	0.01
Total	**9,627,223**	**21.32**	**8,012,252**	**20.40**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $481,361 ($400,613 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in publicly traded equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $2,223,417 ($1,931,015 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Energy	17.5	17.0
Materials	10.0	8.7
Industrials	10.7	11.4
Consumer Discretionary	5.0	3.3
Consumer Staples	3.0	4.5
Health Care	-	0.7
Financials	35.1	37.3
Real Estate	5.5	3.5
Information Technology	2.3	2.1
Telecommunication Services	4.6	4.9
Utilities	4.8	5.0
Other Assets less Liabilities	1.5	1.6
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	43,858,720	609,618	-	44,468,338

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	38,053,311	566,984	-	38,620,295

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Dividend Income Fund (continued)

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $5,409 ($9,493 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $720 ($11,014 for the period ended December 31, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $nil ($768,591 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	March 27, 2009	March 31, 2009
Series D Units	March 24, 2006	March 27, 2006
Series F Units	February 13, 2008	February 15, 2008
Series I Units	November 21, 2008	March 30, 2012
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Growth Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**170,134,838**	115,954,169
Short-term investments	**3,094,630**	1,299,090
Cash	**616,079**	12,825
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**4,346**	1,622
Dividends receivable	**422,677**	139,264
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**1,114,109**	236,511
	175,386,679	117,643,481
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**15,905**	3,553
Redemptions payable	**404,190**	290,821
Distributions payable	**55**	-
Due to investment dealers	**1,629,250**	-
Management fees payable	**83,504**	17,591
Total liabilities (excluding net assets attributable to holders of redeemable units)	**2,132,904**	311,965
Net Assets Attributable to Holders of Redeemable Units	**173,253,775**	117,331,516
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**38,452,699**	27,034,554
Series T5	**380,826**	294,063
Series T8	**3,368,042**	1,264,458
Series D	**2,565,020**	2,418,629
Series F	**10,153,520**	7,340,148
Series F5	**10,970**	-
Series F8	**637,407**	-
Series I	**110,069,760**	73,398,328
Series O	**7,615,531**	5,581,336
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**19.81**	18.44
Series T5	**22.34**	21.30
Series T8	**18.36**	17.78
Series D	**19.50**	18.08
Series F	**21.34**	19.75
Series F5	**16.13**	-
Series F8	**15.94**	-
Series I	**22.59**	20.79
Series O	**15.93**	14.68

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Growth Fund (continued)

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**1,568,246**	956,361
Interest income for distribution purposes	**20,162**	3,747
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss	**-**	
Net realized gain (loss) on sale of investments	**3,958,431**	1,860,283
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**6,550,907**	8,192,206
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**12,097,746**	11,012,597
Net gain (loss) on foreign exchange	**(82,222)**	(44,723)
Other income	**-**	-
Total income (loss)	**12,015,524**	10,967,874
Expenses (note 6)		
Management fees	**401,380**	275,319
Administration fees	**89,577**	51,605
Independent review committee fees	**490**	317
Withholding tax	**176,235**	98,437
Transaction costs (note 3)	**67,998**	27,336
Total operating expenses	**735,680**	453,014
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**11,279,844**	10,514,860
Finance Cost		
Interest expense	**(6)**	(3)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**11,279,838**	10,514,857
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**2,274,224**	2,209,078
Series T5	**23,464**	30,741
Series T8	**83,534**	223,605
Series D	**189,886**	304,170
Series F	**629,441**	666,001
Series F5	**970**	-
Series F8	**17,093**	-
Series I	**7,535,119**	6,488,309
Series O	**526,107**	592,953

	2018 ($)	2017 ($)
Weighted Average Number of Units Outstanding		
Series A	**1,673,152**	1,134,315
Series T5	**15,580**	13,004
Series T8	**87,187**	94,246
Series D	**132,896**	148,252
Series F	**408,815**	312,112
Series F5	**672**	-
Series F8	**24,646**	-
Series I	**4,315,693**	2,717,334
Series O	**415,129**	349,096
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**1.36**	1.95
Series T5	**1.51**	2.36
Series T8	**0.96**	2.37
Series D	**1.43**	2.05
Series F	**1.54**	2.13
Series F5	**1.44**	-
Series F8	**0.69**	-
Series I	**1.75**	2.39
Series O	**1.27**	1.70

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series D	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 27,034,554	16,775,843	294,063	223,706	1,264,458	1,934,010	2,418,629	2,239,947
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 2,274,224	2,209,078	23,464	30,741	83,534	223,605	189,886	304,170
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 14,027,110	4,614,826	68,502	30,277	2,272,753	35,942	150	1,150
Redemption of redeemable units	$ (4,882,696)	(1,970,627)	(2,971)	(6,093)	(184,594)	(966,279)	(43,645)	(83,687)
Reinvestment of distributions to holders of redeemable units	$ 2,561	969	6,143	5,257	3,583	1,944	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 9,146,975	2,645,168	71,674	29,441	2,091,742	(928,393)	(43,495)	(82,537)
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (3,054)	(1,788)	(8,375)	(6,058)	(71,692)	(57,169)	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (3,054)	(1,788)	(8,375)	(6,058)	(71,692)	(57,169)	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 11,418,145	4,852,458	86,763	54,124	2,103,584	(761,957)	146,391	221,633
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 38,452,699**	**21,628,301**	**380,826**	**277,830**	**3,368,042**	**1,172,053**	**2,565,020**	**2,461,580**
Redeemable Unit Transactions								
Balance - beginning of period	1,466,287	1,089,975	13,808	12,076	71,128	121,765	133,795	149,636
Units issued	727,967	269,077	3,095	1,523	122,161	2,066	8	75
Units issued on reinvestment of distributions	133	51	280	261	198	114	-	-
Units redeemed	(253,277)	(117,394)	(135)	(304)	(10,091)	(56,261)	(2,286)	(5,002)
Balance - end of period	**1,941,110**	**1,241,709**	**17,048**	**13,556**	**183,396**	**67,684**	**131,517**	**144,709**

	Series F		Series F5		Series F8		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 7,340,148	4,669,649	-	-	-	-	73,398,328	44,262,636
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 629,441	666,001	970	-	17,093	-	7,535,119	6,488,309
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 2,909,707	1,507,967	10,000	-	665,019	-	33,654,054	10,636,637
Redemption of redeemable units	$ (725,650)	(393,669)	-	-	(31,667)	-	(4,517,741)	(4,132,515)
Reinvestment of distributions to holders of redeemable units	$ 3,096	2,433	211	-	389	-	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 2,187,153	1,116,731	10,211	-	633,741	-	29,136,313	6,504,122
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (3,222)	(2,838)	(211)	-	(13,427)	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (3,222)	(2,838)	(211)	-	(13,427)	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 2,813,372	1,779,894	10,970	-	637,407	-	36,671,432	12,992,431
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 10,153,520**	**6,449,543**	**10,970**	**-**	**637,407**	**-**	**110,069,760**	**57,255,067**
Redeemable Unit Transactions								
Balance - beginning of period	371,678	286,212	-	-	-	-	3,529,709	2,589,078
Units issued	139,501	82,989	667	-	41,923	-	1,549,489	557,443
Units issued on reinvestment of distributions	150	134	13	-	25	-	-	-
Units redeemed	(35,527)	(21,900)	-	-	(1,964)	-	(206,650)	(222,015)
Balance - end of period	**475,802**	**347,435**	**680**	**-**	**39,984**	**-**	**4,872,548**	**2,924,506**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 5,581,336	4,166,654	**117,331,516**	**74,272,445**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 526,107	592,953	**11,279,838**	**10,514,857**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 1,847,285	631,290	55,454,580	17,458,089
Redemption of redeemable units	$ (339,197)	(332,158)	(10,728,161)	(7,885,028)
Reinvestment of distributions to holders of redeemable units	$ -	1,462	15,983	12,065
Capitalized distributions	$ -	-	-	-
	$ 1,508,088	300,594	**44,742,402**	**9,585,126**
Distributions to Holders of Redeemable Units				
From capital gains	$ -	-	-	-
From net investment income	$ -	-	(99,981)	(67,853)
Return of capital	$ -	-	-	-
	$ -	-	**(99,981)**	**(67,853)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 2,034,195	893,547	**55,922,259**	**20,032,130**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 7,615,531**	**5,060,201**	**173,253,775**	**94,304,575**
Redeemable Unit Transactions				
Balance - beginning of period	380,322	345,148	**5,966,727**	**4,593,890**
Units issued	119,305	46,913	2,704,116	960,086
Units issued on reinvestment of distributions	-	121	799	681
Units redeemed	(21,653)	(25,833)	(531,583)	(448,709)
Balance - end of period	**477,974**	**366,349**	**8,140,059**	**5,105,948**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**11,279,838**	10,514,857
Adjustments for:		
Gain on short-term investments	**(8,983)**	(137)
Net realized (gain) loss on sale of investments	**(3,958,431)**	(1,860,283)
Change in unrealized (appreciation) depreciation in value of investments	**(6,550,907)**	(8,192,206)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(59,259,178)**	(19,064,821)
Proceeds from sale of investments	**17,149,099**	11,086,208
Purchases of short-term investments	**(119,391,209)**	(3,900,000)
Proceeds from sale of short-term investments	**117,604,652**	3,900,137
Change in dividends and interest receivable	**(286,137)**	(145,279)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**65,913**	11,674
Change in other payables and accrued expenses	**80,350**	29,951

	2018 ($)	2017 ($)
Net Cash Provided by (Used in) Operating Activities	**(43,274,993)**	(7,619,899)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(83,943)**	(55,788)
Proceeds from redeemable units issued	**54,576,982**	17,404,079
Redemption of redeemable units	**(10,614,792)**	(8,726,251)
Net Cash Provided by (Used in) Financing Activities	**43,878,247**	8,622,040
Net increase (decrease) in cash	**603,254**	1,002,141
Cash (bank indebtedness) at beginning of period	**12,825**	338,601
Cash (bank indebtedness) at end of period	**616,079**	1,340,742
Dividends received, net of withholding taxes	**1,108,598**	712,645
Interest received, net of withholding taxes	**17,438**	3,747
Interest paid	**(6)**	(3)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Growth Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.198%	20-Sep-2018	1,000,000	997,250	997,250	
				997,250	**997,250**	**0.58**
Promissory Notes						
Province of Alberta	1.390%	16-Jul-2018	1,000,000	997,380	997,380	
				997,380	**997,380**	**0.58**
Term Deposit Receipts						
National Bank of Canada	1.200%	03-Jul-2018	1,100,000	1,100,000	1,100,000	
				1,100,000	**1,100,000**	**0.63**
Total Short-Term Notes				**3,094,630**	**3,094,630**	**1.79**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Schlumberger Ltd.	13,802	1,249,081	1,216,980	
		1,249,081	**1,216,980**	**0.70**
Materials				
Chr. Hansen Holding A/S	2,479	116,369	301,187	
Croda International PLC	20,439	1,251,305	1,704,552	
Ecolab Inc.	11,951	1,866,902	2,206,109	
PPG Industries Inc.	10,482	1,469,956	1,430,279	
Sika AG	7,566	1,006,075	1,377,204	
Symrise AG	6,626	515,284	764,253	
The Sherwin-Williams Company	4,858	2,064,818	2,604,545	
		8,290,709	**10,388,129**	**6.00**
Industrials				
Adani Ports & Special Economic Zone Ltd.	71,847	481,472	514,729	
Aena SA	5,991	1,337,336	1,430,788	
Brenntag AG	14,350	1,040,713	1,051,715	
Colfax Corp.	16,670	841,908	672,107	
Daikin Industries Ltd.	13,900	1,998,112	2,190,561	
Nordson Corp.	14,430	2,483,791	2,437,459	
Rolls-Royce Holdings PLC, C Shares	5,383,220	9,655	9,349	
Experian PLC	96,891	2,473,479	3,154,257	
Fortive Corp.	14,391	1,211,588	1,459,684	
Intertek Group PLC	10,105	671,125	1,003,129	
Rolls-Royce Holdings PLC	82,957	1,251,514	1,423,725	
Schindler Holding AG	1,680	288,435	475,396	
Union Pacific Corp.	13,372	1,890,549	2,492,166	
United Technologies Corp.	11,877	1,791,678	1,953,409	
Verisk Analytics Inc.	22,293	2,600,795	3,156,562	
		20,372,150	**23,425,036**	**13.52**
Consumer Discretionary				
AutoZone Inc.	431	328,572	380,388	
Burberry Group PLC	39,212	1,131,566	1,470,961	
Comcast Corporation, Class A	69,516	3,264,618	3,000,289	
Compagnie Financière Richemont SA	5,536	553,086	616,936	
Compass Group PLC	48,228	1,146,391	1,355,627	
Dollarama Inc.	21,921	754,117	1,117,094	
Lojas Renner SA	134,097	1,415,811	1,346,563	
LVMH Moet Hennessy Louis Vuitton SA	6,479	1,781,230	2,837,940	
NIKE Inc.	30,002	2,203,668	3,144,645	
Paddy Power Betfair PLC	20,006	2,770,449	2,883,810	
Starbucks Corp.	46,446	3,424,543	2,984,592	
The TJX Companies Inc.	21,207	1,972,093	2,655,199	
The Walt Disney Co.	2,522	232,150	347,712	
VF Corp.	17,400	1,458,106	1,865,888	
		22,436,400	**26,007,644**	**15.01**
Consumer Staples				
Ambev SA, ADR	190,329	1,446,878	1,159,199	
Colgate-Palmolive Co.	23,678	1,965,390	2,018,641	
Coty Inc.	78,415	1,942,157	1,454,422	
CVS Caremark Corp.	8,836	848,122	747,957	
Danone SA	14,291	1,270,110	1,379,913	
Diageo PLC	37,511	1,397,761	1,773,271	
KOSÉ Corporation	4,400	642,011	1,247,311	
L'Oreal SA	6,910	1,668,744	2,244,575	
Nestle SA	30,942	2,921,669	3,152,244	
PepsiCo, Inc.	6,852	957,785	981,291	
Pernod Ricard SA	11,650	1,864,936	2,503,164	
Reckitt Benckiser Group PLC	32,543	3,576,063	3,526,151	
Sundrug Co., Ltd.	35,100	1,644,440	1,871,643	
The Estee Lauder Companies Inc.	11,664	1,582,743	2,189,340	
		23,728,809	**26,249,122**	**15.15**
Health Care				
Abbott Laboratories	27,412	1,667,700	2,199,234	
Bayer AG	24,185	3,729,986	3,504,561	
Danaher Corp.	10,277	933,483	1,334,036	
Express Scripts Holding Co.	2,623	211,002	266,406	
Mettler-Toledo International Inc.	1,628	869,872	1,239,160	
Roche Holding AG	6,196	2,049,167	1,810,354	
Sonova Holding AG	3,229	587,354	760,794	
The Cooper Companies Inc.	2,660	639,492	823,858	
Thermo Fisher Scientific Inc.	10,331	1,993,449	2,815,000	
Waters Corp.	4,106	783,530	1,045,620	
Zoetis Inc.	9,576	735,350	1,073,112	
		14,200,385	**16,872,135**	**9.74**
Financials				
Aon PLC	16,742	2,740,274	3,020,916	
Credicorp Ltd.	5,171	1,063,540	1,531,302	
HDFC Bank Ltd., ADR	17,854	1,579,021	2,466,492	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Growth Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Julius Baer Group Ltd.	19,163	1,167,532	1,479,545	
Moodys Corp.	11,362	1,811,609	2,549,201	
The Blackstone Group LP	54,980	2,100,298	2,326,633	
The Charles Schwab Corporation	10,469	514,970	703,717	
		10,977,244	**14,077,806**	**8.13**
Information Technology				
Accenture PLC	19,258	2,758,253	4,144,194	
Alibaba Group Holding Ltd.	10,259	1,752,078	2,503,752	
Alphabet Inc., Class A	4,454	4,538,684	6,615,907	
Amphenol Corp., Class A	16,370	1,320,638	1,876,671	
Apple Inc.	9,482	1,589,066	2,308,883	
Analog Devices Inc.	19,234	2,193,273	2,426,895	
Baidu Inc.	7,353	2,138,796	2,350,406	
Cognizant Technology Solutions Corp.	24,378	1,906,358	2,533,042	
Dassault Systèmes	3,654	397,731	673,470	
Electronic Arts Inc.	11,328	1,530,708	2,101,387	
Fidelity National Information Services Inc.	18,961	1,861,355	2,644,613	
Fiserv Inc.	31,190	2,416,969	3,039,815	
MasterCard Inc., Class A	8,364	1,164,721	2,162,185	
Microsoft Corp.	35,221	3,543,325	4,568,722	
NHN Corp.	1,413	1,128,416	1,272,503	
Samsung Electronics Co., Ltd.	19,831	956,734	1,091,914	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	78,034	3,034,132	3,752,859	
Texas Instruments Inc.	21,014	2,080,142	3,047,611	
Visa Inc., Class A	15,974	1,644,160	2,783,157	
		37,955,539	**51,897,986**	**29.95**
Total Equities		**139,210,317**	**170,134,838**	**98.20**
Transaction Costs		**(138,116)**		
Total Investments		**142,166,831**	**173,229,468**	**99.99**
Other Assets less Liabilities			**24,307**	**0.01**
Total Net Assets			**173,253,775**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Global Growth Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	1.16	1.11
AA/Aa	0.63	-
Total	**1.79**	**1.11**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Growth Fund (continued)

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	113,887,892	65.73	75,070,927	63.98
British Pound	18,178,085	10.49	14,160,137	12.07
Euro	16,284,840	9.40	10,514,824	8.96
Swiss Franc	9,666,032	5.58	7,900,680	6.73
Japanese Yen	5,291,537	3.05	4,315,039	3.68
Korean Won	2,364,417	1.36	1,952,861	1.66
Brazilian Real	1,336,883	0.77	342,871	0.29
Indian Rupee	514,729	0.30	470,309	0.40
Danish Krone	307,815	0.18	650,805	0.55
Total	**167,832,230**	**96.86**	**115,378,453**	**98.32**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $8,391,612 ($5,768,923 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	3,094,630	-	-	3,094,630
December 31, 2017	1,299,090	-	-	1,299,090

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $2,768 ($285 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $8,506,742 ($5,797,708 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	0.6	1.1
Promissory Notes	0.6	-
Term Deposit Receipts	0.6	-
Equities		
Energy	0.7	0.7
Materials	6.0	7.2
Industrials	13.5	11.2
Consumer Discretionary	15.0	17.2
Consumer Staples	15.2	18.6
Health Care	9.7	10.2
Financials	8.1	7.5
Information Technology	30.0	26.2
Other Assets less Liabilities	-	0.1
Total	**100.0**	**100.0**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Growth Fund (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	170,125,489	-	9,349	170,134,838
Short-Term Investments	-	3,094,630	-	3,094,630

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	115,949,707	-	4,462	115,954,169
Short-Term Investments	-	1,299,090	-	1,299,090

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The following is a reconciliation of Level 3 fair value assets as at June 30, 2018 and December 31, 2017.

	June 30, 2018	December 31, 2017
	($)	($)
Opening Balance	4,462	4,849
Net purchases and sales	5,229	(314)
Net transfers in (out)	-	-
Gains (losses)		
Realized	(21)	27
Unrealized	(321)	(100)
Closing Balance	**9,349**	**4,462**

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $67,998 ($27,336 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $5,579 ($18,963 for the period ended December 31, 2017).

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,971

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Growth Fund (continued)

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010
Series T5 Units	August 24, 2011	August 31, 2011
Series T8 Units	August 24, 2011	August 31, 2011
Series D Units	September 10, 2010	October 31, 2012
Series F Units	September 10, 2010	September 30, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	September 30, 2010
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**620,382,970**	531,931,998
Short-term investments	**32,023,337**	62,930,920
Cash	**8,003,501**	3,005,716
Margin	**6,106**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**335,349**	302,214
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**9,741,367**	229,478
Accrued interest	**1,853,842**	1,656,958
Dividends receivable	**1,584,676**	662,750
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**566,597**	1,215,331
	674,497,745	601,935,365
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**4,625,280**	1,134,408
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**99,767**	28,817
Redemptions payable	**270,559**	72,281
Distributions payable	**70**	-
Due to investment dealers	**17,379,526**	3,687,435
Management fees payable	**704,472**	200,386
Total liabilities (excluding net assets attributable to holders of redeemable units)	**23,079,674**	5,123,327
Net Assets Attributable to Holders of Redeemable Units	**651,418,071**	596,812,038
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**343,735,564**	325,777,287
Series T5	**9,648,832**	8,881,679
Series F	**96,954,281**	85,240,161
Series F5	**10,215**	-
Series I	**151,104,372**	127,525,798
Series O	**49,964,807**	49,387,113
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**16.35**	16.44
Series T5	**17.82**	18.38
Series F	**17.19**	17.19
Series F5	**15.01**	-
Series I	**18.24**	18.14
Series O	**12.78**	12.72

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**6,890,758**	5,152,080
Interest income for distribution purposes	**3,048,660**	2,334,173
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**8,463,557**	3,238,529
Net realized gain (loss) on futures contracts	**6,106**	383
Net realized gain (loss) on currency forward contracts	**(3,792,323)**	(4,991,000)
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(6,318,220)**	15,358,283
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(3,457,737)**	5,632,828
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**4,840,801**	26,725,276
Net gain (loss) on foreign exchange	**(553,087)**	(220,106)
Other income	**-**	-
Total income (loss)	**4,287,714**	26,505,170
Expenses (note 6)		
Management fees	**3,855,770**	3,625,164
Administration fees	**548,234**	471,581
Independent review committee fees	**4,648**	3,789
Withholding tax	**774,579**	603,221
Transaction costs (note 3)	**98,575**	82,857
Total operating expenses	**5,281,806**	4,786,612
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(994,092)**	21,718,558
Finance Cost		
Interest expense	**(5,642)**	(51)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**(999,734)**	21,718,507
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(1,864,296)**	12,042,511
Series T5	**(55,665)**	312,243
Series F	**(4,893)**	2,705,988
Series F5	**214**	-
Series I	**687,026**	4,517,621
Series O	**237,880**	2,140,144
Weighted Average Number of Units Outstanding		
Series A	**20,586,766**	18,060,700
Series T5	**505,499**	406,808
Series F	**5,359,230**	3,685,571
Series F5	**673**	-
Series I	**7,695,292**	4,926,367
Series O	**3,912,503**	3,359,673

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(0.09)**	0.67
Series T5	**(0.11)**	0.77
Series F	**-**	0.73
Series F5	**0.32**	-
Series I	**0.09**	0.92
Series O	**0.06**	0.64

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series F		Series F5	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 325,777,287	275,418,337	8,881,679	7,415,645	85,240,161	55,765,343	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (1,864,296)	12,042,511	(55,665)	312,243	(4,893)	2,705,988	214	-
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 68,713,951	54,096,792	1,486,263	1,649,728	23,667,240	22,629,556	10,000	-
Redemption of redeemable units	$ (48,886,495)	(37,959,080)	(484,513)	(1,356,994)	(11,946,214)	(8,059,350)	-	-
Reinvestment of distributions to holders of redeemable units	$ 29,467	27,188	56,273	57,172	13,929	10,180	211	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 19,856,923	16,164,900	1,058,023	349,906	11,734,955	14,580,386	10,211	-
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (34,350)	(25,965)	(235,205)	(186,249)	(15,942)	(10,026)	(210)	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (34,350)	(25,965)	(235,205)	(186,249)	(15,942)	(10,026)	(210)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 17,958,277	28,181,446	767,153	475,900	11,714,120	17,276,348	10,215	-
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 343,735,564**	**303,599,783**	**9,648,832**	**7,891,545**	**96,954,281**	**73,041,691**	**10,215**	**-**
Redeemable Unit Transactions								
Balance - beginning of period	19,813,971	17,701,558	483,142	407,311	4,959,416	3,432,027	-	-
Units issued	4,177,144	3,370,206	81,802	88,609	1,371,921	1,336,960	667	-
Units issued on reinvestment of distributions	1,797	1,688	3,117	3,082	810	602	14	-
Units redeemed	(2,971,650)	(2,373,659)	(26,625)	(73,207)	(692,781)	(485,181)	-	-
Balance - end of period	**21,021,262**	**18,699,793**	**541,436**	**425,795**	**5,639,366**	**4,284,408**	**681**	**-**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 127,525,798	78,345,182	49,387,113	38,984,005	**596,812,038**	**455,928,512**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 687,026	4,517,621	237,880	2,140,144	**(999,734)**	**21,718,507**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 25,805,919	20,396,635	5,598,089	9,583,809	125,281,462	108,356,520
Redemption of redeemable units	$ (2,914,371)	(3,995,473)	(5,258,596)	(5,624,019)	(69,490,189)	(56,994,916)
Reinvestment of distributions to holders of redeemable units	$ -	-	321	39	100,201	94,579
Capitalized distributions	$ -	-	-	-	-	-
	$ 22,891,548	16,401,162	339,814	3,959,829	**55,891,474**	**51,456,183**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ -	-	-	-	(285,707)	(222,240)
Return of capital	$ -	-	-	-	-	-
	$ -	-	-	-	**(285,707)**	**(222,240)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 23,578,574	20,918,783	577,694	6,099,973	**54,606,033**	**72,952,450**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 151,104,372**	**99,263,965**	**49,964,807**	**45,083,978**	**651,418,071**	**528,880,962**
Redeemable Unit Transactions						
Balance - beginning of period	7,029,718	4,568,847	3,883,446	3,251,280	**36,169,693**	**29,361,023**
Units issued	1,414,498	1,139,745	439,275	768,145	7,485,307	6,703,665
Units issued on reinvestment of distributions	-	-	28	3	5,766	5,375
Units redeemed	(159,502)	(226,940)	(412,505)	(455,786)	(4,263,063)	(3,614,773)
Balance - end of period	**8,284,714**	**5,481,652**	**3,910,244**	**3,563,642**	**39,397,703**	**32,455,290**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(999,734)**	21,718,507
Adjustments for:		
Gain on short-term investments	**(272,577)**	(93,719)
Net realized (gain) loss on sale of investments	**(8,463,557)**	(3,238,529)
Change in unrealized (appreciation) depreciation in value of investments	**6,318,220**	(15,358,283)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**3,457,737**	(5,632,828)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**(6,106)**	-
Purchases of investments	**(263,954,319)**	(98,906,973)
Proceeds from sale of investments	**181,730,311**	61,482,253
Purchases of short-term investments	**(615,597,076)**	(610,098,041)
Proceeds from sale of short-term investments	**646,777,236**	601,902,073
Change in dividends and interest receivable	**(1,118,810)**	(521,395)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**504,086**	89,997
Change in other payables and accrued expenses	**169,525**	98,368
Net Cash Provided by (Used in) Operating Activities	**(51,455,064)**	(48,558,570)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(185,436)**	(127,661)
Proceeds from redeemable units issued	**125,930,196**	106,836,058
Redemption of redeemable units	**(69,291,911)**	(56,706,112)
Net Cash Provided by (Used in) Financing Activities	**56,452,849**	50,002,285
Net increase (decrease) in cash	**4,997,785**	1,443,715
Cash (bank indebtedness) at beginning of period	**3,005,716**	1,851,464
Cash (bank indebtedness) at end of period	**8,003,501**	3,295,179
Dividends received, net of withholding taxes	**5,194,552**	3,974,523
Interest received, net of withholding taxes	**2,851,477**	2,387,114
Interest paid	**(5,642)**	(51)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.213%	23-Aug-2018	1,000,000	997,680	997,680	
Canadian Treasury Bill	1.198%	20-Sep-2018	5,000,000	4,986,250	4,986,250	
Province of Manitoba	1.296%	18-Jul-2018	700,000	699,181	699,181	
Province of Manitoba	1.371%	25-Jul-2018	13,700,000	13,670,295	13,670,295	
Province of Ontario	1.390%	18-Jun-2018	2,700,000	2,693,331	2,693,331	
Province of Quebec	1.420%	17-Aug-2018	9,000,000	8,976,600	8,976,600	
Total Short-Term Notes				**32,023,337**	**32,023,337**	**4.92**
BONDS						
Federal Bonds						
Australia Government Bond	5.750%	15-May-2021	1,837,000	2,021,958	1,968,018	
Australia Government Bond	5.500%	21-Apr-2023	724,000	815,156	806,643	
Australia Government Bond	2.750%	21-Nov-2027	817,000	795,588	802,880	
Australia Government Bond	3.750%	21-Apr-2037	1,795,000	1,945,676	1,952,422	
Belgium Government Bond	5.500%	28-Mar-2028	1,087,000	2,389,593	2,451,717	
Bundesrepublik Deutschland	1.750%	15-Feb-2024	2,170,000	3,713,986	3,700,191	
Bundesrepublik Deutschland	4.000%	04-Jan-2037	153,000	340,423	367,556	
Bundesrepublik Deutschland	2.500%	15-Aug-2046	301,180	595,478	635,504	
Canadian Government Bond	1.500%	01-Jun-2023	4,292,000	4,164,542	4,176,759	
Canadian Government Bond	1.000%	01-Jun-2027	2,831,000	2,593,334	2,566,864	
Canadian Government Bond	4.000%	01-Jun-2041	1,511,000	1,989,829	1,991,027	
Commonwealth of Puerto Rico	6.000%	01-Jul-2027	20,000	25,854	26,906	
France Government Bond OAT	1.750%	25-May-2023	1,202,000	2,036,451	2,019,979	
France Government Bond OAT	4.750%	25-Apr-2035	655,000	1,496,059	1,584,271	
France Government Bond OAT	4.500%	25-Apr-2041	508,000	1,223,659	1,274,014	
France Government Bond OAT	4.000%	25-Apr-2055	603,000	1,568,068	1,534,024	
French Republic Government Bond OAT	0.750%	25-May-2028	164,000	254,615	255,318	
Hungary Government International Bond	5.375%	21-Feb-2023	566,000	862,179	789,459	
Indonesia Government International Bond	2.875%	08-Jul-2021	100,000	151,068	163,258	
Indonesia Government International Bond	2.150%	18-Jul-2024	131,000	192,944	203,036	
International Bank for Reconstruction & Development	2.800%	13-Jan-2021	155,000	153,765	152,213	
International Bank for Reconstruction & Development	4.250%	24-Jun-2025	30,000	32,696	31,617	
International Finance Corp.	3.250%	22-Jul-2019	45,000	45,543	44,216	
Ireland Government Bond	0.900%	15-May-2028	905,000	1,366,428	1,401,906	
Italy Buoni Poliennali Del Tesoro	3.750%	01-Mar-2021	2,029,000	3,214,700	3,339,983	
Italy Buoni Poliennali Del Tesoro	5.500%	01-Sep-2022	681,000	1,276,696	1,208,540	
Italy Buoni Poliennali Del Tesoro	5.500%	01-Sep-2022	956,000	1,808,244	1,696,571	
Italy Buoni Poliennali Del Tesoro	2.500%	01-Dec-2024	1,358,000	2,190,658	2,129,078	
Italy Buoni Poliennali Del Tesoro	2.050%	01-Aug-2027	260,000	402,293	381,118	
Japan Government Thirty Year Bond	2.400%	20-Mar-2037	351,600,000	5,362,933	5,635,472	
Japan Government Twenty Year Bond	1.700%	20-Sep-2032	731,500,000	10,537,879	10,468,722	
Japan Government Twenty Year Bond	1.500%	20-Mar-2034	607,100,000	8,150,973	8,536,685	
Kingdom of Belgium Government Bond	0.200%	22-Oct-2023	620,000	964,493	965,191	
Mexico Government International Bond	4.600%	10-Feb-2048	371,000	452,806	449,475	
New Zealand Government Bond	4.500%	15-Apr-2027	2,640,000	2,692,661	2,691,041	
Nordic Investment Bank	4.750%	28-Feb-2024	80,000	88,242	85,612	
Oklahoma Development Finance Authority	4.650%	15-Aug-2030	221,000	286,604	307,897	
Portugal Obrigacoes do Tesouro OT	4.950%	25-Oct-2023	1,471,000	2,885,165	2,767,611	
Portugal Obrigacoes do Tesouro OT	4.125%	14-Apr-2027	2,458,000	4,431,123	4,547,476	
Puerto Rico Electric Power Authority	5.000%	01-Jul-2022	95,000	122,095	125,769	
Spain Government Bond	5.400%	31-Jan-2023	1,268,000	2,308,008	2,402,729	
Spain Government Bond	2.750%	31-Oct-2024	500,000	838,965	867,442	
Spain Government Bond	5.150%	31-Oct-2028	1,952,000	4,073,182	4,080,978	
Spain Government Bond	4.700%	30-Jul-2041	339,000	718,598	750,216	
Sweden Government Bond	3.500%	01-Jun-2022	1,700,000	313,790	287,471	
United Kingdom Gilt	4.250%	07-Dec-2027	388,000	839,996	851,116	
United Kingdom Gilt	4.250%	07-Mar-2036	873,000	2,026,043	2,114,495	
United Kingdom Gilt	3.250%	22-Jan-2044	1,368,000	2,956,093	3,099,596	
United Kingdom Gilt	3.750%	22-Jul-2052	150,000	363,596	400,607	
United Kingdom Gilt	4.000%	22-Jan-2060	155,000	416,733	464,971	
United States Treasury Note	2.000%	31-Jan-2020	3,200,000	3,953,645	4,178,259	
United States Treasury Note	1.375%	30-Apr-2020	8,367,000	10,881,429	10,782,748	
United States Treasury Note	2.500%	31-May-2020	6,713,000	8,927,107	8,831,101	
United States Treasury Note	2.625%	15-Aug-2020	2,858,000	3,807,915	3,766,079	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
United States Treasury Note	2.375%	15-Mar-2021	9,001,000	11,922,060	11,770,003	
United States Treasury Note	2.750%	31-May-2023	627,100	833,249	826,643	
United States Treasury Note	2.750%	15-Feb-2028	685,000	901,418	893,529	
United States Treasury Note	3.625%	15-Feb-2044	3,840,000	5,708,254	5,636,444	
United States Treasury Note	3.000%	15-May-2047	2,515,000	3,228,933	3,318,808	
				140,661,471	**141,559,274**	**21.73**
Provincial Bonds						
Province of Alberta	4.500%	01-Dec-2040	75,000	87,614	93,237	
Province of British Columbia	2.300%	18-Jun-2026	110,000	107,449	107,356	
				195,063	**200,593**	**0.03**
Canadian Corporate Bonds						
Cameco Corp.	5.670%	02-Sep-2019	76,000	85,482	78,204	
Loblaw Companies Limited	4.860%	12-Sep-2023	76,000	84,444	81,734	
Schlumberger Finance Canada Ltd.	2.650%	20-Nov-2022	310,000	395,424	395,666	
Shaw Communications Inc.	5.650%	01-Oct-2019	76,000	86,382	78,935	
TELUS Corp.	5.050%	23-Jul-2020	77,000	86,531	80,700	
				738,263	**715,239**	**0.11**
Foreign Corporate Bonds						
ABN AMRO Bank NV	2.875%	18-Jan-2028	100,000	153,048	162,152	
AerCap Ireland Capital DAC / AerCap Global Aviation Trust	3.650%	21-Jul-2027	306,000	385,055	367,155	
Aetna Inc.	2.800%	15-Jun-2023	183,000	239,537	229,632	
Air Liquide Finance SA	2.250%	27-Sep-2023	400,000	519,573	495,425	
American International Group Inc.	1.875%	21-Jun-2027	100,000	150,158	152,360	
American Tower Corp.	4.700%	15-Mar-2022	200,000	268,860	271,433	
American Tower Corp.	4.000%	01-Jun-2025	475,000	605,327	613,562	
American Tower Corp.	1.950%	22-May-2026	150,000	227,695	233,040	
Anheuser-Busch InBev Finance Inc.	3.300%	01-Feb-2023	1,221,000	1,665,074	1,594,405	
Anheuser-Busch InBev Finance Inc.	4.700%	01-Feb-2036	211,000	298,356	282,143	
Anheuser-Busch InBev SA/NV	2.750%	17-Mar-2036	74,000	107,985	119,624	
Apple Inc.	2.700%	13-May-2022	156,000	186,317	202,091	
Apple Inc.	4.500%	23-Feb-2036	374,000	534,707	528,898	
Apple Inc.	3.600%	31-Jul-2042	100,000	201,377	203,764	
Apple Inc.	4.250%	09-Feb-2047	61,000	79,204	81,586	
APT Pipelines Ltd.	5.000%	23-Mar-2035	198,000	270,892	270,638	
Asahi Group Holdings Ltd.	1.151%	19-Sep-2025	110,000	160,000	168,993	
ASML Holding NV	1.375%	07-Jul-2026	300,000	473,303	469,872	
AT&T Inc.	2.450%	30-Jun-2020	570,000	721,242	738,818	
AT&T Inc.	4.250%	01-Jun-2043	100,000	178,126	183,392	
AT&T Inc.	4.750%	15-May-2046	261,000	321,777	307,813	
AT&T Inc.	5.650%	15-Feb-2047	183,000	256,923	243,265	
Autostrade per l'Italia S.p.A	1.750%	26-Jun-2026	100,000	158,427	151,533	
Bank of America Corp.	2.625%	19-Apr-2021	882,000	1,151,405	1,140,231	
Bank of America Corp.	4.100%	24-Jul-2023	489,000	686,199	654,297	
Bank of America Corp.	3.500%	19-Apr-2026	400,000	499,153	509,469	
Bank of America Corp.	3.248%	21-Oct-2027	450,000	590,527	552,332	
Bank of New York Mellon Corp.	2.950%	29-Jan-2023	476,000	602,727	612,356	
Barclays Bank PLC	6.000%	14-Jan-2021	220,000	379,701	378,240	
Barclays PLC	3.125%	17-Jan-2024	200,000	320,242	348,067	
BAT International Finance PLC	0.875%	13-Oct-2023	100,000	134,049	153,466	
Bayer Capital Corp BV	1.500%	26-Jun-2026	300,000	458,534	464,147	
Becton Dickinson and Co.	1.401%	24-May-2023	300,000	452,632	465,924	
Becton Dickinson and Co.	3.734%	15-Dec-2024	29,000	37,634	37,295	
Becton Dickinson and Co.	4.685%	15-Dec-2044	194,000	275,267	248,279	
Belfius Bank SA/NV	3.125%	11-May-2026	100,000	141,189	159,871	
Berkshire Hathaway Inc.	2.750%	15-Mar-2023	95,000	127,020	122,375	
Berkshire Hathaway Inc.	4.500%	11-Feb-2043	175,000	253,660	239,650	
Best Buy Co., Inc.	5.500%	15-Mar-2021	332,000	453,634	458,075	
Boston Gas Co.	3.150%	01-Aug-2027	239,000	298,600	296,931	
Boston Properties LP	3.125%	01-Sep-2023	50,000	63,777	64,041	
BPCE SA	4.500%	15-Mar-2025	200,000	254,341	256,848	
BPCE SA	5.250%	16-Apr-2029	100,000	201,612	196,976	
BPRL International Singapore Pte. Ltd.	4.375%	18-Jan-2027	608,000	860,087	761,063	
Brambles Finance PLC	1.500%	04-Oct-2027	130,000	188,427	200,121	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
British Telecommunications PLC	3.125%	21-Nov-2031	200,000	344,264	337,015	
Broadcom Corp / Broadcom Cayman Finance Ltd.	3.875%	15-Jan-2027	228,000	300,991	284,188	
CaixaBank SA	1.125%	12-Jan-2023	200,000	295,180	302,502	
Celgene Corp.	2.875%	15-Aug-2020	264,000	350,530	344,793	
Charles Schwab Corp.	3.850%	21-May-2025	278,000	355,461	370,990	
Charter Communications Operating LLC	6.384%	23-Oct-2035	306,000	432,189	421,736	
Chubb INA Holdings Inc.	2.300%	03-Nov-2020	235,000	310,352	303,731	
Chubb INA Holdings Inc.	2.500%	15-Mar-2038	127,000	198,684	196,945	
Chularat Hospital PCL	2.625%	15-Apr-2021	65,000	99,920	104,569	
Cie Financiere et Industrielle des Autoroutes SA	0.750%	09-Sep-2028	200,000	289,353	289,227	
Cisco Systems Inc.	2.200%	28-Feb-2021	151,000	206,254	194,952	
Citizens Bank NA/Providence RI	2.550%	13-May-2021	250,000	323,336	320,940	
CNA Financial Corp.	5.875%	15-Aug-2020	60,000	78,376	82,910	
CNPC General Capital Ltd.	3.400%	16-Apr-2023	628,000	873,893	815,318	
Coach Inc.	4.125%	15-Jul-2027	300,000	404,103	377,018	
Coca-Cola Enterprises Inc.	1.875%	18-Mar-2030	100,000	140,067	158,807	
Coca-Cola European Partners PLC	1.125%	26-May-2024	100,000	144,773	156,817	
Coca-Cola European Partners US LLC	1.875%	18-Mar-2030	100,000	137,740	158,807	
Corp Financiera de Desarrollo SA	4.750%	15-Jul-2025	555,000	781,201	731,823	
Credit Suisse AG	6.500%	08-Aug-2023	200,000	283,817	280,449	
Credit Suisse Group AG	1.250%	17-Jul-2025	135,000	196,696	204,793	
Credit Suisse Group AG	3.869%	12-Jan-2029	500,000	628,548	619,685	
CRH America Finance Inc.	4.500%	04-Apr-2048	223,000	283,313	276,273	
Crown Castle International Corp.	2.250%	01-Sep-2021	244,000	315,064	307,914	
Crown Castle International Corp.	4.450%	15-Feb-2026	350,000	467,481	456,479	
CVS Health Corp.	5.050%	25-Mar-2048	161,000	207,105	216,362	
Danone SA	2.077%	02-Nov-2021	200,000	266,681	251,707	
Danone SA	2.589%	02-Nov-2023	373,000	497,360	462,670	
Deutsche Bank AG	1.875%	28-Feb-2020	200,000	327,710	343,455	
Deutsche Telekom International Finance BV	1.375%	30-Jan-2027	120,000	170,166	184,164	
Dominion Gas Holdings LLC	2.800%	15-Nov-2020	247,000	325,876	321,206	
Dominion Resources Inc.	2.500%	01-Dec-2019	50,000	56,488	65,223	
DS Smith PLC	1.375%	26-Jul-2024	210,000	304,064	319,044	
Duke Energy Corp.	2.650%	01-Sep-2026	227,000	296,874	269,430	
Duke Energy Florida LLC	3.200%	15-Jan-2027	450,000	603,203	570,123	
E*TRADE Financial Corp.	2.950%	24-Aug-2022	194,000	247,244	247,441	
EDP Finance BV	1.875%	29-Sep-2023	110,000	155,167	176,620	
Emera US Finance LP	2.700%	15-Jun-2021	91,000	115,667	116,592	
Emera US Finance LP	3.550%	15-Jun-2026	104,000	131,955	129,031	
Empresa Nacional de Telecomunicaciones SA	4.750%	01-Aug-2026	572,000	766,430	721,646	
Empresa Nacional del Petroleo	4.375%	30-Oct-2024	562,000	772,453	738,022	
Enbridge Inc.	5.500%	1-Dec-46	69,000	98,014	97,250	
Enel Finance International NV	1.125%	16-Sep-2026	300,000	442,305	436,575	
Enel Finance International NV	4.750%	25-May-2047	400,000	516,834	499,427	
Enersis Americas SA	4.000%	25-Oct-2026	638,000	873,947	801,570	
ERAC USA Finance LLC	7.000%	15-Oct-2037	200,000	330,810	329,728	
Esselunga SpA	0.875%	25-Oct-2023	150,000	218,835	229,069	
Esselunga SpA	1.875%	25-Oct-2027	100,000	145,902	151,304	
Euroclear Investments SA	1.500%	11-Apr-2030	100,000	158,110	153,778	
Euroclear Investments SA	2.625%	11-Apr-2048	100,000	158,559	151,672	
Exelon Corp.	3.497%	01-Jun-2022	111,000	148,985	144,456	
EXOR NV	1.750%	18-Jan-2028	200,000	297,572	296,681	
Experian Finance PLC	2.125%	27-Sep-2024	110,000	191,880	191,197	
Ferrari NV	1.500%	16-Mar-2023	550,000	817,053	852,439	
Fidelity National Information Services Inc.	3.875%	05-Jun-2024	37,000	44,097	48,588	
Fidelity National Information Services Inc.	5.000%	15-Oct-2025	26,000	33,641	36,013	
Fidelity National Information Services Inc.	3.000%	15-Aug-2026	476,000	585,184	574,621	
G4S International Finance PLC	1.500%	09-Jan-2023	200,000	294,003	313,351	
G4S International Finance PLC	1.875%	24-May-2025	300,000	450,695	464,864	
General Electric Co.	4.500%	11-Mar-2044	176,000	228,881	227,873	
General Motors Co.	6.750%	01-Apr-2046	250,000	363,048	365,521	
General Motors Financial Co., Inc.	3.100%	15-Jan-2019	350,000	455,348	460,899	
General Motors Financial Co., Inc.	4.350%	17-Jan-2027	333,000	429,129	424,602	
Gilead Sciences Inc.	2.350%	01-Feb-2020	278,000	360,090	362,197	
Glencore Finance Europe SA	1.250%	17-Mar-2021	300,000	421,145	469,957	
Glencore Funding LLC	3.000%	27-Oct-2022	505,000	633,809	637,809	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Grainger PLC	3.375%	24-Apr-2028	200,000	355,097	348,231	
Grand City Properties SA	1.375%	03-Aug-2026	300,000	424,451	445,183	
Heathrow Funding Ltd.	1.875%	12-Jul-2032	100,000	148,227	152,674	
Heathrow Funding Ltd.	4.625%	31-Oct-2046	100,000	238,818	214,964	
Hiscox Ltd.	6.125%	24-Nov-2045	200,000	394,128	382,145	
Home Depot Inc.	2.625%	01-Jun-2022	150,000	186,833	193,632	
Home Depot Inc.	4.875%	15-Feb-2044	200,000	290,001	289,037	
HSBC Holdings PLC	4.375%	23-Nov-2026	200,000	268,518	259,064	
Huntington Ingalls Industries Inc.	3.483%	1-Dec-2027	140,000	178,296	174,459	
Imerys SA	1.500%	15-Jan-2027	100,000	138,220	153,506	
Imperial Brands Finance PLC	1.375%	27-Jan-2025	200,000	280,683	306,201	
ING Groep NV	1.375%	11-Jan-2028	100,000	151,820	150,057	
innogy Finance BV	1.625%	30-May-2026	232,000	350,634	365,883	
Intercontinental Exchange Inc.	2.750%	01-Dec-2020	68,000	90,122	88,798	
Intercontinental Exchange Inc.	4.000%	15-Oct-2023	350,000	466,631	470,965	
Intercontinental Exchange Inc.	3.750%	01-Dec-2025	112,000	148,577	147,104	
InterContinental Hotels Group PLC	3.750%	14-Aug-2025	200,000	386,788	370,537	
Intesa Sanpaolo SpA	5.250%	28-Jan-2022	50,000	108,637	94,708	
Islandsbanki HF	1.750%	07-Sep-2020	270,000	400,599	426,762	
Islandsbanki HF	1.125%	19-Jan-2024	150,000	238,319	228,855	
JAB Holdings BV	1.750%	25-Jun-2026	100,000	152,082	153,908	
JAB Holdings BV	2.500%	25-Jun-2029	100,000	154,439	155,535	
JPMorgan Chase & Co.	3.250%	23-Sep-2022	482,000	639,827	628,535	
JPMorgan Chase & Co.	2.950%	01-Oct-2026	208,000	270,046	254,431	
JPMorgan Chase & Co.	3.540%	01-May-2028	223,000	298,140	281,160	
JPMorgan Chase & Co.	4.260%	22-Feb-2048	230,000	301,323	285,480	
KBC Group NV	0.875%	27-Jun-2023	100,000	153,125	153,419	
Kraft Heinz Foods Co.	5.200%	15-Jul-2045	56,000	77,476	71,919	
Kraft Heinz Foods Co.	4.375%	01-Jun-2046	250,000	306,784	285,574	
L3 Technologies Inc.	3.850%	15-Jun-2023	271,000	348,336	356,802	
Laboratory Corporation of America Holdings	3.200%	01-Feb-2022	279,000	356,912	363,362	
Laboratory Corporation of America Holdings	4.700%	01-Feb-2045	200,000	255,941	258,364	
Lear Corp.	3.800%	15-Sep-2027	250,000	307,526	309,367	
Liberty Mutual Group Inc.	4.250%	15-Jun-2023	129,000	178,925	171,597	
Liberty Mutual Group Inc.	2.750%	04-May-2026	100,000	141,731	164,091	
Life Technologies Corp.	6.000%	01-Mar-2020	210,000	295,681	288,055	
Life Technologies Corp.	5.000%	15-Jan-2021	68,000	94,776	92,522	
Lockheed Martin Corp.	3.550%	15-Jan-2026	100,000	132,658	129,490	
LyondellBasell Industries NV	5.000%	15-Apr-2019	128,000	177,499	170,064	
ManpowerGroup Inc.	1.750%	22-Jun-2026	250,000	381,670	389,128	
Marathon Petroleum Corp.	3.400%	15-Dec-2020	73,000	93,605	96,274	
Marathon Petroleum Corp.	3.625%	15-Sep-2024	142,000	163,150	182,680	
Marsh & McLennan Cos Inc.	3.500%	03-Jun-2024	50,000	56,399	65,190	
Marsh & McLennan Cos Inc.	4.350%	30-Jan-2047	293,000	384,816	384,950	
Martin Marietta Materials Inc.	4.250%	02-Jul-2024	35,000	45,348	46,517	
Martin Marietta Materials Inc.	3.450%	01-Jun-2027	101,000	137,067	123,833	
Martin Marietta Materials Inc.	3.500%	15-Dec-2027	172,000	219,026	210,358	
Merlin Properties Socimi SA	2.225%	25-Apr-2023	100,000	144,594	160,725	
Merlin Properties Socimi SA	1.750%	26-May-2025	110,000	165,760	167,795	
Merlin Properties Socimi SA	1.875%	02-Nov-2026	110,000	157,778	165,395	
Microsoft Corp.	4.100%	06-Feb-2037	425,000	596,874	583,596	
Morgan Stanley	2.200%	07-Dec-2018	84,000	104,470	110,353	
Morgan Stanley	2.500%	21-Apr-2021	239,000	305,989	307,185	
Morgan Stanley	5.500%	28-Jul-2021	50,000	63,894	69,648	
Morgan Stanley	3.125%	27-Jul-2026	1,011,000	1,245,936	1,238,420	
Morgan Stanley	2.625%	09-Mar-2027	110,000	179,164	188,354	
MPLX LP	4.500%	15-Apr-2038	184,000	226,721	224,272	
NBCUniversal Enterprise Inc.	1.974%	15-Apr-2019	300,000	387,075	391,732	
NBCUniversal Media LLC	5.150%	30-Apr-2020	219,000	319,987	297,770	
Neste Oyj	1.500%	07-Jun-2024	100,000	151,575	156,629	
NextEra Energy Capital Holdings Inc.	3.550%	01-May-2027	283,000	383,841	358,505	
NN Group NV	4.625%	08-Apr-2044	250,000	420,374	413,523	
Northwell Healthcare Inc.	4.260%	01-Nov-2047	279,000	342,836	352,838	
ONEOK Inc.	4.950%	13-Jul-2047	410,000	515,369	527,106	
ONGC Videsh Vankorneft Pte Ltd.	3.750%	27-Jul-2026	595,000	786,573	732,129	
Oracle Corp.	3.400%	08-Jul-2024	100,000	132,356	130,432	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Owens Corning	4.400%	30-Jan-2048	178,000	218,112	196,242	
PepsiCo Inc.	3.100%	17-Jul-2022	164,000	208,798	215,431	
Pertamina Persero PT	6.000%	03-May-2042	599,000	881,438	785,907	
Phillips 66	4.875%	15-Nov-2044	238,000	341,539	324,606	
PNC Bank NA	2.600%	21-Jul-2020	250,000	323,022	324,985	
PPL Capital Funding Inc.	5.000%	15-Mar-2044	20,000	24,171	27,454	
PPL WEM Ltd.	5.375%	01-May-2021	200,000	287,019	273,835	
Priceline Group Inc.	3.550%	15-Mar-2028	138,000	175,186	173,136	
Progress Energy Inc.	7.050%	15-Mar-2019	50,000	74,978	67,670	
ProSiebenSat.1 Media AG	2.625%	15-Apr-2021	265,000	412,647	426,318	
QBE Insurance Group Ltd.	6.115%	24-May-2042	115,000	221,708	216,522	
Reckitt Benckiser Treasury Services PLC	3.625%	21-Sep-2023	400,000	516,644	525,354	
Reckitt Benckiser Treasury Services PLC	3.000%	26-Jun-2027	211,000	279,535	258,356	
RELX Finance BV	1.000%	22-Mar-2024	110,000	157,115	170,381	
Republic Services Inc.	3.950%	15-May-2028	271,000	344,664	352,374	
Reynolds American Inc.	8.125%	23-Jun-2019	50,000	69,078	68,959	
Reynolds American Inc.	4.450%	12-Jun-2025	294,000	404,882	389,776	
Richemont International Holding SA	1.500%	26-Mar-2030	200,000	303,156	310,327	
Rolls-Royce PLC	0.875%	09-May-2024	300,000	457,684	456,827	
RWE Finance BV	4.750%	31-Jan-2034	200,000	413,105	410,734	
Sabine Pass Liquefaction LLC	4.200%	15-Mar-2028	250,000	330,791	318,999	
SES SA	1.625%	22-Mar-2026	250,000	399,521	384,051	
Sky PLC	2.500%	15-Sep-2026	200,000	310,345	331,499	
Smiths Group PLC	2.000%	23-Feb-2027	200,000	305,796	312,030	
State Grid Overseas Investment 2016 Ltd.	2.750%	04-May-2022	302,000	408,867	385,713	
Sumitomo Mitsui Financial Group Inc.	3.544%	17-Jan-2028	456,000	568,175	582,097	
Sydney Airport Finance Co Pty Ltd.	1.750%	26-Apr-2028	150,000	232,586	232,826	
TD Ameritrade Holding Corp.	2.950%	01-Apr-2022	29,000	36,039	37,501	
Tencent Holdings Ltd.	2.985%	19-Jan-2023	332,000	418,367	424,893	
Tengizchevroil Finance Co International Ltd.	4.000%	15-Aug-2026	650,000	862,487	803,465	
The Goldman Sachs Group Inc.	2.625%	25-Apr-2021	422,000	544,575	543,228	
The Goldman Sachs Group Inc.	5.750%	24-Jan-2022	80,000	103,214	112,674	
The Home Depot Inc.	3.000%	01-Apr-2026	124,000	170,623	156,019	
The Priceline Group Inc.	1.800%	03-Mar-2027	300,000	401,777	470,179	
Thermo Fisher Scientific Inc.	3.000%	15-Apr-2023	114,000	148,130	145,967	
Thermo Fisher Scientific Inc.	2.950%	19-Sep-2026	97,000	127,901	118,089	
Thermo Fisher Scientific Inc.	3.200%	15-Aug-2027	600,000	756,683	739,302	
Transurban Finance Co. Pty Ltd.	1.750%	29-Mar-2028	200,000	299,973	306,190	
Tyco Electronics Group SA	2.375%	17-Dec-2018	60,000	68,558	78,807	
Ubisoft Entertainment SA	1.289%	30-Jan-2023	200,000	313,280	307,956	
UBS Group Funding Jersey Ltd.	1.500%	30-Nov-2024	200,000	283,674	312,110	
UBS Group Funding Switzerland AG	2.859%	15-Aug-2023	417,000	529,027	525,318	
UniCredit Spa	1.000%	18-Jan-2023	250,000	376,235	365,754	
UnitedHealth Group Inc.	2.700%	15-Jul-2020	164,000	212,613	214,508	
UnitedHealth Group Inc.	4.625%	15-Jul-2035	505,000	728,476	699,909	
Unum Group	4.000%	15-Mar-2024	60,000	69,853	78,414	
Verizon Communications Inc.	3.500%	01-Nov-2024	207,000	270,517	263,743	
Virginia Electric & Power Co.	3.500%	15-Mar-2027	350,000	470,370	452,884	
Visa Inc.	4.150%	14-Dec-2035	208,000	286,179	284,030	
Visa Inc.	4.300%	14-Dec-2045	200,000	280,731	274,034	
Vodafone Group PLC	4.125%	30-May-2025	147,000	187,511	191,809	
Volkswagen Bank GmbH	0.750%	15-Jun-2023	150,000	226,140	226,864	
Volkswagen Financial Services AG	0.875%	12-Apr-2023	300,000	466,977	456,656	
Volkswagen International Finance NV	3.375%	31-Dec-2049	200,000	307,834	301,851	
Volkswagen International Finance NV	2.700%	31-Dec-2049	100,000	143,610	150,035	
Volkswagen Leasing GmbH	1.375%	20-Jan-2025	220,000	323,086	334,204	
Wells Fargo & Co.	3.300%	09-Sep-2024	50,000	56,183	63,594	
WM. Wrigley Jr. Co.	3.375%	21-Oct-2020	100,000	126,819	131,948	
WPP Finance 2016	1.375%	20-Mar-2025	150,000	230,829	230,289	
XLIT Ltd.	3.250%	29-Jun-2047	200,000	293,059	298,765	
Zimmer Biomet Holdings Inc.	1.414%	13-Dec-2022	200,000	285,295	314,622	
				75,855,345	**75,194,303**	**11.54**
Mortgage-Backed Securities						
A Voce CLO Ltd.	3.508%	15-Jul-2026	573,000	763,003	753,567	
Cent CLO 21 Ltd.	3.576%	27-Jul-2026	389,696	510,909	513,338	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Chesapeake Funding II LLC	3.223%	15-Mar-2028	200,000	114,248	113,691	
Comm Mortgage Trust 2015-LC19	3.183%	10-Feb-2048	200,000	260,554	257,264	
Comm Mortgage Trust 2015-LC21 A4	3.708%	10-Jul-2048	205,721	260,638	271,595	
CPS Auto Trust	2.110%	15-Mar-2021	246,000	336,044	321,546	
Dryden 55 CLO Ltd.	-	15-Apr-2031	331,317	426,224	435,646	
Fannie Mae Pool	4.260%	01-Dec-2019	50,000	59,962	58,006	
Fannie Mae Pool	2.770%	01-Mar-2022	50,000	57,132	57,095	
Fannie Mae Pool	4.500%	01-Jan-2040	423,000	74,397	74,108	
Fannie Mae Pool	4.500%	01-May-2040	569,000	604,313	582,257	
Fannie Mae Pool	5.000%	01-Aug-2040	738,000	198,638	191,891	
Fannie Mae Pool	4.000%	01-Sep-2040	108,000	21,781	21,731	
Fannie Mae Pool	4.000%	01-Sep-2040	193,000	36,178	34,676	
Fannie Mae Pool	4.000%	01-Nov-2040	1,425,000	375,978	369,572	
Fannie Mae Pool	4.000%	01-Dec-2040	1,400,000	489,306	480,320	
Fannie Mae Pool	4.500%	01-Feb-2041	700,000	190,005	185,958	
Fannie Mae Pool	4.500%	01-Feb-2041	63,453	15,659	14,866	
Fannie Mae Pool	4.000%	01-Feb-2041	1,200,000	433,690	426,300	
Fannie Mae Pool	4.500%	01-Apr-2041	282,064	85,586	84,549	
Fannie Mae Pool	4.000%	01-Jun-2041	41,000	35,315	33,415	
Fannie Mae Pool	4.000%	01-Nov-2041	32,573	14,438	13,213	
Fannie Mae Pool	4.000%	01-Jan-2042	144,656	51,253	48,560	
Fannie Mae Pool	4.000%	01-Jan-2042	73,000	27,449	26,594	
Fannie Mae Pool	5.000%	01-Mar-2042	583,000	244,751	241,158	
Fannie Mae Pool	4.000%	01-Dec-2042	21,000	11,974	11,396	
Fannie Mae Pool	4.500%	01-Jan-2043	500,000	297,305	290,738	
Fannie Mae Pool	4.500%	01-Jan-2043	371,000	319,713	302,305	
Fannie Mae Pool	4.000%	01-Jan-2043	31,000	32,882	31,596	
Fannie Mae Pool	4.000%	01-Jan-2043	45,000	39,540	38,554	
Fannie Mae Pool	4.000%	01-Jun-2043	28,821	24,246	23,676	
Fannie Mae Pool	4.000%	01-Jul-2043	27,142	14,314	14,273	
Fannie Mae Pool	4.500%	01-Sep-2043	550,000	308,301	291,588	
Fannie Mae Pool	4.000%	01-Jan-2044	25,000	26,580	25,549	
Fannie Mae Pool	4.500%	01-Apr-2044	400,000	267,920	264,040	
Fannie Mae Pool	4.000%	01-Apr-2044	20,000	20,034	19,526	
Fannie Mae Pool	4.500%	01-Jun-2044	1,000,000	754,502	742,867	
Fannie Mae Pool	4.000%	01-Nov-2044	55,020	32,586	30,966	
Fannie Mae Pool	4.000%	01-Feb-2045	95,406	55,983	57,907	
Fannie Mae Pool	3.500%	01-Mar-2045	57,472	47,125	45,038	
Fannie Mae Pool	3.500%	01-Jul-2046	239,000	280,033	270,293	
Fannie Mae Pool	3.500%	01-Dec-2046	128,000	154,841	148,757	
Fannie Mae Pool	3.500%	01-Jan-2047	35,533	42,610	40,933	
Fannie Mae Pool	3.500%	01-Jan-2047	67,981	82,042	78,806	
FHLMC Multifamily Structured Pass Through Certificates	1.883%	25-May-2019	125,000	156,565	162,515	
FHLMC Multifamily Structured Pass Through Certificates	2.637%	25-Jan-2023	150,000	189,295	194,627	
FHLMC Multifamily Structured Pass Through Certificates	3.300%	25-Apr-2023	249,675	331,812	331,868	
FHLMC Multifamily Structured Pass Through Certificates	3.458%	25-Aug-2023	249,675	334,880	333,965	
FHLMC Multifamily Structured Pass Through Certificates	2.673%	25-Mar-2026	600,000	783,993	758,076	
Flatiron CLO 2013-1 Ltd.	4.003%	17-Jan-2026	549,897	733,118	723,927	
Freddie Mac Gold Pool	4.500%	01-Dec-2039	1,085,000	151,069	148,908	
Freddie Mac Gold Pool	4.500%	01-Jul-2040	155,789	34,027	32,712	
Freddie Mac Gold Pool	4.000%	01-Jan-2041	35,000	21,916	21,528	
Freddie Mac Gold Pool	5.000%	01-Jul-2041	1,100,000	470,869	465,083	
Freddie Mac Gold Pool	4.500%	01-May-2042	450,000	354,686	345,666	
Freddie Mac Gold Pool	4.000%	01-Apr-2044	41,200	24,575	24,495	
Freddie Mac Gold Pool	3.500%	01-Sep-2045	244,760	219,339	206,819	
Freddie Mac Multifamily Structured Pass Through Certificates	3.064%	25-Aug-2024	792,666	1,052,452	1,037,966	
Freddie Mac Multifamily Structured Pass Through Certificates	3.244%	25-Aug-2027	46,000	59,119	59,813	
GS Mortgage Securities Corp. II	3.382%	10-May-2050	230,127	284,611	299,139	
JPMBB Commercial Mortgage Securities Trust 2014-C26	3.494%	15-Jan-2048	261,848	341,986	343,603	
Morgan Stanley Bank of America Merrill Lynch Trust 2015-C21	3.338%	15-Mar-2048	15,893	20,381	20,570	
Morgan Stanley Capital I Trust 2017-H1	3.530%	15-Jun-2050	142,705	197,573	185,439	
Octagon Investment Partners XVII Ltd.	3.384%	25-Jan-2031	907,000	1,137,332	1,187,002	
Small Business Administration Participation Certificates	2.220%	01-Mar-2033	25,000	15,552	19,317	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Wells Fargo	3.148%	15-May-2048	71,128	89,345	91,322	
Wells Fargo Commercial Mortgage Trust	3.540%	15-May-2048	230,334	284,135	302,659	
				15,788,612	**15,636,743**	**2.40**
Total Bonds				**233,238,754**	**233,306,152**	**35.81**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
BP PLC	124,170	877,856	1,247,091	
Chevron Corp.	9,095	1,198,139	1,512,603	
China Petroleum & Chemical Corporation, H Shares	888,000	846,815	1,043,723	
Exxon Mobil Corp.	30,925	3,333,986	3,365,462	
Galp Energia SGPS SA	61,076	1,192,197	1,532,270	
Lukoil PJSC	16,821	1,013,350	1,516,733	
Marathon Petroleum Corporation	39,823	3,581,091	3,675,324	
Occidental Petroleum Corp.	13,044	1,215,650	1,435,835	
Phillips 66	18,680	2,171,986	2,759,735	
Schlumberger Ltd.	31,124	2,918,471	2,744,333	
Suncor Energy Inc.	34,093	1,305,410	1,823,976	
		19,654,951	**22,657,085**	**3.48**
Materials				
Akzo Nobel NV	13,739	1,577,497	1,547,117	
Amcor Ltd.	35,672	499,632	499,595	
CF Industries Holdings Inc.	9,050	445,022	528,571	
Givaudan SA	1,034	2,526,932	3,084,850	
LyondellBasell Industries NV	4,007	478,915	579,017	
Orica Ltd.	18,745	312,939	323,378	
PPG Industries Inc.	28,536	3,789,246	3,893,763	
PTT Global Chemical PCL	605,500	1,561,232	1,731,001	
Rio Tinto PLC	17,194	877,190	1,254,463	
The Sherwin-Williams Company	4,171	1,606,303	2,236,220	
		13,674,908	**15,677,975**	**2.41**
Industrials				
3M Co.	12,917	2,678,834	3,342,584	
Aena SA	3,403	827,711	812,714	
Air Canada	89,413	1,521,539	1,900,026	
Boeing Co.	4,841	1,659,647	2,136,548	
Bouygues SA	18,195	994,364	1,031,435	
Brambles Ltd.	135,030	1,424,532	1,165,387	
Bunzl PLC	37,198	1,274,937	1,482,623	
Canadian National Railway Co.	7,538	622,822	810,618	
Eaton Corporation PLC	24,503	2,472,194	2,409,043	
Equifax Inc.	5,417	825,433	891,503	
Experian PLC	53,638	1,461,736	1,746,169	
Geberit AG	769	340,264	433,889	
Honeywell International Inc.	24,827	3,496,162	4,704,458	
Illinois Tool Works Inc.	9,657	1,377,197	1,759,906	
IMI PLC	3,405	65,019	66,941	
Johnson Controls International PLC	59,536	3,005,053	2,619,678	
Legrand SA	16,418	1,225,712	1,586,049	
Lockheed Martin Corp.	14,970	4,859,497	5,817,663	
RELX NV	69,460	1,746,944	1,948,499	
Schneider Electric SE	63,157	6,359,301	6,927,667	
Secom Co., Ltd.	21,900	2,151,030	2,212,535	
SGS SA	329	889,740	1,151,526	
Stanley Black & Decker Inc.	7,287	1,191,272	1,273,068	
Union Pacific Corp.	5,313	671,181	990,194	
United Parcel Service Inc., Class B	11,007	1,467,696	1,538,113	
United Technologies Corp.	11,700	1,576,593	1,924,298	
		46,186,410	**52,683,134**	**8.09**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Consumer Discretionary				
Aptiv PLC	11,882	976,835	1,432,186	
Comcast Corporation, Class A	110,103	4,470,755	4,752,012	
Compagnie Financière Richemont SA	12,008	1,027,195	1,338,182	
Compass Group PLC	135,367	3,194,882	3,804,993	
Dufry AG	6,297	1,232,372	1,054,450	
General Motors Co.	17,363	760,915	899,898	
Greggs PLC	27,953	577,692	483,279	
Magna International Inc.	38,909	2,512,575	2,974,982	
Omnicom Group Inc.	31,867	3,035,722	3,197,180	
Persimmon PLC	21,980	949,576	966,922	
Publicis Groupe SA	16,200	1,445,489	1,466,462	
Sands China Ltd.	163,600	928,135	1,150,720	
USS Co., Ltd.	34,100	770,111	853,679	
WPP PLC	78,124	1,760,462	1,618,651	
		23,642,716	**25,993,596**	**3.99**
Consumer Staples				
Altria Group Inc.	46,914	3,800,742	3,504,665	
British American Tobacco PLC	23,567	1,738,062	1,567,586	
Colgate-Palmolive Co.	16,691	1,432,133	1,422,973	
Coty Inc.	28,602	864,689	530,503	
Danone SA	18,470	1,719,828	1,783,430	
General Mills Inc.	54,843	3,620,017	3,193,043	
Heineken NV	26,325	2,810,981	3,477,871	
Henkel AG & Co., KGaA	21,500	3,199,847	3,615,748	
Japan Tobacco Inc.	117,200	5,118,677	4,307,823	
Kao Corp.	33,600	2,170,963	3,371,829	
Kimberly-Clark Corp.	20,365	2,795,168	2,821,954	
Marine Harvest ASA	78,232	1,611,843	2,047,994	
Nestle SA	65,888	6,328,668	6,712,399	
Pernod Ricard SA	18,468	2,816,192	3,968,106	
Philip Morris International Inc.	83,176	10,130,687	8,834,031	
Reckitt Benckiser Group PLC	32,638	3,708,557	3,536,445	
The J.M. Smucker Company	6,028	1,040,013	852,262	
The Procter & Gamble Co.	10,350	1,114,896	1,062,774	
Tyson Foods Inc.	23,135	1,868,553	2,095,297	
US Foods Holding Corp.	15,692	797,054	780,678	
Walgreens Boots Alliance Inc.	12,402	1,041,900	979,092	
Wesfarmers Ltd.	26,811	1,137,619	1,286,219	
		60,867,089	**61,752,722**	**9.48**
Health Care				
Abbott Laboratories	41,301	2,313,519	3,313,533	
Bayer AG	32,042	4,713,019	4,643,091	
Biogen Inc.	3,594	1,417,827	1,372,169	
Cigna Corp.	9,537	1,959,111	2,132,088	
Danaher Corp.	17,416	1,603,099	2,260,735	
Eli Lilly & Co.	27,318	2,838,748	3,066,357	
Hoya Corp.	16,900	1,088,955	1,264,235	
Johnson & Johnson	39,339	5,551,319	6,279,130	
McKesson Corp.	14,589	2,857,746	2,560,080	
Medtronic PLC	33,945	3,278,851	3,822,720	
Novartis AG	45,989	4,974,245	4,586,471	
Pfizer Inc.	118,760	5,020,601	5,667,736	
Roche Holding AG	16,804	5,281,048	4,909,812	
Santen Pharmaceutical Co., Ltd.	86,900	1,488,103	1,992,836	
Sonic Healthcare Ltd.	36,152	835,647	861,900	
Thermo Fisher Scientific Inc.	4,726	1,005,207	1,287,745	
		46,227,045	**50,020,638**	**7.68**
Financials				
ACE Ltd.	15,170	2,451,924	2,534,719	
Agricultural Bank of China Ltd.	663,000	382,034	407,975	
American Express Co.	11,750	1,145,503	1,514,733	
Aon PLC	28,435	4,171,718	5,130,793	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Apollo Global Management LLC	16,631	667,342	697,224	
AXA SA	40,683	1,396,734	1,313,070	
Barclays Africa Group Ltd.	58,480	848,826	897,953	
BlackRock Inc.	4,569	2,197,489	2,999,360	
China Construction Bank Corporation	2,193,000	2,331,707	2,665,821	
Citigroup Inc.	31,269	2,848,590	2,752,593	
DBS Group Holdings Ltd.	20,800	369,548	533,982	
Hiscox Ltd.	27,528	527,402	729,076	
ING Groep NV	85,606	1,520,471	1,620,849	
JPMorgan Chase & Co.	51,248	4,587,433	7,024,522	
KBC Group NV	16,333	1,836,890	1,658,611	
Manulife Financial Corp.	27,912	699,800	659,281	
MetLife Inc.	56,737	3,160,682	3,254,056	
Mitsubishi UFJ Financial Group Inc.	142,900	1,338,694	1,071,026	
Moodys Corp.	11,463	1,627,810	2,571,862	
Prudential Financial Inc.	10,456	1,133,620	1,286,162	
Royal Bank of Canada	14,407	1,316,427	1,427,055	
Samsung Fire & Marine Insurance Co., Ltd.	1,153	363,056	359,274	
State Street Corp.	18,737	1,843,209	2,294,432	
Svenska Handelsbanken AB	127,023	2,188,577	1,859,561	
The Bank of New York Mellon Corp.	41,593	2,217,128	2,950,685	
The Goldman Sachs Group Inc.	8,039	1,982,696	2,332,494	
The PNC Financial Services Group Inc.	9,509	1,427,792	1,689,905	
The Travelers Companies Inc.	21,983	3,071,553	3,537,754	
Thomson Reuters Corporation	28,767	1,624,682	1,525,764	
TMX Group Ltd.	10,136	721,554	873,520	
U.S. Bancorp	48,284	2,749,372	3,177,014	
UBS Group AG	172,572	3,702,157	3,503,611	
Wells Fargo & Co.	72,596	4,743,626	5,294,294	
Zurich Insurance Group AG	9,744	3,312,111	3,796,447	
		66,508,157	**75,945,478**	**11.66**
Real Estate				
CK Asset Holdings Ltd.	164,500	1,752,472	1,718,337	
Deutsche Wohnen AG	50,949	1,932,174	3,239,527	
Grand City Properties SA	26,851	783,576	917,151	
Medical Properties Trust Inc.	78,134	1,283,502	1,443,043	
Public Storage	2,331	645,375	695,620	
		6,397,099	**8,013,678**	**1.23**
Information Technology				
Accenture PLC	32,354	4,509,905	6,962,366	
Amadeus IT Holding SA	25,629	1,523,952	2,660,872	
Analog Devices Inc.	15,271	1,397,234	1,926,854	
Cadence Design Systems Inc.	23,887	830,035	1,360,887	
CGI Group Inc.	14,288	1,015,881	1,190,333	
Cisco Systems Inc.	30,959	1,231,701	1,752,389	
Cognizant Technology Solutions Corp.	9,479	931,765	984,933	
DXC Technology Co.	23,795	2,201,857	2,523,171	
Fidelity National Information Services Inc.	12,014	1,199,877	1,675,670	
Fiserv Inc.	16,319	1,333,091	1,590,469	
Halma PLC	59,765	1,037,904	1,421,988	
Hirose Electric Co., Ltd.	6,752	1,086,054	1,100,922	
Hitachi Ltd.	214,000	1,996,482	1,986,406	
Kyocera Corp.	12,100	899,496	897,690	
Nomura Research Institute Ltd.	30,200	1,261,982	1,925,976	
Omron Corp.	22,100	1,081,189	1,356,914	
Samsung Electronics Co., Ltd.	18,650	644,279	1,026,887	
Spectris PLC	19,312	792,173	875,379	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	180,811	6,494,566	8,695,672	
Texas Instruments Inc.	36,426	3,023,441	5,282,776	
		34,492,864	**47,198,554**	**7.24**
Telecommunication Services				
KDDI Corp.	187,900	6,072,966	6,763,669	
SK Telecom Co., Ltd.	2,330	699,784	640,773	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Telenor ASA	17,607	486,414	474,991	
TELUS Corp.	24,762	1,160,363	1,156,385	
Verizon Communications Inc.	18,930	1,170,108	1,252,787	
Vodafone Group PLC	1,003,436	3,797,556	3,203,397	
		13,387,191	**13,492,002**	**2.07**
Utilities				
American Electric Power Co., Inc.	16,642	1,308,923	1,515,994	
Duke Energy Corporation	23,805	2,540,503	2,476,321	
Engie	69,049	1,513,150	1,392,412	
Exelon Corp.	56,979	2,502,586	3,192,983	
NextEra Energy Inc., 6.123%, Preferred	3,034	216,854	227,889	
NextEra Energy Inc., 6.371%, Preferred	3,774	326,418	370,152	
SSE PLC	148,027	3,667,067	3,483,442	
Xcel Energy Inc.	16,355	904,840	982,763	
		12,980,341	**13,641,956**	**2.09**
Total Equities		**344,018,771**	**387,076,818**	**59.42**
Transaction Costs		**(272,324)**		
Total Investments		**609,008,538**	**652,406,307**	**100.15**
Currency Forward Contracts [1]			**(4,289,931)**	**(0.66)**
Other Assets less Liabilities			**3,301,695**	**0.51**
Total Net Assets			**651,418,071**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Number of Contracts	Sold Currency	Number of Contracts	Unrealized Gain/(Loss) ($)
BNP Paribas	A-1	27-Jul-2018	EUR	1,004,000	CAD	(1,543,847)	633
Brown Brothers Harriman & Co.	NR	27-Jul-2018	USD	495,000	CAD	(642,012)	8,810
Brown Brothers Harriman & Co.	NR	27-Jul-2018	CAD	3,848,341	USD	(2,892,000)	45,834
Goldman Sachs & Co.	A-2	27-Jul-2018	NOK	177,000	CAD	(28,049)	536
Goldman Sachs & Co.	A-2	27-Jul-2018	EUR	504,000	CAD	(774,318)	998
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	511,169	GBP	(293,000)	1,887
Goldman Sachs & Co.	A-2	27-Jul-2018	NZD	713,000	CAD	(631,121)	3,592
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	508,982	SEK	(3,411,000)	6,580
Goldman Sachs & Co.	A-2	27-Jul-2018	USD	493,000	CAD	(638,860)	9,331
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	1,270,970	AUD	(1,298,000)	9,885
Goldman Sachs & Co.	A-2	27-Jul-2018	NOK	3,984,000	CAD	(632,964)	10,456
Goldman Sachs & Co.	A-2	27-Jul-2018	USD	990,000	CAD	(1,263,564)	38,052
HSBC Bank	A-1	18-Jul-2018	CAD	313,155	EUR	(200,000)	5,642
JP Morgan	A-2	27-Jul-2018	DKK	29,000	CAD	(5,897)	92
JP Morgan	A-2	27-Jul-2018	USD	489,000	CAD	(640,245)	2,696
JP Morgan	A-2	27-Jul-2018	AUD	1,223,000	CAD	(1,184,649)	3,551
JP Morgan	A-2	27-Jul-2018	CAD	509,741	AUD	(519,000)	5,499
JP Morgan	A-2	27-Jul-2018	EUR	510,000	CAD	(778,110)	6,428
JP Morgan	A-2	27-Jul-2018	EUR	1,162,000	CAD	(1,770,426)	17,088
JP Morgan	A-2	27-Jul-2018	CAD	5,509,573	AUD	(5,630,319)	39,387
State Street Bank & Trust	A-1	27-Jul-2018	CAD	722,276	EUR	(463,000)	10,017
State Street Bank & Trust	A-1	27-Jul-2018	CAD	1,536,278	NZD	(1,700,000)	22,894
State Street Bank & Trust	A-1	27-Jul-2018	EUR	1,191,000	CAD	(1,805,885)	26,229
State Street Bank & Trust	A-1	27-Jul-2018	CAD	2,552,680	AUD	(2,592,000)	34,378
UBS AG Warburg	A-1	27-Jul-2018	EUR	849,000	CAD	(1,281,153)	24,854
							335,349
Brown Brothers Harriman & Co.	NR	27-Jul-2018	CAD	1,908,571	EUR	(1,242,000)	(2,029)
Brown Brothers Harriman & Co.	NR	27-Jul-2018	CAD	718,451	EUR	(468,000)	(1,484)
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	8,918,873	USD	(6,929,000)	(191,226)
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	2,675,041	EUR	(1,763,000)	(36,981)
Goldman Sachs & Co.	A-2	27-Jul-2018	AUD	2,084,000	CAD	(2,057,432)	(32,679)
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	2,364,766	EUR	(1,542,000)	(7,326)
Goldman Sachs & Co.	A-2	27-Jul-2018	USD	1,456,000	CAD	(1,920,291)	(5,912)
Goldman Sachs & Co.	A-2	27-Jul-2018	SEK	3,449,000	CAD	(513,247)	(5,250)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

[1] Currency Forward Contracts (continued)

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Number of Contracts	Sold Currency	Number of Contracts	Unrealized Gain/(Loss) ($)
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	5,033,499	USD	(3,832,000)	(4,866)
Goldman Sachs & Co.	A-2	27-Jul-2018	GBP	418,000	CAD	(728,365)	(1,814)
Goldman Sachs & Co.	A-2	27-Jul-2018	CAD	632,942	NOK	(3,923,000)	(639)
HSBC Bank	A-1	27-Jul-2018	CAD	1,002,244	NZD	(1,133,000)	(6,353)
JP Morgan	A-2	27-Jul-2018	CAD	99,483,678	USD	(78,011,118)	(3,082,409)
JP Morgan	A-2	27-Jul-2018	CAD	58,256,347	EUR	(38,578,895)	(1,089,182)
JP Morgan	A-2	27-Jul-2018	CAD	4,757,340	GBP	(2,771,000)	(59,009)
JP Morgan	A-2	27-Jul-2018	CAD	22,126,083	JPY	(1,864,434,965)	(47,788)
JP Morgan	A-2	27-Jul-2018	CAD	531,025	EUR	(351,000)	(8,916)
JP Morgan	A-2	27-Jul-2018	CAD	768,427	GBP	(447,000)	(8,517)
JP Morgan	A-2	27-Jul-2018	CAD	459,807	USD	(354,000)	(5,630)
JP Morgan	A-2	27-Jul-2018	CAD	107,085	JPY	(9,254,000)	(2,970)
JP Morgan	A-2	27-Jul-2018	CAD	296,211	SEK	(2,013,000)	(275)
State Street Bank & Trust	A-1	27-Jul-2018	CAD	5,396,994	GBP	(3,117,264)	(21,266)
UBS AG Warburg	A-1	27-Jul-2018	CAD	1,257,561	JPY	(105,889,000)	(1,787)
UBS AG Warburg	A-1	27-Jul-2018	CAD	635,192	GBP	(366,000)	(972)
							(4,625,280)
							(4,289,931)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Global Total Return Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	10.35	17.91
AA/Aa	7.47	2.48
A/A	7.19	7.07
BBB/Baa	10.34	11.07
BB/Ba	1.17	0.05
Not rated	4.90	3.10
Total	**41.42**	**41.68**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates. However, the Fund also holds foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies and reduce the current risk exposure to the Fund.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	228,255,895	35.04	203,342,897	34.07
Euro	50,293,396	7.72	38,323,072	6.42
Japanese Yen	31,222,936	4.79	26,713,866	4.48
Swiss Franc	30,868,883	4.74	27,389,565	4.59
British Pound	27,302,537	4.19	26,098,637	4.37
Hong Kong Dollar	6,986,576	1.07	6,066,173	1.02
Australian Dollar	3,482,535	0.53	2,923,246	0.49
Norwegian Krone	2,561,398	0.39	1,904,159	0.32
Korean Won	2,026,933	0.31	3,202,723	0.54
Swedish Krona	1,857,302	0.29	4,044,237	0.68
Thai Baht	1,731,001	0.27	1,948,638	0.33
South African Rand	897,953	0.14	658,353	0.11
New Zealand Dollar	824,880	0.13	-	-
New Taiwan Dollar	683,588	0.10	995,656	0.17
Singapore Dollar	533,982	0.08	684,965	0.11
Danish Krone	10,036	-	823,141	0.14
Total	**389,539,831**	**59.79**	**345,119,328**	**57.84**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $19,476,992 ($17,255,966 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	33,534,336	82,748,776	149,046,377	265,329,489
December 31, 2017	67,205,667	36,070,718	141,775,980	245,052,365

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $24,581,820 ($20,615,122 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $19,353,841 ($17,490,528 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	4.9	10.5
Bonds		
Federal Bonds	21.8	15.0
Corporate Bonds	11.6	12.0
Mortgage-Backed Securities	2.4	3.5
Equities		
Energy	3.5	3.1
Materials	2.4	3.0
Industrials	8.1	7.2
Consumer Discretionary	4.0	4.8
Consumer Staples	9.5	10.2
Health Care	7.7	7.0
Financials	11.6	11.2
Real Estate	1.2	1.2
Information Technology	7.2	7.6
Telecommunication Services	2.1	1.4
Utilities	2.1	1.9
Derivative Assets (Liabilities)	(0.6)	(0.1)
Other Assets less Liabilities	0.5	0.5
Total	**100.0**	**100.0**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	386,631,210	445,608	-	387,076,818
Bonds	-	217,669,409	-	217,669,409
Mortgage-Backed Securities	-	15,636,743	-	15,636,743
Short-Term Investments	-	32,023,337	-	32,023,337
Currency Forward Contracts	-	335,349	-	335,349
Financial Liabilities				
Currency Forward Contracts	-	4,625,280	-	4,625,280

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	349,481,751	328,802	-	349,810,553
Bonds	-	161,056,950	-	161,056,950
Mortgage-Backed Securities	-	16,835,125	4,229,370	21,064,495
Short-Term Investments	-	62,930,920	-	62,930,920
Currency Forward Contracts	-	302,214	-	302,214
Financial Liabilities				
Currency Forward Contracts	-	1,134,408	-	1,134,408

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The following is a reconciliation of Level 3 fair value assets as at June 30, 2018 and December 31, 2017.

	June 30, 2018	December 31, 2017
	($)	($)
Opening Balance	4,229,370	-
Net purchases and sales	(2,026,449)	3,429,375
Net transfers in (out)	(2,306,190)	1,044,757
Gains (losses)		
Realized	(13,237)	-
Unrealized	116,506	(244,762)
Closing Balance	**-**	**4,229,370**

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Bonds and Mortgage-Backed Securities

Bonds include primarily government and corporate bonds and mortgage backed securities, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. Bonds are classified as Level 2, when the inputs that are significant to valuation are generally observable. When one or more of the inputs that are significant to valuation become unobservable, bonds are then classified as Level 3.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $98,575 ($82,857 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was nil ($68,204 for the period ended December 31, 2017).

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Total Return Fund (continued)

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	681	10,215

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010
Series T5 Units	August 24, 2011	August 31, 2011
Series F Units	September 10, 2010	September 30, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	September 30, 2010
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Value Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**448,761,312**	424,666,510
Short-term investments	**6,285,571**	8,943,855
Cash	**330,126**	343,670
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**1,052,318**	399,920
Accrued interest	**4,396**	3,255
Dividends receivable	**1,435,551**	669,297
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**1,386,698**	410,964
	459,255,972	435,437,471
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**59,380**	17,869
Redemptions payable	**494,673**	4,229,277
Distributions payable	**2**	-
Due to investment dealers	**81,643**	119,209
Management fees payable	**435,628**	114,135
Total liabilities (excluding net assets attributable to holders of redeemable units)	**1,071,326**	4,480,490
Net Assets Attributable to Holders of Redeemable Units	**458,184,646**	430,956,981
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**169,793,085**	165,545,843
Series T5	**1,421,135**	1,510,685
Series T8	**3,554,220**	3,873,398
Series F	**86,008,748**	81,297,927
Series F5	**10,348**	-
Series F8	**586,394**	-
Series I	**182,422,746**	165,125,377
Series O	**14,387,970**	13,603,751
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**23.28**	23.22
Series T5	**25.38**	25.97
Series T8	**20.84**	21.65
Series F	**24.79**	24.58
Series F5	**15.21**	-
Series F8	**15.02**	-
Series I	**26.19**	25.81
Series O	**15.23**	15.01

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**6,866,608**	5,657,127
Interest income for distribution purposes	**64,208**	19,323
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**4,815,677**	2,999,794
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(4,368,510)**	23,132,011
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**7,377,983**	31,808,255
Net gain (loss) on foreign exchange	**(104,288)**	(145,622)
Other income	**-**	-
Total income (loss)	**7,273,695**	31,662,633
Expenses (note 6)		
Management fees	**2,425,831**	2,010,693
Administration fees	**329,224**	290,466
Independent review committee fees	**2,624**	2,127
Withholding tax	**786,242**	638,044
Transaction costs (note 3)	**40,251**	105,048
Total operating expenses	**3,584,172**	3,046,378
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**3,689,523**	28,616,255
Finance Cost		
Interest expense	**(93)**	(49)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**3,689,430**	28,616,206
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**398,918**	9,856,824
Series T5	**3,037**	76,308
Series T8	**8,536**	207,488
Series F	**702,694**	4,600,244
Series F5	**348**	-
Series F8	**(5,158)**	-
Series I	**2,376,815**	12,987,409
Series O	**204,240**	887,933
Weighted Average Number of Units Outstanding		
Series A	**7,342,815**	6,571,667
Series T5	**56,764**	43,870
Series T8	**186,985**	141,947
Series F	**3,438,045**	2,750,483
Series F5	**672**	-
Series F8	**30,011**	-
Series I	**6,705,762**	5,836,119
Series O	**931,031**	805,673

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Value Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.05**	1.50
Series T5	**0.05**	1.74
Series T8	**0.05**	1.46
Series F	**0.20**	1.67
Series F5	**0.52**	-
Series F8	**(0.17)**	-
Series I	**0.35**	2.23
Series O	**0.22**	1.10

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 165,545,843	131,687,076	1,510,685	1,110,626	3,873,398	3,447,781	81,297,927	54,304,150
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 398,918	9,856,824	3,037	76,308	8,536	207,488	702,694	4,600,244
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 33,024,489	31,180,377	162,524	248,574	1,270,753	622,922	15,523,438	20,228,711
Redemption of redeemable units	$ (29,174,445)	(19,454,188)	(230,362)	(248,843)	(1,461,808)	(1,129,333)	(11,513,578)	(7,478,979)
Reinvestment of distributions to holders of redeemable units	$ 9,303	8,454	11,925	9,469	26,057	23,835	12,271	11,573
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 3,859,347	11,734,643	(55,913)	9,200	(164,998)	(482,576)	4,022,131	12,761,305
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (11,023)	(4,622)	(36,674)	(26,899)	(162,716)	(118,098)	(14,004)	(7,323)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (11,023)	(4,622)	(36,674)	(26,899)	(162,716)	(118,098)	(14,004)	(7,323)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 4,247,242	21,586,845	(89,550)	58,609	(319,178)	(393,186)	4,710,821	17,354,226
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 169,793,085**	**153,273,921**	**1,421,135**	**1,169,235**	**3,554,220**	**3,054,595**	**86,008,748**	**71,658,376**
Redeemable Unit Transactions								
Balance - beginning of period	7,129,783	6,299,200	58,173	45,271	178,888	163,640	3,307,409	2,461,245
Units issued	1,412,299	1,418,304	6,238	9,580	58,367	28,133	624,707	863,963
Units issued on reinvestment of distributions	401	382	465	369	1,230	1,092	498	493
Units redeemed	(1,248,678)	(884,794)	(8,891)	(9,719)	(67,950)	(52,408)	(462,897)	(315,537)
Balance - end of period	**7,293,805**	**6,833,092**	**55,985**	**45,501**	**170,535**	**140,457**	**3,469,717**	**3,010,164**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Value Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	165,125,377	57,519,441	13,603,751	10,321,446
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 348	-	(5,158)	-	2,376,815	12,987,409	204,240	887,933
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 10,000	-	688,377	-	27,078,314	105,412,073	1,798,664	2,688,317
Redemption of redeemable units	$ -	-	(80,991)	-	(12,157,760)	(18,527,498)	(1,218,685)	(1,211,314)
Reinvestment of distributions to holders of redeemable units	$ 211	-	349	-	-	-	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 10,211	-	607,735	-	14,920,554	86,884,575	579,979	1,477,003
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (211)	-	(16,183)	-	-	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211)	-	(16,183)	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 10,348	-	586,394	-	17,297,369	99,871,984	784,219	2,364,936
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 10,348**	**-**	**586,394**	**-**	**182,422,746**	**157,391,425**	**14,387,970**	**12,686,382**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	6,397,607	2,490,956	906,019	768,115
Units issued	667	-	44,352	-	1,031,820	4,541,029	119,106	188,622
Units issued on reinvestment of distributions	14	-	23	-	-	-	-	-
Units redeemed	-	-	(5,334)	-	(464,571)	(755,243)	(80,218)	(86,572)
Balance - end of period	**681**	**-**	**39,041**	**-**	**6,964,856**	**6,276,742**	**944,907**	**870,165**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 430,956,981**	**258,390,520**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 3,689,430**	**28,616,206**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 79,556,559	160,380,974
Redemption of redeemable units	$ (55,837,629)	(48,050,155)
Reinvestment of distributions to holders of redeemable units	$ 60,116	53,331
Capitalized distributions	$ -	-
	$ 23,779,046	**112,384,150**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (240,811)	(156,942)
Return of capital	$ -	-
	$ (240,811)	**(156,942)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 27,227,665**	**140,843,414**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 458,184,646**	**399,233,934**
Redeemable Unit Transactions		
Balance - beginning of period	**17,977,879**	**12,228,427**
Units issued	3,297,556	7,049,631
Units issued on reinvestment of distributions	2,631	2,336
Units redeemed	(2,338,539)	(2,104,273)
Balance - end of period	**18,939,527**	**17,176,121**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Value Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**3,689,430**	28,616,206
Adjustments for:		
Gain on short-term investments	**(55,920)**	(17,176)
Net realized (gain) loss on sale of investments	**(4,815,677)**	(2,999,794)
Change in unrealized (appreciation) depreciation in value of investments	**4,368,510**	(23,132,011)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(59,523,286)**	(130,478,669)
Proceeds from sale of investments	**35,145,436**	19,874,258
Purchases of short-term investments	**(323,535,548)**	(345,291,803)
Proceeds from sale of short-term investments	**326,249,752**	341,004,977
Change in dividends and interest receivable	**(767,395)**	(722,099)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**321,493**	78,599
Change in other payables and accrued expenses	**81,762**	122,312
Net Cash Provided by (Used in) Operating Activities	**(18,841,443)**	(112,945,200)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(180,693)**	(103,472)
Proceeds from redeemable units issued	**78,580,825**	159,495,460
Redemption of redeemable units	**(59,572,233)**	(46,432,546)
Net Cash Provided by (Used in) Financing Activities	**18,827,899**	112,959,442
Net increase (decrease) in cash	**(13,544)**	14,242
Cash (bank indebtedness) at beginning of period	**343,670**	592,171
Cash (bank indebtedness) at end of period	**330,126**	606,413
Dividends received, net of withholding taxes	**5,314,112**	4,296,666
Interest received, net of withholding taxes	**63,067**	19,641
Interest paid	**(93)**	(49)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Value Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.213%	23-Aug-2018	1,200,000	1,197,216	1,197,216	
Province of Manitoba	1.371%	25-Jul-2018	1,700,000	1,697,195	1,697,195	
Province of Quebec	1.420%	17-Aug-2018	3,400,000	3,391,160	3,391,160	
Total Short-Term Notes				**6,285,571**	**6,285,571**	**1.37**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Chevron Corp.	14,582	1,946,486	2,425,154	
Exxon Mobil Corp.	31,963	3,396,712	3,478,425	
Occidental Petroleum Corp.	23,541	2,180,443	2,591,306	
Schlumberger Ltd.	53,684	5,164,048	4,733,542	
Suncor Energy Inc.	58,773	2,261,840	3,144,356	
		14,949,529	**16,372,783**	**3.57**
Materials				
Akzo Nobel NV	23,920	2,751,894	2,693,576	
Amcor Ltd.	63,358	888,383	887,345	
Givaudan SA	1,789	4,241,337	5,337,327	
Orica Ltd.	34,128	589,576	588,757	
PPG Industries Inc.	48,563	6,344,232	6,626,467	
The Sherwin-Williams Company	7,223	2,706,162	3,872,505	
		17,521,584	**20,005,977**	**4.37**
Industrials				
3M Co.	23,860	4,943,788	6,174,348	
Brambles Ltd.	236,089	2,471,103	2,037,584	
Bunzl PLC	52,627	1,734,513	2,097,585	
Canadian National Railway Co.	13,517	1,089,474	1,453,584	
Eaton Corporation PLC	11,500	1,214,072	1,130,637	
Equifax Inc.	9,403	1,423,028	1,547,500	
Experian PLC	94,004	2,565,076	3,060,273	
Geberit AG	1,220	534,180	688,355	
Honeywell International Inc.	44,265	6,099,123	8,387,758	
Illinois Tool Works Inc.	16,999	2,435,647	3,097,924	
IMI PLC	6,441	128,216	126,628	
Johnson Controls International PLC	103,934	5,375,492	4,573,260	
Legrand SA	27,038	1,950,009	2,611,986	
Lockheed Martin Corp.	18,307	4,914,906	7,114,492	
RELX NV	121,212	2,990,029	3,400,251	
Schneider Electric SE	48,750	4,741,269	5,347,368	
Secom Co., Ltd.	38,100	3,717,090	3,849,205	
SGS SA	616	1,645,466	2,156,049	
Stanley Black & Decker Inc.	12,525	2,019,293	2,188,168	
Union Pacific Corp.	9,450	1,217,297	1,761,215	
United Parcel Service Inc., Class B	18,932	2,548,029	2,645,549	
United Technologies Corp.	18,362	2,446,790	3,019,996	
		58,203,890	**68,469,715**	**14.94**
Consumer Discretionary				
Aptiv PLC	20,932	1,664,890	2,523,019	
Comcast Corporation, Class A	189,686	7,790,050	8,186,790	
Compagnie Financière Richemont SA	21,273	1,869,182	2,370,681	
Compass Group PLC	231,582	5,394,366	6,509,473	
Dufry AG	10,982	2,152,465	1,838,966	
Omnicom Group Inc.	55,196	5,349,965	5,537,752	
USS Co., Ltd.	62,400	1,375,491	1,562,157	
WPP PLC	137,615	3,104,055	2,851,245	
		28,700,464	**31,380,083**	**6.85**
Consumer Staples				
Altria Group Inc.	27,337	2,336,410	2,042,184	
British American Tobacco PLC	41,372	3,035,668	2,751,906	
Colgate-Palmolive Co.	28,613	2,455,103	2,439,369	
Coty Inc.	50,562	1,492,250	937,811	
Danone SA	32,603	2,894,691	3,148,087	
General Mills Inc.	68,562	4,696,986	3,991,784	
Heineken NV	49,394	4,997,084	6,525,582	
Henkel AG & Co., KGaA	40,400	6,007,667	6,794,244	
Japan Tobacco Inc.	79,600	3,384,928	2,925,791	
Kao Corp.	59,400	3,626,131	5,960,913	
Nestle SA	112,085	10,600,240	11,418,760	
Pernod Ricard SA	33,468	5,035,461	7,191,063	
Philip Morris International Inc.	73,481	8,715,151	7,804,336	
Reckitt Benckiser Group PLC	56,811	6,302,498	6,155,676	
The J.M. Smucker Company	10,250	1,799,416	1,449,184	
		67,379,684	**71,536,690**	**15.61**
Health Care				
Abbott Laboratories	71,740	3,837,743	5,755,620	
Bayer AG	26,115	3,912,763	3,784,230	
Cigna Corp.	16,574	3,377,547	3,705,277	
Danaher Corp.	30,043	2,742,867	3,899,820	
Hoya Corp.	30,000	1,932,979	2,244,205	
Johnson & Johnson	68,032	9,193,861	10,858,988	
Medtronic PLC	58,209	5,474,687	6,555,212	
Pfizer Inc.	127,494	5,125,938	6,084,560	
Roche Holding AG	12,270	3,807,375	3,585,062	
Santen Pharmaceutical Co., Ltd.	133,000	2,153,704	3,050,026	
Sonic Healthcare Ltd.	62,346	1,439,911	1,486,391	
Thermo Fisher Scientific Inc.	8,207	1,676,316	2,236,251	
		44,675,691	**53,245,642**	**11.62**
Financials				
ACE Ltd.	26,419	4,284,921	4,414,288	
American Express Co.	20,938	2,053,707	2,699,190	
Aon PLC	48,926	7,086,132	8,828,176	
BlackRock Inc.	7,831	3,698,564	5,140,729	
Citigroup Inc.	53,802	4,900,030	4,736,161	
Hiscox Ltd.	38,514	635,292	1,020,039	
ING Groep NV	163,821	2,901,255	3,101,757	
JPMorgan Chase & Co.	90,874	8,241,487	12,456,026	
KBC Group NV	28,580	3,213,937	2,902,289	
MetLife Inc.	49,385	2,747,937	2,832,394	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Value Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Mitsubishi UFJ Financial Group Inc.	249,100	2,333,369	1,866,988	
Moodys Corp.	19,675	2,692,372	4,414,323	
State Street Corp.	27,974	2,575,903	3,425,545	
Svenska Handelsbanken AB	222,263	3,950,762	3,253,833	
The Bank of New York Mellon Corp.	68,603	3,535,202	4,866,824	
The Goldman Sachs Group Inc.	13,904	3,546,563	4,034,208	
The PNC Financial Services Group Inc.	16,267	2,466,484	2,890,913	
The Travelers Companies Inc.	40,219	5,556,635	6,472,497	
Thomson Reuters Corporation	49,363	2,797,564	2,618,148	
TMX Group Ltd.	17,642	1,249,559	1,520,388	
U.S. Bancorp	86,009	5,046,660	5,659,261	
UBS Group AG	300,474	6,489,003	6,100,318	
Wells Fargo & Co.	127,002	8,355,632	9,262,024	
		90,358,970	**104,516,319**	**22.81**
Real Estate				
Deutsche Wohnen AG	91,287	3,402,072	5,804,368	
Grand City Properties SA	46,883	1,366,971	1,601,385	
Public Storage	3,946	1,100,685	1,177,571	
		5,869,728	**8,583,324**	**1.87**
Utilities				
Duke Energy Corporation	41,217	4,410,740	4,287,609	
		4,410,740	**4,287,609**	**0.94**
Information Technology				
Accenture PLC	57,692	7,853,346	12,414,935	
Amadeus IT Holding SA	45,027	2,573,703	4,674,825	
Analog Devices Inc.	26,251	2,430,394	3,312,281	
Cadence Design Systems Inc.	41,057	1,365,580	2,339,093	
CGI Group Inc.	24,659	1,747,568	2,054,341	
Cognizant Technology Solutions Corp.	16,449	1,615,067	1,709,164	
Fidelity National Information Services Inc.	20,653	2,054,259	2,880,607	
Fiserv Inc.	28,063	2,281,362	2,735,054	
Halma PLC	76,786	1,098,807	1,826,968	
Hirose Electric Co., Ltd.	12,331	1,996,008	2,010,659	
Kyocera Corp.	21,300	1,582,063	1,580,231	
Nomura Research Institute Ltd.	53,300	2,135,796	3,399,156	
Omron Corp.	39,600	1,950,206	2,431,394	
Spectris PLC	28,367	1,147,131	1,285,826	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	143,654	4,847,483	6,908,695	
Texas Instruments Inc.	62,569	5,208,113	9,074,233	
		41,886,886	**60,637,462**	**13.24**
Telecommunication Services				
KDDI Corp.	206,900	6,159,003	7,447,595	
Verizon Communications Inc.	34,423	2,114,329	2,278,113	
		8,273,332	**9,725,708**	**2.12**
Total Equities		**382,230,498**	**448,761,312**	**97.94**
Transaction Costs		**(244,158)**		
Total Investments		**388,271,911**	**455,046,883**	**99.31**
Other Assets less Liabilities			**3,137,763**	**0.69**
Total Net Assets			**458,184,646**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Global Value Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	0.26	1.97
AA/Aa	1.11	0.10
Not rated	1.48	-
Total	**2.85**	**2.07**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Value Fund (continued)

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	275,268,402	60.08	255,419,916	59.27
Euro	59,892,829	13.07	52,579,639	12.20
Japanese Yen	38,449,707	8.39	38,406,476	8.91
Swiss Franc	33,771,852	7.37	31,830,572	7.39
British Pound	28,273,769	6.17	31,155,206	7.23
Australian Dollar	5,680,373	1.24	3,617,985	0.84
Swedish Krona	3,253,833	0.71	5,047,086	1.17
Danish Krone	1,168	-	1,145	-
Total	**444,591,933**	**97.03**	**418,058,025**	**97.01**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $22,229,597 ($20,902,901 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	6,285,571	-	-	6,285,571
December 31, 2017	8,943,855	-	-	8,943,855

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $7,393 ($2,734 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $22,438,066 ($21,233,326 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	1.4	2.0
Term Deposit Receipts	-	0.1
Equities		
Energy	3.6	3.3
Materials	4.4	4.9
Industrials	14.9	14.0
Consumer Discretionary	6.9	8.8
Consumer Staples	15.6	17.2
Health Care	11.6	10.7
Financials	22.8	22.1
Real Estate	1.9	1.9
Utilities	0.9	0.8
Information Technology	13.2	12.9
Telecommunication Services	2.1	1.9
Other Assets less Liabilities	0.7	(0.6)
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	448,761,312	-	-	448,761,312
Short-Term Investments	-	6,285,571	-	6,285,571

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	424,666,510	-	-	424,666,510
Short-Term Investments	-	8,943,855	-	8,943,855

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Global Value Fund (continued)

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $40,251 ($105,048 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was nil ($75,988 for the period ended December 31, 2017).

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	681	10,349
Series F8	689	10,350

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-
Series F8	-	-

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010
Series T5 Units	August 24, 2011	August 31, 2011
Series T8 Units	August 24, 2011	August 31, 2011
Series F Units	September 10, 2010	September 30, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	September 30, 2010
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Growth Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**716,427,637**	592,936,231
Short-term investments	**8,086,681**	7,243,210
Cash	**869,373**	515,415
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**2,409,750**	-
Accrued interest	**2,888**	3,167
Dividends receivable	**3,577,467**	1,126,472
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**2,710,678**	858,327
	734,084,474	602,682,822
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**39,367**	9,071
Redemptions payable	**136,640**	97,124
Distributions payable	**57**	-
Due to investment dealers	**2,835,396**	481,859
Management fees payable	**40,991**	7,976
Total liabilities (excluding net assets attributable to holders of redeemable units)	**3,052,451**	596,030
Net Assets Attributable to Holders of Redeemable Units	**731,032,023**	602,086,792
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**17,877,537**	10,714,336
Series T5	**158,602**	128,786
Series T8	**527,045**	312,834
Series D	**3,628,559**	3,464,343
Series F	**4,924,743**	3,764,859
Series F5	**22,111**	-
Series F8	**102,671**	-
Series I	**701,997,053**	582,081,443
Series O	**1,793,702**	1,620,191
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**17.25**	16.38
Series T5	**20.35**	19.80
Series T8	**16.65**	16.46
Series D	**17.69**	16.73
Series F	**18.47**	17.43
Series F5	**15.95**	-
Series F8	**15.75**	-
Series I	**19.25**	18.08
Series O	**14.13**	13.28

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Growth Fund (continued)

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**12,569,909**	7,786,104
Interest income for distribution purposes	**51,369**	12,352
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**25,494,517**	3,942,810
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**8,714,374**	50,064,651
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**46,830,169**	61,805,917
Net gain (loss) on foreign exchange	**(481,647)**	(375,182)
Other income	**-**	-
Total income (loss)	**46,348,522**	61,430,735
Expenses (note 6)		
Management fees	**196,174**	108,554
Administration fees	**243,304**	155,805
Independent review committee fees	**229**	127
Withholding tax	**1,379,780**	774,499
Transaction costs (note 3)	**399,508**	448,203
Total operating expenses	**2,218,995**	1,487,188
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**44,129,527**	59,943,547
Finance Cost		
Interest expense	**(218)**	(83)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**44,129,309**	59,943,464
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**731,716**	858,460
Series T5	**7,123**	5,828
Series T8	**25,070**	3,161
Series D	**198,775**	429,904
Series F	**239,258**	367,701
Series F5	**617**	-
Series F8	**3,211**	-
Series I	**42,812,070**	58,136,432
Series O	**111,469**	141,978

	2018 ($)	2017 ($)
Weighted Average Number of Units Outstanding		
Series A	**859,827**	450,589
Series T5	**7,057**	2,383
Series T8	**26,553**	1,555
Series D	**206,347**	208,440
Series F	**235,165**	170,463
Series F5	**707**	-
Series F8	**5,389**	-
Series I	**36,718,450**	24,945,591
Series O	**124,920**	82,331
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.85**	1.91
Series T5	**1.01**	2.45
Series T8	**0.94**	2.03
Series D	**0.96**	2.06
Series F	**1.02**	2.16
Series F5	**0.87**	-
Series F8	**0.60**	-
Series I	**1.17**	2.33
Series O	**0.89**	1.72

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series D	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 10,714,336	6,155,784	128,786	42,031	312,834	25,696	3,464,343	2,865,022
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 731,716	858,460	7,123	5,828	25,070	3,161	198,775	429,904
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 8,323,519	1,171,339	27,604	-	426,805	-	122,954	13,624
Redemption of redeemable units	$ (1,891,885)	(744,981)	(2,704)	(2,795)	(221,599)	(5,032)	(157,513)	(19,025)
Reinvestment of distributions to holders of redeemable units	$ 657	309	1,351	1,016	3,001	839	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 6,432,291	426,667	26,251	(1,779)	208,207	(4,193)	(34,559)	(5,401)
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (806)	(288)	(3,558)	(1,026)	(19,066)	(900)	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (806)	(288)	(3,558)	(1,026)	(19,066)	(900)	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 7,163,201	1,284,839	29,816	3,023	214,211	(1,932)	164,216	424,503
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 17,877,537**	**7,440,623**	**158,602**	**45,054**	**527,045**	**23,764**	**3,628,559**	**3,289,525**
Redeemable Unit Transactions								
Balance - beginning of period	654,027	455,716	6,504	2,472	19,009	1,764	207,036	209,076
Units issued	494,261	77,942	1,357	-	25,677	-	7,286	871
Units issued on reinvestment of distributions	39	21	67	54	181	54	-	-
Units redeemed	(112,215)	(52,997)	(135)	(161)	(13,215)	(340)	(9,233)	(1,333)
Balance - end of period	**1,036,112**	**480,682**	**7,793**	**2,365**	**31,652**	**1,478**	**205,089**	**208,614**

	Series F		Series F5		Series F8		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 3,764,859	2,469,302	-	-	-	-	582,081,443	287,094,499
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 239,258	367,701	617	-	3,211	-	42,812,070	58,136,432
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 1,623,031	256,246	21,494	-	101,791	-	168,398,064	248,303,564
Redemption of redeemable units	$ (701,812)	(266,335)	-	-	-	-	(91,294,524)	(22,665,897)
Reinvestment of distributions to holders of redeemable units	$ 644	930	255	-	343	-	-	1,160,692
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 921,863	(9,159)	21,749	-	102,134	-	77,103,540	226,798,359
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (1,237)	(893)	(255)	-	(2,674)	-	-	(1,160,693)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (1,237)	(893)	(255)	-	(2,674)	-	-	(1,160,693)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 1,159,884	357,649	22,111	-	102,671	-	119,915,610	283,774,098
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 4,924,743**	**2,826,951**	**22,111**	**-**	**102,671**	**-**	**701,997,053**	**570,868,597**
Redeemable Unit Transactions								
Balance - beginning of period	215,966	172,615	-	-	-	-	32,196,941	19,386,197
Units issued	89,737	15,761	1,371	-	6,496	-	9,096,941	15,324,548
Units issued on reinvestment of distributions	36	59	16	-	22	-	-	72,752
Units redeemed	(39,158)	(16,944)	-	-	-	-	(4,829,458)	(1,429,439)
Balance - end of period	**266,581**	**171,491**	**1,387**	**-**	**6,518**	**-**	**36,464,424**	**33,354,058**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 1,620,191	873,863	**602,086,792**	**299,526,197**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 111,469	141,978	**44,129,309**	**59,943,464**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 530,419	119,204	179,575,681	249,863,977
Redemption of redeemable units	$ (468,377)	(64,530)	(94,738,414)	(23,768,595)
Reinvestment of distributions to holders of redeemable units	$ -	2,150	6,251	1,165,936
Capitalized distributions	$ -	-	-	-
	$ 62,042	56,824	**84,843,518**	**227,261,318**
Distributions to Holders of Redeemable Units				
From capital gains	$ -	-	-	-
From net investment income	$ -	(2,651)	(27,596)	(1,166,451)
Return of capital	$ -	-	-	-
	$ -	(2,651)	**(27,596)**	**(1,166,451)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 173,511	196,151	**128,945,231**	**286,038,331**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 1,793,702**	**1,070,014**	**731,032,023**	**585,564,528**
Redeemable Unit Transactions				
Balance - beginning of period	122,039	80,303	**33,421,522**	**20,308,143**
Units issued	38,659	10,214	9,761,785	15,429,336
Units issued on reinvestment of distributions	-	183	361	73,123
Units redeemed	(33,753)	(5,592)	(5,037,167)	(1,506,806)
Balance - end of period	**126,945**	**85,108**	**38,146,501**	**34,303,796**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**44,129,309**	59,943,464
Adjustments for:		
Gain on short-term investments	**(49,130)**	(10,299)
Net realized (gain) loss on sale of investments	**(25,494,517)**	(3,942,810)
Change in unrealized (appreciation) depreciation in value of investments	**(8,714,374)**	(50,064,651)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(223,892,279)**	(248,379,028)
Proceeds from sale of investments	**134,154,043**	26,710,414
Purchases of short-term investments	**(418,671,268)**	(394,291,271)
Proceeds from sale of short-term investments	**417,876,927**	391,604,100
Change in dividends and interest receivable	**(2,450,716)**	(1,812,219)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**33,015**	4,203
Change in other payables and accrued expenses	**429,804**	465,571

	2018 ($)	2017 ($)
Net Cash Provided by (Used in) Operating Activities	**(82,649,186)**	(219,772,526)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(21,288)**	(825)
Proceeds from redeemable units issued	**177,723,330**	245,201,452
Redemption of redeemable units	**(94,698,898)**	(23,669,347)
Net Cash Provided by (Used in) Financing Activities	**83,003,144**	221,531,280
Net increase (decrease) in cash	**353,958**	1,758,754
Cash (bank indebtedness) at beginning of period	**515,415**	247,409
Cash (bank indebtedness) at end of period	**869,373**	2,006,163
Dividends received, net of withholding taxes	**8,739,134**	5,201,038
Interest received, net of withholding taxes	**51,648**	10,700
Interest paid	**(218)**	(83)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Growth Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.213%	23-Aug-2018	3,900,000	3,890,952	3,890,952	
Canadian Treasury Bill	1.198%	20-Sep-2018	1,000,000	997,250	997,250	
Province of Manitoba	1.296%	18-Jul-2018	1,300,000	1,298,479	1,298,479	
				6,186,681	**6,186,681**	**0.85**
Term Deposit Receipts						
National Bank of Canada	1.200%	03-Jul-2018	1,900,000	1,900,000	1,900,000	
				1,900,000	**1,900,000**	**0.26**
Total Short-Term Notes				**8,086,681**	**8,086,681**	**1.11**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Caltex Australia Ltd.	102,885	3,390,719	3,253,842	
Oil Search Ltd.	826,656	6,007,388	7,150,586	
Suncor Energy Inc.	96,376	3,915,570	5,156,116	
		13,313,677	**15,560,544**	**2.13**
Materials				
Air Liquide SA	65,117	9,336,780	10,770,992	
Akzo Nobel NV	108,910	11,623,408	12,264,105	
Croda International PLC	80,944	5,098,785	6,750,488	
Linde AG	43,890	10,566,182	13,778,188	
Sika AG	25,023	3,353,278	4,554,820	
Symrise AG	56,974	4,974,246	6,571,466	
		44,952,679	**54,690,059**	**7.48**
Industrials				
Adani Ports & Special Economic Zone Ltd.	189,520	1,345,843	1,357,766	
Brambles Ltd.	609,415	6,123,225	5,259,603	
Brenntag AG	74,476	5,445,096	5,458,363	
Experian PLC	291,119	7,655,104	9,477,294	
GEA Group AG	113,367	6,487,010	5,030,137	
Intertek Group PLC	47,818	3,244,013	4,746,921	
Legrand SA	41,320	3,471,942	3,991,688	
Prysmian SpA	157,296	5,414,558	5,152,929	
Rolls-Royce Holdings PLC, C Shares	35,936,579	64,453	62,412	
Rolls-Royce Holdings PLC	611,113	8,999,901	10,488,049	
Schneider Electric SE	118,569	11,649,144	13,005,787	
TOTO Ltd.	106,100	5,609,111	6,476,615	
		65,509,400	**70,507,564**	**9.64**
Consumer Discretionary				
Bandai Namco Holdings Inc.	61,900	2,712,505	3,359,514	
Burberry Group PLC	196,835	5,549,015	7,383,876	
Compass Group PLC	296,948	7,390,765	8,346,828	
Kering	17,808	6,519,391	13,226,565	
LVMH Moet Hennessy Louis Vuitton SA	40,706	11,835,689	17,830,092	
Paddy Power Betfair PLC	44,399	6,178,626	6,399,995	
Publicis Groupe SA	58,888	5,472,500	5,330,679	
WPP PLC	342,511	8,831,816	7,096,485	
Yum China Holdings Inc.	130,633	6,247,719	6,608,978	
		60,738,026	**75,583,012**	**10.34**
Consumer Staples				
Ambev SA, ADR	511,040	3,897,412	3,112,490	
China Resources Beer Holdings Co., Ltd.	962,000	3,746,470	6,145,460	
Danone SA	158,051	14,753,276	15,261,118	
Diageo PLC	310,442	12,062,354	14,675,636	
ITC Ltd.	1,169,945	6,068,923	5,979,433	
Japan Tobacco Inc.	224,700	9,189,671	8,259,111	
Kao Corp.	73,700	6,039,722	7,395,947	
L'Oreal SA	63,573	16,261,546	20,650,412	
Nestle SA	271,788	27,088,296	27,688,647	
Pernod Ricard SA	79,870	13,244,256	17,161,176	
Reckitt Benckiser Group PLC	120,956	13,983,671	13,106,017	
Sundrug Co., Ltd.	135,500	6,189,889	7,225,289	
		132,525,486	**146,660,736**	**20.06**
Health Care				
Bayer AG	103,211	15,832,385	14,955,933	
Cie Generale d'Optique Essilor International SA	77,907	12,843,159	14,465,999	
Fresenius Medical Care AG & Co., KGaA	78,768	9,017,552	10,449,816	
Mettler-Toledo International Inc.	8,446	4,547,445	6,428,715	
Novartis AG	137,017	14,954,352	13,664,670	
Novo Nordisk A/S	94,750	5,512,700	5,781,226	
QIAGEN NV	154,407	6,031,495	7,398,901	
Roche Holding AG	79,633	25,782,923	23,267,260	
Terumo Corp.	114,400	5,739,435	8,627,190	
		100,261,446	**105,039,710**	**14.37**
Financials				
AEON Financial Service Co., Ltd.	229,000	6,286,326	6,429,135	
AIA Group Ltd.	2,012,600	17,477,650	23,149,197	
Credicorp Ltd.	15,985	3,427,667	4,733,680	
DBS Group Holdings Ltd.	342,200	6,660,349	8,785,025	
Grupo Financiero Banorte SAB de CV	886,239	6,606,886	6,943,509	
Grupo Financiero Inbursa SAB de CV	710,464	1,542,485	1,321,811	
HDFC Bank Ltd., ADR	109,177	10,735,909	15,082,568	
Julius Baer Group Ltd.	67,214	4,682,428	5,189,486	
Komercni Banka AS	38,721	2,053,338	2,138,524	
UBS Group AG	541,870	11,884,021	11,001,216	
		71,357,059	**84,774,151**	**11.60**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Growth Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Information Technology				
Accenture PLC	106,457	16,581,437	22,908,841	
Alibaba Group Holding Ltd.	61,739	9,683,973	15,067,662	
Amadeus IT Holding SA	109,716	7,575,869	11,391,012	
Baidu Inc.	51,371	14,609,210	16,420,880	
Dassault Systèmes	33,727	3,909,216	6,215,908	
Hitachi Ltd.	755,000	7,310,888	7,008,113	
Luxoft Holding Inc.	12,915	603,245	626,043	
MediaTek Inc.	226,000	2,722,668	2,925,268	
Mellanox Technologies Ltd.	26,711	1,847,407	2,962,033	
NHN Corp.	6,754	5,827,418	6,082,438	
Nice Systems Ltd., ADR	65,424	5,882,727	8,930,608	
OBIC Co., Ltd.	52,700	3,726,496	5,739,176	
SAP AG	156,947	19,698,668	23,851,432	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	442,805	18,224,643	21,295,647	
		118,203,865	**151,425,061**	**20.71**
Telecommunication Services				
SoftBank Corp.	80,300	7,512,186	7,603,384	
		7,512,186	**7,603,384**	**1.04**
Utilities				
China Resources Gas Group Ltd.	804,000	3,297,250	4,583,416	
		3,297,250	**4,583,416**	**0.63**
Total Equities		**617,671,074**	**716,427,637**	**98.00**
Transaction Costs		**(922,997)**		
Total Investments		**624,834,758**	**724,514,318**	**99.11**
Other Assets less Liabilities			**6,517,705**	**0.89**
Total Net Assets			**731,032,023**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS International Growth Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	0.67	1.08
AA/Aa	0.44	0.12
Total	**1.11**	**1.20**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Growth Fund (continued)

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
Euro	254,971,065	34.88	209,582,225	34.81
United States Dollar	124,281,973	17.00	100,609,235	16.71
British Pound	88,607,720	12.12	84,768,062	14.08
Swiss Franc	85,903,399	11.75	73,187,969	12.16
Japanese Yen	70,234,715	9.61	53,187,338	8.83
Hong Kong Dollar	33,878,074	4.63	22,282,861	3.70
Australian Dollar	15,664,031	2.14	11,209,257	1.86
Singapore Dollar	8,785,025	1.20	6,849,778	1.14
Mexican Peso	8,232,736	1.13	4,778,996	0.79
Indian Rupee	7,455,562	1.02	6,518,455	1.08
Korean Won	6,082,438	0.83	2,810,271	0.47
Danish Krone	5,807,031	0.79	5,540,474	0.92
New Taiwan Dollar	2,925,322	0.40	2,426,187	0.40
Czech Koruna	2,138,524	0.29	-	-
Brazilian Real	6	-	6	-
Swedish Krona	-	-	4,178,334	0.69
Total	**714,967,621**	**97.79**	**587,929,448**	**97.64**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $35,748,381 ($29,396,472 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	8,086,681	-	-	8,086,681
December 31, 2017	7,243,210	-	-	7,243,210

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $8,793 ($3,926 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $35,821,382 ($29,646,812 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Growth Fund (continued)

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	0.8	1.1
Term Deposit Receipts	0.3	0.1
Equities		
Energy	2.1	2.0
Materials	7.5	7.6
Industrials	9.7	10.6
Consumer Discretionary	10.3	10.4
Consumer Staples	20.1	20.3
Health Care	14.4	14.9
Financials	11.6	11.6
Information Technology	20.7	20.0
Telecommunication Services	1.0	1.1
Utilities	0.6	-
Other Assets less Liabilities	0.9	0.3
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	716,365,225	-	62,412	716,427,637
Short-Term Investments	-	8,086,681	-	8,086,681

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	592,904,670	-	31,561	592,936,231
Short-Term Investments	-	7,243,210	-	7,243,210

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The following is a reconciliation of Level 3 fair value assets as at June 30, 2018 and December 31, 2017.

	June 30, 2018 ($)	December 31, 2017 ($)
Opening Balance	31,561	18,488
Net purchases and sales	33,148	13,298
Net transfers in (out)	-	-
Gains (losses)		
Realized	(146)	105
Unrealized	(2,151)	(330)
Closing Balance	**62,412**	**31,561**

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $399,508 ($448,203 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was nil ($209,840 for the period ended December 31, 2017).

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Growth Fund (continued)

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,844
Series F8	688	10,844
Series T5	964	19,627
Series T8	-	-

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-
Series F8	-	-
Series T5	940	18,611
Series T8	1,130	18,597

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010
Series T5 Units	August 24, 2011	August 31, 2011
Series T8 Units	August 24, 2011	August 31, 2011
Series D Units	September 10, 2010	October 31, 2012
Series F Units	September 10, 2010	September 30, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	September 30, 2010
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**1,618,231,926**	1,418,462,566
Short-term investments	**67,294,475**	48,340,091
Cash	**5,642,078**	781,701
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**3,251,960**	1,977,803
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**10,385,157**	989,571
Accrued interest	**64,303**	9,980
Dividends receivable	**6,502,255**	3,043,476
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**4,754,015**	2,584,670
	1,716,126,169	1,476,189,858
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	103,941
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**149,915**	39,802
Redemptions payable	**884,960**	472,483
Distributions payable	**1,259**	-
Due to investment dealers	**2,863,604**	-
Management fees payable	**988,779**	217,915
Total liabilities (excluding net assets attributable to holders of redeemable units)	**4,888,517**	834,141
Net Assets Attributable to Holders of Redeemable Units	**1,711,237,652**	1,475,355,717
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**313,081,951**	254,844,245
Series T5	**5,398,223**	3,966,767
Series T8	**2,414,068**	2,123,662
Series F	**378,987,116**	286,885,159
Series F5	**1,158,733**	-
Series F8	**199,597**	-
Series I	**994,134,309**	912,821,542
Series O	**15,863,655**	14,714,342
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**21.84**	21.14
Series T5	**24.26**	24.08
Series T8	**20.00**	20.15
Series F	**22.93**	22.07
Series F5	**15.65**	-
Series F8	**15.46**	-
Series I	**24.45**	23.38
Series O	**15.06**	14.41

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**27,359,966**	21,173,612
Interest income for distribution purposes	**339,059**	97,030
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**26,416,736**	12,964,080
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(1,007,818)**	3,340,628
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**23,245,852**	101,892,328
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**1,378,098**	(3,603,582)
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**77,731,893**	135,864,096
Net gain (loss) on foreign exchange	**(812,079)**	(193,360)
Other income	**-**	-
Total income (loss)	**76,919,814**	135,670,736
Expenses (note 6)		
Management fees	**5,074,823**	3,199,099
Administration fees	**788,793**	572,274
Independent review committee fees	**6,090**	3,713
Withholding tax	**3,025,428**	2,129,098
Transaction costs (note 3)	**681,103**	360,035
Total operating expenses	**9,576,237**	6,264,219
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**67,343,577**	129,406,517
Finance Cost		
Interest expense	**(639)**	(513)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**67,342,938**	129,406,004
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**9,416,517**	19,748,717
Series T5	**154,780**	288,062
Series T8	**79,934**	114,647
Series F	**13,267,644**	18,411,663
Series F5	**32,233**	-
Series F8	**5,098**	-
Series I	**43,699,286**	89,406,350
Series O	**687,446**	1,436,565
Weighted Average Number of Units Outstanding		
Series A	**13,267,500**	10,027,844
Series T5	**187,578**	134,920
Series T8	**121,090**	59,670
Series F	**15,085,433**	8,896,747
Series F5	**35,477**	-
Series F8	**9,279**	-
Series I	**41,366,853**	36,231,055
Series O	**1,046,128**	951,081

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.71**	1.97
Series T5	**0.83**	2.14
Series T8	**0.66**	1.92
Series F	**0.88**	2.07
Series F5	**0.91**	-
Series F8	**0.55**	-
Series I	**1.06**	2.47
Series O	**0.66**	1.51

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 254,844,245	178,948,419	3,966,767	2,940,207	2,123,662	1,404,002	286,885,159	147,040,594
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 9,416,517	19,748,717	154,780	288,062	79,934	114,647	13,267,644	18,411,663
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 90,972,060	45,542,090	1,921,680	913,467	902,706	310,822	127,168,205	86,878,923
Redemption of redeemable units	$ (42,149,044)	(30,458,677)	(561,896)	(353,618)	(629,837)	(608,334)	(48,330,991)	(25,613,446)
Reinvestment of distributions to holders of redeemable units	$ 10,139	7,401	32,754	33,675	36,335	15,674	20,773	26,752
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 48,833,155	15,090,814	1,392,538	593,524	309,204	(281,838)	78,857,987	61,292,229
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (11,966)	(7,043)	(115,862)	(74,162)	(98,732)	(44,778)	(23,674)	(25,396)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (11,966)	(7,043)	(115,862)	(74,162)	(98,732)	(44,778)	(23,674)	(25,396)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 58,237,706	34,832,488	1,431,456	807,424	290,406	(211,969)	92,101,957	79,678,496
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 313,081,951**	**213,780,907**	**5,398,223**	**3,747,631**	**2,414,068**	**1,192,033**	**378,987,116**	**226,719,090**
Redeemable Unit Transactions								
Balance - beginning of period	12,054,856	9,820,563	164,767	135,663	105,387	75,183	13,001,037	7,761,073
Units issued	4,243,271	2,314,938	79,593	37,829	44,538	15,524	5,676,379	4,185,300
Units issued on reinvestment of distributions	474	375	1,359	1,464	1,819	801	927	1,299
Units redeemed	(1,964,521)	(1,573,693)	(23,223)	(15,565)	(31,030)	(31,811)	(2,150,979)	(1,233,890)
Balance - end of period	**14,334,080**	**10,562,183**	**222,496**	**159,391**	**120,714**	**59,697**	**16,527,364**	**10,713,782**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	912,821,542	669,928,030	14,714,342	12,259,877
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 32,233	-	5,098	-	43,699,286	89,406,350	687,446	1,436,565
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 1,160,170	-	198,824	-	171,324,524	166,862,968	2,167,560	1,401,054
Redemption of redeemable units	$ (27,539)	-	-	-	(133,711,043)	(61,336,569)	(1,705,693)	(2,189,786)
Reinvestment of distributions to holders of redeemable units	$ 6,531	-	343	-	-	-	-	1,146
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 1,139,162	-	199,167	-	37,613,481	105,526,399	461,867	(787,586)
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (12,662)	-	(4,668)	-	-	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (12,662)	-	(4,668)	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 1,158,733	-	199,597	-	81,312,767	194,932,749	1,149,313	648,979
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 1,158,733**	**-**	**199,597**	**-**	**994,134,309**	**864,860,779**	**15,863,655**	**12,908,856**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	39,040,905	33,497,564	1,021,129	994,272
Units issued	75,354	-	12,889	-	7,206,749	7,815,464	148,432	106,098
Units issued on reinvestment of distributions	420	-	22	-	-	-	-	93
Units redeemed	(1,744)	-	-	-	(5,585,700)	(2,845,595)	(116,029)	(168,238)
Balance - end of period	**74,030**	**-**	**12,911**	**-**	**40,661,954**	**38,467,433**	**1,053,532**	**932,225**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$1,475,355,717**	**1,012,521,129**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 67,342,938**	**129,406,004**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 395,815,729	301,909,324
Redemption of redeemable units	$ (227,116,043)	(120,560,430)
Reinvestment of distributions to holders of redeemable units	$ 106,875	84,648
Capitalized distributions	$ -	-
	$ 168,806,561	**181,433,542**
Distributions to Holders of Redeemable Units	**$ -**	**-**
From capital gains	$ -	-
From net investment income	$ (267,564)	(151,379)
Return of capital	$ -	-
	$ (267,564)	**(151,379)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 235,881,935**	**310,688,167**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$1,711,237,652**	**1,323,209,296**
Redeemable Unit Transactions		
Balance - beginning of period	**65,388,081**	**52,284,318**
Units issued	17,487,205	14,475,153
Units issued on reinvestment of distributions	5,021	4,032
Units redeemed	(9,873,226)	(5,868,792)
Balance - end of period	**73,007,081**	**60,894,711**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**67,342,938**	129,406,004
Adjustments for:		
Gain on short-term investments	**(265,439)**	(82,405)
Net realized (gain) loss on sale of investments	**(26,416,736)**	(12,964,080)
Change in unrealized (appreciation) depreciation in value of investments	**(23,245,852)**	(101,892,328)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**(1,378,098)**	3,603,582
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(338,124,350)**	(218,762,573)
Proceeds from sale of investments	**180,804,493**	53,037,360
Purchases of short-term investments	**(818,977,420)**	(1,144,119,682)
Proceeds from sale of short-term investments	**800,288,475**	1,131,501,047
Change in dividends and interest receivable	**(3,513,102)**	(3,613,275)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**770,864**	175,011
Change in other payables and accrued expenses	**791,216**	397,141
Net Cash Provided by (Used in) Operating Activities	**(161,923,011)**	(163,314,198)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(159,430)**	(66,244)
Proceeds from redeemable units issued	**393,646,384**	286,838,253
Redemption of redeemable units	**(226,703,566)**	(120,298,642)
Net Cash Provided by (Used in) Financing Activities	**166,783,388**	166,473,367
Net increase (decrease) in cash	**4,860,377**	3,159,169
Cash (bank indebtedness) at beginning of period	**781,701**	1,421,104
Cash (bank indebtedness) at end of period	**5,642,078**	4,580,273
Dividends received, net of withholding taxes	**20,875,759**	15,436,520
Interest received, net of withholding taxes	**284,736**	91,749
Interest paid	**(639)**	(513)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.213%	23-Aug-2018	17,000,000	16,960,560	16,960,560	
Canadian Treasury Bill	1.198%	20-Sep-2018	12,000,000	11,967,000	11,967,000	
Province of Manitoba	1.371%	25-Jul-2018	18,250,000	18,212,875	18,212,875	
Province of Ontario	1.390%	18-Jul-2018	8,000,000	7,980,240	7,980,240	
				55,120,675	**55,120,675**	**3.22**
Promissory Notes						
Province of Alberta	1.390%	16-Jul-2018	10,000,000	9,973,800	9,973,800	
				9,973,800	**9,973,800**	**0.58**
Term Deposit Receipts						
National Bank of Canada	1.200%	03-Jul-2018	2,200,000	2,200,000	2,200,000	
				2,200,000	**2,200,000**	**0.13**
Total Short-Term Investments				**67,294,475**	**67,294,475**	**3.93**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Core Laboratories NV	50,995	7,317,369	8,466,297	
		7,317,369	**8,466,297**	**0.50**
Materials				
Croda International PLC	49,643	3,687,024	4,140,078	
Givaudan SA	16,210	39,941,426	48,361,136	
Kansai Paint Co., Ltd.	64,300	1,742,430	1,757,867	
Orica Ltd.	245,404	4,333,857	4,233,571	
Sika AG	32,497	4,921,277	5,915,277	
Symrise AG	213,750	16,853,465	24,654,244	
		71,479,479	**89,062,173**	**5.20**
Industrials				
Brambles Ltd.	1,325,623	13,573,142	11,440,891	
Brenntag AG	152,214	10,656,850	11,155,799	
Bunzl PLC	181,720	5,992,656	7,242,921	
Experian PLC	408,201	10,702,367	13,288,864	
GEA Group AG	304,092	16,637,519	13,492,678	
Geberit AG	10,493	4,900,197	5,920,419	
IMI PLC	905,251	17,990,509	17,796,876	
Intertek Group PLC	185,396	12,823,613	18,404,368	
Legrand SA	292,233	23,730,750	28,230,953	
MISUMI Group Inc.	214,400	5,496,934	8,224,261	
Nordson Corp.	73,728	9,233,295	12,453,844	
RELX NV	444,189	10,814,663	12,460,432	
Rentokil Initial PLC	622,236	2,561,701	3,790,906	
Ryanair Holdings PLC	61,929	9,187,786	9,305,643	
Schindler Holding AG	23,764	5,316,381	6,724,591	
Schneider Electric SE	274,436	26,483,597	30,102,777	
Secom Co., Ltd.	186,900	17,802,494	18,882,319	
SGS SA	7,043	19,758,377	24,651,060	
SMC Corp.	18,800	9,382,793	9,071,399	
Sohgo Security Services Co., Ltd.	97,500	6,003,501	6,044,282	
Spirax-Sarco Engineering PLC	159,002	11,747,300	18,004,395	
Wartsila OYJ Abp	140,180	3,041,521	3,623,396	
Yamato Holdings Co., Ltd.	87,800	2,258,106	3,403,410	
		256,096,052	**293,716,484**	**17.16**
Consumer Discretionary				
Compagnie Financière Richemont SA	110,111	9,967,753	12,270,862	
Compass Group PLC	1,178,975	26,942,385	33,139,476	
Esprit Holdings Ltd.	2,029,250	2,824,669	830,194	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
LVMH Moet Hennessy Louis Vuitton SA	10,877	4,377,788	4,764,357	
USS Co., Ltd.	203,000	4,353,685	5,082,019	
		48,466,280	**56,086,908**	**3.28**
Consumer Staples				
British American Tobacco PLC	127,839	9,404,639	8,503,358	
Chocoladefabriken Lindt & Sprungli AG	169	1,336,784	1,439,603	
Colgate-Palmolive Co.	334,233	29,620,508	28,494,660	
Danone SA	354,061	31,417,691	34,187,488	
Diageo PLC	774,668	34,415,984	36,621,158	
Heineken NV	213,495	22,399,516	28,205,434	
Henkel AG & Co., KGaA	288,265	43,538,793	48,478,779	
Ito En Ltd.	334,000	13,690,343	20,348,548	
Japan Tobacco Inc.	306,900	12,952,340	11,280,469	
Kao Corp.	381,900	24,032,958	38,324,453	
Kerry Group PLC	140,878	15,564,955	19,386,049	
Kobayashi Pharmaceutical Co., Ltd.	210,300	12,797,149	23,901,261	
KOSÉ Corporation	23,300	2,955,375	6,605,078	
L'Oreal SA	85,569	23,981,882	27,795,370	
Nestle SA	671,768	64,361,744	68,436,965	
Nissin Foods Holdings Co., Ltd.	52,300	4,453,577	4,975,123	
Pernod Ricard SA	201,462	31,334,406	43,286,901	
Reckitt Benckiser Group PLC	380,099	41,599,080	41,185,093	
Toyo Suisan Kaisha Ltd.	350,900	16,502,271	16,439,930	
		436,359,995	**507,895,720**	**29.68**
Health Care				
Bayer AG	71,520	10,603,244	10,363,705	
DENTSPLY SIRONA Inc.	119,257	9,327,515	6,866,455	
Nihon Kohden Corp.	389,800	10,906,294	14,281,262	
Roche Holding AG	25,124	7,661,496	7,340,759	
Rohto Pharmaceutical Co., Ltd.	263,500	6,467,427	11,124,739	
Santen Pharmaceutical Co., Ltd.	911,500	15,327,717	20,902,996	
Terumo Corp.	214,400	9,138,280	16,168,439	
		69,431,973	**87,048,355**	**5.09**
Financials				
Daiwa Securities Group Inc.	483,300	3,937,094	3,692,325	
DNB ASA	305,065	6,077,088	7,843,351	
Fairfax Financial Holdings Ltd.	16,998	10,341,755	12,521,747	
Hiscox Ltd.	389,978	7,608,740	10,328,525	
IG Group Holdings PLC	338,721	3,851,762	5,064,932	
ING Groep NV	175,408	3,175,487	3,321,144	
Jardine Lloyd Thompson Group PLC	323,830	6,336,019	7,198,722	
Julius Baer Group Ltd.	71,406	4,800,480	5,513,144	
Jyske Bank A/S	66,136	4,077,914	4,771,501	
Mebuki Financial Group Inc.	877,300	4,340,759	3,875,794	
North Pacific Bank Ltd.	780,900	3,484,331	3,440,638	
Sumitomo Mitsui Financial Group Inc.	137,400	6,606,484	7,026,359	
Svenska Handelsbanken AB	1,055,831	19,108,901	15,456,903	
Sydbank A/S	87,695	3,464,327	3,966,071	
The Chiba Bank Ltd.	531,300	4,513,158	4,940,503	
The Hachijuni Bank Ltd.	520,900	3,791,601	2,932,259	
UBS Group AG	811,495	18,115,334	16,475,228	
		113,631,234	**118,369,146**	**6.92**
Real Estate				
Deutsche Wohnen AG	582,433	24,863,021	37,033,260	
LEG Immobilien AG	79,358	8,647,935	11,344,692	
TAG Immobilien AG	303,574	5,768,533	8,779,313	
Vonovia SE	478,856	22,017,219	29,976,764	
		61,296,708	**87,134,029**	**5.09**
Information Technology				
Amadeus IT Holding SA	406,305	24,594,566	42,183,683	
Analog Devices Inc.	189,053	20,972,442	23,854,201	
ANSYS Inc.	80,217	11,384,924	18,379,633	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Cadence Design Systems Inc.	546,406	19,754,426	31,129,760	
Check Point Software Technologies Ltd.	66,645	7,902,602	8,563,383	
Dassault Systèmes	145,038	16,602,654	26,730,599	
Halma PLC	725,102	11,910,916	17,252,340	
Hirose Electric Co., Ltd.	92,423	14,801,765	15,070,200	
Infineon Technologies AG	698,055	14,649,199	23,403,942	
Nomura Research Institute Ltd.	295,200	11,806,289	18,826,095	
NVIDIA Corp.	7,012	2,248,518	2,185,139	
OBIC Co., Ltd.	149,000	10,050,319	16,226,513	
Omron Corp.	204,000	10,609,170	12,525,363	
Samsung Electronics Co., Ltd.	143,187	8,635,071	7,884,012	
SAP AG	63,169	9,532,079	9,599,872	
Spectris PLC	279,434	11,426,463	12,666,251	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	798,979	28,098,214	38,424,982	
Texas Instruments Inc.	105,599	9,710,441	15,314,772	
Yokogawa Electric Corp.	258,300	4,854,227	6,049,241	
		249,544,285	**346,269,981**	**20.24**
Telecommunication Services				
KDDI Corp.	671,818	19,865,368	24,182,833	
		19,865,368	**24,182,833**	**1.41**
Total Equities		**1,333,488,743**	**1,618,231,926**	**94.57**
Transaction Costs		**(1,984,706)**		
Total Investments		**1,398,798,512**	**1,685,526,401**	**98.50**
Currency Forward Contracts[1]			**3,251,960**	**0.19**
Other Assets less Liabilities			**22,459,291**	**1.31**
Total Net Assets			**1,711,237,652**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Numbers of Contracts	Sold Currency	Numbers of Contracts	Unrealized Gain/(Loss) ($)
JP Morgan	A-2	22-Aug-2018	CAD	1,129,835	JPY	(94,764,000)	1,177
JP Morgan	A-2	22-Aug-2018	CAD	63,389,469	JPY	(5,316,739,000)	66,010
JP Morgan	A-2	22-Aug-2018	USD	16,205,000	CAD	(20,283,815)	1,010,619
JP Morgan	A-2	22-Aug-2018	USD	34,862,000	CAD	(43,636,800)	2,174,154
							3,251,960

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS International Value Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	2.27	3.28
AA/Aa	1.85	0.13
Not Rated	2.83	-
Total	**6.95**	**3.41**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates. However, the Fund also holds foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies and reduce the current risk exposure to the Fund.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
Euro	540,363,801	31.58	443,480,968	30.06
Japanese Yen	290,971,369	17.00	289,168,883	19.60
British Pound	257,554,172	15.05	228,006,277	15.45
United States Dollar	271,923,771	15.89	207,290,097	14.05
Swiss Franc	207,232,120	12.11	180,205,649	12.21
Australian Dollar	15,770,915	0.92	26,124,104	1.77
Swedish Krona	15,456,903	0.90	16,044,321	1.09
Danish Krone	8,836,223	0.52	8,161,009	0.55
Norwegian Krone	7,843,351	0.46	7,617,954	0.52
Korean Won	7,884,012	0.46	2,883,704	0.20
Hong Kong Dollar	830,194	0.05	1,203,222	0.08
Total	**1,624,666,831**	**94.94**	**1,410,186,188**	**95.58**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $81,233,342 ($70,509,309 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	67,294,475	-	-	67,294,475
December 31, 2017	48,340,091	-	-	48,340,091

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $72,940 ($49,572 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $80,911,596 ($70,923,128 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	3.2	3.3
Promissory Notes	0.6	-
Term Deposit Receipts	0.1	-
Equities		
Energy	0.5	0.9
Materials	5.2	4.7
Industrials	17.2	17.2
Consumer Discretionary	3.3	4.1
Consumer Staples	29.7	29.5
Health Care	5.1	5.6
Financials	6.9	8.8
Real Estate	5.1	4.8
Information Technology	20.2	19.1
Telecommunication Services	1.4	1.4
Derivative Assets (Liabilities)	0.2	0.1
Other Assets less Liabilities	1.3	0.5
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	1,618,231,926	-	-	1,618,231,926
Short-Term Investments	-	67,294,475	-	67,294,475
Currency Forward Contracts	-	3,251,960	-	3,251,960

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	1,418,462,566	-	-	1,418,462,566
Short-Term Investments	-	48,340,091	-	48,340,091
Currency Forward Contracts	-	1,977,803	-	1,977,803
Financial Liabilities				
Currency Forward Contracts	-	103,941	-	103,941

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $681,103 ($360,035 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was nil ($311,212 for the period ended December 31, 2017).

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F8	689	10,647

	December 31, 2017	
	Units	Market Value ($)
Series F8	-	-

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Currency Forward Contracts	3,251,960	-	-	3,251,960
Total	**3,251,960**	**-**	**-**	**3,251,960**
December 31, 2017				
Derivative assets - Currency Forward Contracts	1,977,803	(103,941)	-	1,873,862
Total	**1,977,803**	**(103,941)**	**-**	**1,873,862**
Derivative liabilities - Currency Forward Contracts	(103,941)	103,941	-	-
Total	**(103,941)**	**103,941**	**-**	**-**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010
Series T5 Units	August 24, 2011	August 31, 2011
Series T8 Units	August 24, 2011	August 31, 2011
Series F Units	September 10, 2010	September 30, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	September 30, 2010
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility Global Equity Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**7,244,147**	6,041,344
Short-term investments	**-**	-
Cash	**46,319**	81,702
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**-**	-
Dividends receivable	**29,594**	9,132
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**91,707**	20,703
	7,411,767	6,152,881
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**742**	195
Redemptions payable	**-**	500
Distributions payable	**-**	-
Due to investment dealers	**69,236**	49,400
Management fees payable	**3,990**	1,040
Total liabilities (excluding net assets attributable to holders of redeemable units)	**73,968**	51,135
Net Assets Attributable to Holders of Redeemable Units	**7,337,799**	6,101,746
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**2,165,658**	1,943,687
Series T5	**25,919**	23,873
Series T8	**11,954**	11,552
Series F	**224,218**	215,623
Series F5	**10,804**	-
Series F8	**10,804**	-
Series I	**4,465,818**	3,535,473
Series O	**422,624**	371,538
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**11.77**	11.38
Series T5	**15.83**	15.70
Series T8	**14.70**	14.81
Series F	**12.00**	11.54
Series F5	**15.88**	-
Series F8	**15.69**	-
Series I	**12.09**	11.57
Series O	**12.04**	11.52

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**115,728**	81,645
Interest income for distribution purposes	**61**	234
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**133,033**	3,096
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**75,043**	268,652
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**323,865**	353,627
Net gain (loss) on foreign exchange	**(2,771)**	(2,094)
Other income	**-**	-
Total income (loss)	**321,094**	351,533
Expenses (note 6)		
Management fees	**20,638**	18,374
Administration fees	**3,849**	3,040
Independent review committee fees	**24**	19
Withholding tax	**14,406**	10,297
Transaction costs (note 3)	**1,373**	913
Total operating expenses	**40,290**	32,643
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**280,804**	318,890
Finance Cost		
Interest expense	**(2)**	(1)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**280,802**	318,889
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**70,467**	89,562
Series T5	**849**	1,436
Series T8	**405**	663
Series F	**8,599**	15,017
Series F5	**804**	-
Series F8	**804**	-
Series I	**181,103**	198,566
Series O	**17,771**	13,645
Weighted Average Number of Units Outstanding		
Series A	**175,764**	143,055
Series T5	**1,570**	1,535
Series T8	**794**	731
Series F	**18,688**	21,341
Series F5	**672**	-
Series F8	**676**	-
Series I	**328,347**	253,589
Series O	**33,749**	18,465

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility Global Equity Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.40**	0.63
Series T5	**0.54**	0.94
Series T8	**0.51**	0.91
Series F	**0.46**	0.70
Series F5	**1.20**	-
Series F8	**1.19**	-
Series I	**0.55**	0.78
Series O	**0.53**	0.74

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 1,943,687	1,183,943	23,873	31,430	11,552	10,594	215,623	217,417
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 70,467	89,562	849	1,436	405	663	8,599	15,017
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 267,755	579,978	1,200	-	-	-	33,633	59,131
Redemption of redeemable units	$ (116,169)	(92,805)	-	(9,594)	-	-	(33,637)	(47,490)
Reinvestment of distributions to holders of redeemable units	$ 440	409	635	573	483	447	-	16
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 152,026	487,582	1,835	(9,021)	483	447	(4)	11,657
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (522)	(375)	(638)	(573)	(486)	(447)	-	(15)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (522)	(375)	(638)	(573)	(486)	(447)	-	(15)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 221,971	576,769	2,046	(8,158)	402	663	8,595	26,659
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 2,165,658**	**1,760,712**	**25,919**	**23,272**	**11,954**	**11,257**	**224,218**	**244,076**
Redeemable Unit Transactions								
Balance - beginning of period	170,811	113,223	1,520	2,074	780	719	18,688	20,596
Units issued	23,284	54,041	76	-	-	-	2,911	5,180
Units issued on reinvestment of distributions	39	37	41	36	33	30	-	1
Units redeemed	(10,095)	(8,699)	-	(628)	-	-	(2,911)	(4,112)
Balance - end of period	**184,039**	**158,602**	**1,637**	**1,482**	**813**	**749**	**18,688**	**21,665**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility Global Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	3,535,473	2,667,088	371,538	154,824
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 804	-	804	-	181,103	198,566	17,771	13,645
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 10,000	-	10,000	-	761,838	65,684	151,326	109,702
Redemption of redeemable units	$ -	-	-	-	(12,596)	(36,706)	(118,011)	(13,134)
Reinvestment of distributions to holders of redeemable units	$ 211	-	339	-	-	-	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 10,211	-	10,339	-	749,242	28,978	33,315	96,568
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (211)	-	(339)	-	-	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211)	-	(339)	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 10,804	-	10,804	-	930,345	227,544	51,086	110,213
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 10,804**	**-**	**10,804**	**-**	**4,465,818**	**2,894,632**	**422,624**	**265,037**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	305,614	251,689	32,245	14,659
Units issued	667	-	667	-	64,820	5,954	12,931	9,856
Units issued on reinvestment of distributions	13	-	21	-	-	-	-	-
Units redeemed	-	-	-	-	(1,071)	(3,307)	(10,061)	(1,130)
Balance - end of period	**680**	**-**	**688**	**-**	**369,363**	**254,336**	**35,115**	**23,385**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 6,101,746**	**4,265,296**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 280,802**	**318,889**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 1,235,752	814,495
Redemption of redeemable units	$ (280,413)	(199,729)
Reinvestment of distributions to holders of redeemable units	$ 2,108	1,445
Capitalized distributions	$ -	-
	$ 957,447	**616,211**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (2,196)	(1,410)
Return of capital	$ -	-
	$ (2,196)	**(1,410)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 1,236,053**	**933,690**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 7,337,799**	**5,198,986**
Redeemable Unit Transactions		
Balance - beginning of period	**529,658**	**402,960**
Units issued	105,356	75,031
Units issued on reinvestment of distributions	147	104
Units redeemed	(24,138)	(17,876)
Balance - end of period	**611,023**	**460,219**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility Global Equity Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**280,802**	318,889
Adjustments for:		
Gain on short-term investments	**-**	(1)
Net realized (gain) loss on sale of investments	**(133,033)**	(3,096)
Change in unrealized (appreciation) depreciation in value of investments	**(75,043)**	(268,652)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(1,730,197)**	(1,175,985)
Proceeds from sale of investments	**753,933**	493,268
Purchases of short-term investments	**-**	(1,000,000)
Proceeds from sale of short-term investments	**-**	1,000,001
Change in dividends and interest receivable	**(20,462)**	(12,167)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**2,950**	1,254
Change in other payables and accrued expenses	**1,920**	1,107
Net Cash Provided by (Used in) Operating Activities	**(919,130)**	(645,382)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(88)**	(191)
Proceeds from redeemable units issued	**1,164,748**	853,840
Redemption of redeemable units	**(280,913)**	(199,255)
Net Cash Provided by (Used in) Financing Activities	**883,747**	654,394
Net increase (decrease) in cash	**(35,383)**	9,012
Cash (bank indebtedness) at beginning of period	**81,702**	31,011
Cash (bank indebtedness) at end of period	**46,319**	40,023
Dividends received, net of withholding taxes	**80,860**	59,148
Interest received, net of withholding taxes	**61**	267
Interest paid	**(2)**	(1)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Enbridge Inc.	1,518	74,276	71,267	
Exxon Mobil Corp.	907	99,663	98,707	
Occidental Petroleum Corp.	644	58,818	70,889	
Royal Dutch Shell PLC, Class B	1,595	56,666	75,166	
		289,423	**316,029**	**4.31**
Materials				
Franco-Nevada Corp.	921	97,070	88,370	
PTT Global Chemical PCL	29,400	75,229	84,049	
Symrise AG	695	63,642	80,162	
		235,941	**252,581**	**3.44**
Industrials				
Boeing Co.	201	85,613	88,710	
Canadian National Railway Co.	588	51,282	63,232	
Forrester Research Inc.	1,440	71,331	79,463	
Lockheed Martin Corp.	339	115,075	131,744	
Owens Corning	598	45,667	49,849	
Schindler Holding AG	181	46,832	51,218	
Waste Connections Inc.	1,014	94,128	100,413	
		509,928	**564,629**	**7.69**
Consumer Discretionary				
ABC-Mart Inc.	1,700	132,060	122,347	
Comcast Corporation, Class A	562	27,911	24,256	
Gildan Activewear Inc.	912	34,449	33,783	
Home Depot Inc.	252	46,692	64,674	
Kia Motors Corp.	2,141	95,508	77,959	
McDonald's Corp.	576	100,345	118,723	
Ross Stores Inc.	1,573	129,524	175,365	
USS Co., Ltd.	2,700	60,649	67,593	
		627,138	**684,700**	**9.33**
Consumer Staples				
Altria Group Inc.	1,086	95,876	81,129	
Dairy Farm International Holdings Ltd.	6,300	60,943	72,845	
General Mills Inc.	1,314	100,717	76,503	
Kimberly-Clark Corp.	438	71,976	60,693	
Lawson Inc.	1,000	96,226	82,182	
L'Oreal SA	105	29,731	34,107	
Marine Harvest ASA	3,958	94,688	103,614	
Metro Inc., Class A	1,107	46,552	49,472	
Mondelez International Inc.	833	46,151	44,926	
Nestle SA	1,167	116,923	118,889	
PepsiCo, Inc.	929	132,238	133,045	
Philip Morris International Inc.	277	29,059	29,420	
Sligro Food Group NV	627	33,124	43,237	
The Procter & Gamble Co.	703	77,985	72,187	
Toyo Suisan Kaisha Ltd.	1,200	63,464	56,221	
Tyson Foods Inc.	752	71,605	68,107	
		1,167,258	**1,126,577**	**15.35**
Health Care				
Abbott Laboratories	355	20,900	28,481	
Express Scripts Holding Co.	591	54,785	60,025	
Fisher & Paykel Healthcare Corp., Ltd.	10,458	95,493	138,687	
Cigna Corp.	242	53,020	54,101	
Humana Inc.	115	40,312	45,024	
Eli Lilly & Co.	288	29,500	32,327	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility Global Equity Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Johnson & Johnson	1,186	183,085	189,305	
Merck & Co., Inc.	1,270	95,094	101,406	
Novartis AG	426	43,369	42,485	
Pfizer Inc.	3,063	138,796	146,179	
Roche Holding AG	503	163,533	146,967	
Terumo Corp.	2,600	132,793	196,072	
		1,050,680	**1,181,059**	**16.10**
Financials				
Bangkok Bank PCL	3,400	27,806	26,797	
Beazley PLC	6,772	48,175	68,920	
Credicorp Ltd.	259	52,990	76,698	
Discover Financial Services	419	32,053	38,808	
Everest Re Group Ltd.	103	30,442	31,228	
Public Bank BHD	6,000	37,634	45,642	
Royal Bank of Canada	693	59,288	68,644	
Starwood Property Trust Inc.	1,567	42,722	44,751	
Swiss Life Holding AG	127	47,367	58,045	
Sydbank A/S	954	37,536	43,145	
The Bank of Nova Scotia	548	37,196	41,248	
The PNC Financial Services Group Inc.	151	28,603	26,835	
The Travelers Companies Inc.	184	28,499	29,611	
U.S. Bancorp	660	43,039	43,427	
Zurich Insurance Group AG	131	44,320	51,040	
		597,670	**694,839**	**9.47**
Real Estate				
AvalonBay Communities Inc.	438	100,337	99,037	
Grand City Properties SA	4,221	110,815	144,177	
Public Storage	197	59,335	58,789	
SBA Communications Corp.	169	25,643	36,708	
STORE Capital Corp.	3,824	126,068	137,829	
Sun Communities Inc.	745	85,251	95,923	
		507,449	**572,463**	**7.80**
Information Technology				
Adobe Systems Inc.	449	72,151	144,002	
Alphabet Inc., Class A	41	44,488	60,901	
DXC Technology Co.	272	29,619	28,842	
Facebook Inc.	353	65,386	90,233	
Kyocera Corp.	1,300	89,941	96,446	
Nice Systems Ltd., ADR	1,110	102,408	151,519	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	4,165	160,241	200,306	
VTech Holdings Ltd.	4,800	79,938	72,876	
		644,172	**845,125**	**11.52**
Telecommunication Services				
HKT Trust & HKT Ltd.	48,000	79,140	80,642	
KDDI Corp.	3,000	107,395	107,988	
TELUS Corp.	2,531	109,193	118,227	
Verizon Communications Inc.	1,240	81,866	82,063	
Vodafone Group PLC	26,975	99,441	86,116	
		477,035	**475,036**	**6.47**
Utilities				
Alliant Energy Corp.	1,677	84,488	93,358	
American Electric Power Co., Inc.	713	62,072	64,950	
Avangrid Inc.	824	52,967	57,372	
CEZ AS	886	29,676	27,566	
CLP Holdings Ltd.	7,000	88,909	99,177	
Duke Energy Corporation	285	30,200	29,647	
WEC Energy Group Inc.	871	69,189	74,073	
Xcel Energy Inc.	1,414	79,794	84,966	
		497,295	**531,109**	**7.24**
Total Equities		**6,603,989**	**7,244,147**	**98.72**
Transaction Costs		**(3,481)**		
Total Investments		**6,600,508**	**7,244,147**	**98.72**
Other Assets less Liabilities			**93,652**	**1.28**
Total Net Assets			**7,337,799**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Low Volatility Global Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund had no significant investments in debt instruments and/or derivatives and, therefore, did not have significant exposure to credit risk. Credit risk from other financial instruments is minimal.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility Global Equity Fund (continued)

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	4,523,525	61.65	3,675,558	60.24
Japanese Yen	729,364	9.94	682,933	11.19
Swiss Franc	472,186	6.43	406,467	6.66
Euro	309,945	4.22	270,957	4.44
Hong Kong Dollar	252,695	3.44	180,895	2.96
British Pound	231,122	3.15	168,011	2.75
New Zealand Dollar	140,062	1.91	122,866	2.01
Thai Baht	110,846	1.51	82,676	1.35
Norwegian Krone	103,614	1.41	46,395	0.76
Korean Won	77,959	1.06	72,299	1.18
Malaysian Ringgit	45,642	0.62	60,695	0.99
Danish Krone	43,145	0.59	80,267	1.32
Czech Koruna	29,033	0.40	-	-
Philippine Peso	-	-	34,346	0.56
Total	**7,069,138**	**96.33**	**5,884,365**	**96.41**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $353,457 ($294,218 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $362,207 ($302,067 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Energy	4.3	4.0
Materials	3.4	4.5
Industrials	7.7	4.6
Consumer Discretionary	9.3	10.9
Consumer Staples	15.4	15.7
Health Care	16.1	15.7
Financials	9.5	13.0
Real Estate	7.8	3.3
Information Technology	11.5	12.7
Telecommunication Services	6.5	8.2
Utilities	7.2	6.4
Other Assets less Liabilities	1.3	1.0
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	7,244,147	-	-	7,244,147

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	5,968,728	72,616	-	6,041,344

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility Global Equity Fund (continued)

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $1,373 ($913 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $175 ($872 for the period ended December 31, 2017).

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,804
Series F8	688	10,804
Series I	10,400	125,743
Series T5	755	11,959
Series T8	813	11,954

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-
Series F8	-	-
Series I	10,400	120,313
Series T5	736	11,557
Series T8	780	11,552

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at June 30, 2018 and December 31, 2017, SLA held the following position in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series I	213,202	2,577,741

	December 31, 2017	
	Units	Market Value ($)
Series I	213,202	2,466,407

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	February 05, 2016	February 10, 2016
Series T5 Units	February 05, 2016	February 10, 2016
Series T8 Units	February 05, 2016	February 10, 2016
Series F Units	February 05, 2016	February 10, 2016
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	February 05, 2016	February 10, 2016
Series O Units	February 05, 2016	February 10, 2016

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility International Equity Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**4,476,254**	2,803,039
Short-term investments	**-**	-
Cash	**49,731**	13,202
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**323**	-
Accrued interest	**-**	-
Dividends receivable	**127,025**	108,588
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**1,975**	80,318
	4,655,308	3,005,147
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**415**	81
Redemptions payable	**15,538**	-
Distributions payable	**7**	-
Due to investment dealers	**-**	33,210
Management fees payable	**1,711**	342
Total liabilities (excluding net assets attributable to holders of redeemable units)	**17,671**	33,633
Net Assets Attributable to Holders of Redeemable Units	**4,637,637**	2,971,514
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**901,202**	571,833
Series T5	**11,468**	11,001
Series T8	**18,008**	16,324
Series F	**117,519**	106,858
Series F5	**10,623**	-
Series F8	**10,623**	-
Series I	**3,184,251**	2,003,600
Series O	**383,943**	261,898
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**8.94**	8.58
Series T5	**12.81**	12.61
Series T8	**12.23**	12.22
Series F	**9.06**	8.65
Series F5	**15.62**	-
Series F8	**15.43**	-
Series I	**10.24**	9.73
Series O	**9.09**	8.64

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**93,885**	973,405
Interest income for distribution purposes	**213**	181
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**137,723**	2,419,876
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(18,197)**	1,461,892
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**213,624**	4,855,354
Net gain (loss) on foreign exchange	**(6,098)**	(124,965)
Other income	**-**	-
Total income (loss)	**207,526**	4,730,389
Expenses (note 6)		
Management fees	**8,287**	5,177
Administration fees	**1,971**	13,770
Independent review committee fees	**11**	5
Withholding tax	**11,070**	142,658
Transaction costs (note 3)	**6,083**	51,209
Total operating expenses	**27,422**	212,819
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**180,104**	4,517,570
Finance Cost		
Interest expense	**-**	(64)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**180,104**	4,517,506
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**28,580**	36,930
Series T5	**470**	906
Series T8	**692**	1,340
Series F	**5,043**	7,577
Series F5	**623**	-
Series F8	**622**	-
Series I	**129,080**	4,452,709
Series O	**14,994**	18,044
Weighted Average Number of Units Outstanding		
Series A	**85,867**	40,657
Series T5	**882**	708
Series T8	**1,358**	1,089
Series F	**12,385**	8,055
Series F5	**672**	-
Series F8	**676**	-
Series I	**269,125**	4,608,243
Series O	**33,452**	18,464

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility International Equity Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.33**	0.91
Series T5	**0.53**	1.28
Series T8	**0.51**	1.23
Series F	**0.41**	0.94
Series F5	**0.93**	-
Series F8	**0.92**	-
Series I	**0.48**	0.97
Series O	**0.45**	0.98

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 571,833	290,275	11,001	9,829	16,324	14,590	106,858	77,417
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 28,580	36,930	470	906	692	1,340	5,043	7,577
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 367,134	168,285	-	-	1,000	-	5,621	-
Redemption of redeemable units	$ (66,340)	(23,039)	-	-	-	-	-	(3,299)
Reinvestment of distributions to holders of redeemable units	$ 37	1,620	290	263	678	608	13	400
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 300,831	146,866	290	263	1,678	608	5,634	(2,899)
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (42)	(1,619)	(293)	(263)	(686)	(607)	(16)	(400)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (42)	(1,619)	(293)	(263)	(686)	(607)	(16)	(400)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 329,369	182,177	467	906	1,684	1,341	10,661	4,278
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 901,202**	**472,452**	**11,468**	**10,735**	**18,008**	**15,931**	**117,519**	**81,695**
Redeemable Unit Transactions								
Balance - beginning of period	66,639	30,353	872	701	1,335	1,071	12,350	8,051
Units issued	41,643	17,175	-	-	82	-	617	-
Units issued on reinvestment of distributions	4	163	23	17	55	43	2	40
Units redeemed	(7,450)	(2,254)	-	-	-	-	-	(307)
Balance - end of period	**100,836**	**45,437**	**895**	**718**	**1,472**	**1,114**	**12,969**	**7,784**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility International Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	2,003,600	61,396,825	261,898	216,452
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 623	-	622	-	129,080	4,452,709	14,994	18,044
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 10,000	-	10,000	-	1,995,127	5,864,136	108,658	44,582
Redemption of redeemable units	$ -	-	-	-	(943,556)	(51,317,593)	(1,607)	(63,101)
Reinvestment of distributions to holders of redeemable units	$ 211	-	339	-	-	617,804	-	1,452
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 10,211	-	10,339	-	1,051,571	(44,835,653)	107,051	(17,067)
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (211)	-	(338)	-	-	(617,804)	-	(1,452)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211)	-	(338)	-	-	(617,804)	-	(1,452)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 10,623	-	10,623	-	1,180,651	(41,000,748)	122,045	(475)
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 10,623**	**-**	**10,623**	**-**	**3,184,251**	**20,396,077**	**383,943**	**215,977**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	205,924	6,255,173	30,303	22,519
Units issued	667	-	667	-	198,345	582,479	12,099	4,334
Units issued on reinvestment of distributions	13	-	22	-	-	60,456	-	145
Units redeemed	-	-	-	-	(93,408)	(4,998,709)	(180)	(6,454)
Balance - end of period	**680**	**-**	**689**	**-**	**310,861**	**1,899,399**	**42,222**	**20,544**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 2,971,514**	**62,005,388**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 180,104**	**4,517,506**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 2,497,540	6,077,003
Redemption of redeemable units	$ (1,011,503)	(51,407,032)
Reinvestment of distributions to holders of redeemable units	$ 1,568	622,147
Capitalized distributions	$ -	-
	$ 1,487,605	**(44,707,882)**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (1,586)	(622,145)
Return of capital	$ -	-
	$ (1,586)	**(622,145)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 1,666,123**	**(40,812,521)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 4,637,637**	**21,192,867**
Redeemable Unit Transactions		
Balance - beginning of period	**317,423**	**6,317,868**
Units issued	254,120	603,988
Units issued on reinvestment of distributions	119	60,864
Units redeemed	(101,038)	(5,007,724)
Balance - end of period	**470,624**	**1,974,996**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility International Equity Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**180,104**	4,517,506
Adjustments for:		
Gain on short-term investments	**-**	(180)
Net realized (gain) loss on sale of investments	**(137,723)**	(2,419,876)
Change in unrealized (appreciation) depreciation in value of investments	**18,197**	(1,461,892)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(3,190,257)**	(13,155,739)
Proceeds from sale of investments	**1,596,952**	57,459,484
Purchases of short-term investments	**-**	(4,200,000)
Proceeds from sale of short-term investments	**-**	4,200,180
Change in dividends and interest receivable	**(18,437)**	36,625
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**1,369**	476
Change in other payables and accrued expenses	**6,417**	48,483
Net Cash Provided by (Used in) Operating Activities	**(1,543,378)**	45,025,067
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(11)**	2
Proceeds from redeemable units issued	**2,575,883**	6,006,361
Redemption of redeemable units	**(995,965)**	(51,405,740)
Net Cash Provided by (Used in) Financing Activities	**1,579,907**	(45,399,377)
Net increase (decrease) in cash	**36,529**	(374,310)
Cash (bank indebtedness) at beginning of period	**13,202**	537,795
Cash (bank indebtedness) at end of period	**49,731**	163,485
Dividends received, net of withholding taxes	**64,378**	867,372
Interest received, net of withholding taxes	**213**	181
Interest paid	**-**	(64)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
BP PLC	9,859	83,516	99,018	
Caltex Australia Ltd.	2,087	68,388	66,003	
ENI SpA	2,748	63,195	67,131	
Galp Energia SGPS SA	1,701	44,342	42,675	
		259,441	**274,827**	**5.92**
Materials				
Air Liquide SA	196	29,772	32,420	
Croda International PLC	465	33,142	38,780	
Symrise AG	321	31,458	37,025	
Toray Industries Inc.	1,900	23,389	19,721	
Voestalpine AG	397	26,559	24,054	
		144,320	**152,000**	**3.28**
Industrials				
ANA Holdings Inc.	600	27,488	28,994	
Atlas Copco AB, A Shares	626	34,700	24,006	
Daikin Industries Ltd.	200	25,002	31,519	
East Japan Railway Co.	400	47,200	50,425	
Experian PLC	1,459	41,688	47,497	
Glory Ltd.	1,000	44,441	36,816	
Legrand SA	216	19,412	20,867	
RELX NV	1,384	36,165	38,824	
RELX PLC	1,642	43,242	46,269	
Schneider Electric SE	587	63,473	64,388	
Singapore Technologies Engineering Ltd.	9,900	32,104	31,423	
Yamato Holdings Co., Ltd.	500	13,820	19,382	
		428,735	**440,410**	**9.50**
Consumer Discretionary				
ABC-Mart Inc.	1,400	107,834	100,756	
Bridgestone Corp.	400	20,963	20,583	
LVMH Moet Hennessy Louis Vuitton SA	142	56,922	62,199	
Paddy Power Betfair PLC	313	44,914	45,118	
Rinnai Corp.	200	22,833	23,206	
Toyota Motor Corp.	1,000	80,439	85,151	
		333,905	**337,013**	**7.27**
Consumer Staples				
British American Tobacco PLC	303	20,182	20,154	
Diageo PLC	520	23,104	24,582	
Heineken Holding NV	184	21,897	23,201	
Japan Tobacco Inc.	3,700	140,546	135,998	
Kao Corp.	500	37,387	50,176	
Lawson Inc.	400	39,515	32,873	
L'Oreal SA	60	17,207	19,490	
Marine Harvest ASA	3,194	75,585	83,614	
Nestle SA	1,338	134,767	136,310	
Pernod Ricard SA	112	20,803	24,065	
Reckitt Benckiser Group PLC	1,011	114,385	109,545	
Seven & I Holdings Co., Ltd.	500	27,519	28,686	
Tesco PLC	19,888	77,571	88,664	
Toyo Suisan Kaisha Ltd.	500	24,485	23,425	
Wesfarmers Ltd.	855	35,903	41,017	
		810,856	**841,800**	**18.15**
Health Care				
Astellas Pharma Inc.	2,000	40,934	40,117	
Bayer AG	465	69,074	67,381	
Cochlear Ltd.	319	53,720	62,061	
Kyowa Hakko Kirin Co., Ltd.	1,000	25,958	26,519	
Novartis AG	1,386	141,004	138,225	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility International Equity Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Roche Holding AG	475	144,125	138,785	
Shionogi & Co., Ltd.	300	19,318	20,276	
Takeda Pharmaceutical Co., Ltd.	400	24,570	22,222	
Terumo Corp.	1,600	95,272	120,660	
		613,975	**636,246**	**13.72**
Financials				
AIA Group Ltd.	3,600	35,749	41,408	
Beazley PLC	2,370	20,272	24,120	
BNP Paribas SA	212	20,412	17,319	
DBS Group Holdings Ltd.	3,200	71,113	82,151	
Hannover Rueck SE	128	20,710	20,996	
Hiscox Ltd.	1,477	37,175	39,118	
Insurance Australia Group Ltd.	5,608	37,863	46,493	
Jyske Bank A/S	1,309	90,293	94,440	
KBC Group NV	179	17,868	18,177	
National Australia Bank Ltd.	913	26,761	24,322	
Swiss Re AG	360	43,798	40,872	
Sydbank A/S	1,097	53,457	49,613	
Tokio Marine Holdings Inc.	300	17,254	18,502	
Westpac Banking Corp.	2,458	73,429	69,997	
Zurich Insurance Group AG	205	78,179	79,872	
		644,333	**667,400**	**14.39**
Real Estate				
CK Asset Holdings Ltd.	2,000	21,764	20,892	
Grand City Properties SA	3,154	92,043	107,731	
LEG Immobilien AG	180	23,564	25,732	
Shaftesbury PLC	5,290	91,916	85,946	
Unibail-Rodamco SE & WFD Unibail-Rodamco NV	55	16,502	15,927	
Unibail-Rodamco-Westfield	163	51,574	47,202	
Vicinity Centres	21,294	56,794	53,602	
		354,157	**357,032**	**7.70**
Information Technology				
Amadeus IT Holding SA	957	80,461	99,358	
Kyocera Corp.	400	27,330	29,676	
Nomura Research Institute Ltd.	300	12,981	19,132	
VTech Holdings Ltd.	1,600	27,223	24,292	
		147,995	**172,458**	**3.72**
Telecommunication Services				
HKT Trust & HKT Ltd.	13,000	21,793	21,841	
KDDI Corp.	2,600	89,998	93,590	
Vodafone Group PLC	28,620	108,882	91,367	
		220,673	**206,798**	**4.46**
Utilities				
APA Group	7,617	62,879	72,920	
CLP Holdings Ltd.	8,500	112,089	120,429	
Enel SpA	11,764	82,636	85,948	
SSE PLC	2,193	51,311	51,607	
Tokyo Gas Co., Ltd.	1,700	54,707	59,366	
		363,622	**390,270**	**8.41**
Total Equities		**4,322,012**	**4,476,254**	**96.52**
Transaction Costs		**(6,357)**		
Total Investments		**4,315,655**	**4,476,254**	**96.52**
Other Assets less Liabilities			**161,383**	**3.48**
Total Net Assets			**4,637,637**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Low Volatility International Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund had no significant investments in debt instruments and/or derivatives and, therefore, did not have significant exposure to credit risk. Credit risk from other financial instruments is minimal.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility International Equity Fund (continued)

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
Japanese Yen	1,144,037	24.67	721,121	24.27
Euro	1,010,945	21.80	549,447	18.49
British Pound	813,271	17.54	478,794	16.11
Swiss Franc	590,913	12.74	370,504	12.47
Australian Dollar	443,217	9.56	220,969	7.44
Hong Kong Dollar	228,861	4.93	134,441	4.52
Danish Krone	152,045	3.28	173,238	5.83
Singapore Dollar	113,897	2.46	63,216	2.13
Norwegian Krone	83,614	1.80	63,334	2.13
Swedish Krona	24,006	0.52	30,282	1.02
United States Dollar	604	0.01	13,444	0.45
New Zealand Dollar	-	-	59,627	2.01
Total	**4,605,410**	**99.31**	**2,878,417**	**96.87**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $230,271 ($143,921 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $223,813 ($140,152 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Energy	5.9	2.5
Materials	3.3	3.5
Industrials	9.5	9.3
Consumer Discretionary	7.3	11.4
Consumer Staples	18.1	18.1
Health Care	13.7	14.2
Financials	14.4	16.3
Real Estate	7.7	3.7
Information Technology	3.7	3.2
Telecommunication Services	4.5	5.1
Utilities	8.4	7.0
Other Assets less Liabilities	3.5	5.7
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	4,476,254	-	-	4,476,254

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	2,803,039	-	-	2,803,039

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Low Volatility International Equity Fund (continued)

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $6,083 ($51,209 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $256 ($35,092 for the period ended December 31, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $1,317,614 ($1,317,614 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F	1,300	11,785
Series F5	680	10,623
Series F8	689	10,623
Series T5	895	11,468
Series T8	938	11,477

	December 31, 2017	
	Units	Market Value ($)
Series F	1,299	11,239
Series F5	-	-
Series F8	-	-
Series T5	872	11,001
Series T8	901	11,009

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	February 05, 2016	February 10, 2016
Series T5 Units	February 05, 2016	February 10, 2016
Series T8 Units	February 05, 2016	February 10, 2016
Series F Units	February 05, 2016	February 10, 2016
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	February 05, 2016	February 10, 2016
Series O Units	February 05, 2016	February 10, 2016

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Monthly Income Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**22,463,590**	22,206,970
Short-term investments	**-**	550,000
Cash	**347,600**	137,194
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**6,392**	10,279
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**90,437**	92,766
Dividends receivable	**49,570**	42,196
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**13,533**	7,183
	22,971,122	23,046,588
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**305,356**	35,535
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**3,262**	1,031
Redemptions payable	**5,429**	342
Distributions payable	**614**	-
Due to investment dealers	**-**	1,130
Management fees payable	**16,284**	4,577
Total liabilities (excluding net assets attributable to holders of redeemable units)	**330,945**	42,615
Net Assets Attributable to Holders of Redeemable Units	**22,640,177**	23,003,973
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**12,737,159**	13,253,172
Series T5	**328,438**	339,174
Series F	**516,323**	523,996
Series F5	**10,361**	-
Series I	**7,215,242**	6,705,950
Series O	**1,832,654**	2,181,681
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**10.79**	11.09
Series T5	**14.45**	15.00
Series F	**11.24**	11.51
Series F5	**15.22**	-
Series I	**12.12**	12.35
Series O	**10.20**	10.42

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**218,807**	218,891
Interest income for distribution purposes	**190,308**	175,530
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**122,897**	399,828
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(224,740)**	(121,496)
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(101,891)**	(598,684)
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(273,709)**	447,323
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**(68,328)**	521,392
Net gain (loss) on foreign exchange	**6,798**	(8,182)
Other income	**-**	-
Total income (loss)	**(61,530)**	513,210
Expenses (note 6)		
Management fees	**91,323**	96,538
Administration fees	**18,352**	19,607
Independent review committee fees	**145**	152
Withholding tax	**10,709**	9,530
Transaction costs (note 3)	**1,342**	2,530
Total operating expenses	**121,871**	128,357
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(183,401)**	384,853
Finance Cost		
Interest expense	**(2)**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**(183,403)**	384,853
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(150,914)**	203,746
Series T5	**(4,494)**	7,474
Series F	**(5,464)**	12,653
Series F5	**361**	-
Series I	**(7,680)**	117,522
Series O	**(15,212)**	43,458
Weighted Average Number of Units Outstanding		
Series A	**1,172,189**	1,167,555
Series T5	**22,886**	26,373
Series F	**47,754**	55,496
Series F5	**673**	-
Series I	**569,045**	424,718
Series O	**185,114**	189,843

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Monthly Income Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(0.13)**	0.17
Series T5	**(0.20)**	0.28
Series F	**(0.11)**	0.23
Series F5	**0.54**	-
Series I	**(0.01)**	0.28
Series O	**(0.08)**	0.23

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series F		Series F5	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 13,253,172	13,100,103	339,174	440,359	523,996	660,182	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (150,914)	203,746	(4,494)	7,474	(5,464)	12,653	361	-
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 1,715,748	1,609,366	32,817	12,447	80,899	8,582	10,000	-
Redemption of redeemable units	$ (2,080,105)	(1,873,255)	(33,082)	(110,094)	(83,083)	(137,958)	-	-
Reinvestment of distributions to holders of redeemable units	$ 211,255	209,260	2,642	5,279	8,749	10,007	211	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ (153,102)	(54,629)	2,377	(92,368)	6,565	(119,369)	10,211	-
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (211,997)	(211,075)	(8,619)	(9,897)	(8,774)	(10,007)	(211)	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (211,997)	(211,075)	(8,619)	(9,897)	(8,774)	(10,007)	(211)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (516,013)	(61,958)	(10,736)	(94,791)	(7,673)	(116,723)	10,361	-
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 12,737,159**	**13,038,145**	**328,438**	**345,568**	**516,323**	**543,459**	**10,361**	**-**
Redeemable Unit Transactions								
Balance - beginning of period	1,194,849	1,168,310	22,611	28,554	45,533	57,106	-	-
Units issued	159,671	142,709	2,240	805	7,128	741	667	-
Units issued on reinvestment of distributions	19,678	18,616	183	343	784	862	14	-
Units redeemed	(193,481)	(166,108)	(2,309)	(7,074)	(7,489)	(11,818)	-	-
Balance - end of period	**1,180,717**	**1,163,527**	**22,725**	**22,628**	**45,956**	**46,891**	**681**	**-**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Monthly Income Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 6,705,950	4,355,960	2,181,681	1,837,720	**23,003,973**	**20,394,324**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (7,680)	117,522	(15,212)	43,458	**(183,403)**	**384,853**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 823,094	1,517,305	79,644	395,973	2,742,202	3,543,673
Redemption of redeemable units	$ (306,122)	(76,078)	(410,068)	(208,880)	(2,912,460)	(2,406,265)
Reinvestment of distributions to holders of redeemable units	$ 103,088	78,404	29,695	31,159	355,640	334,109
Capitalized distributions	$ -	-	-	-	-	-
	$ 620,060	1,519,631	(300,729)	218,252	**185,382**	**1,471,517**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (103,088)	(78,404)	(33,086)	(34,552)	(365,775)	(343,935)
Return of capital	$ -	-	-	-	-	-
	$ (103,088)	(78,404)	(33,086)	(34,552)	**(365,775)**	**(343,935)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 509,292	1,558,749	(349,027)	227,158	**(363,796)**	**1,512,435**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 7,215,242**	**5,914,709**	**1,832,654**	**2,064,878**	**22,640,177**	**21,906,759**
Redeemable Unit Transactions						
Balance - beginning of period	543,204	355,517	209,390	176,562	**2,015,587**	**1,786,049**
Units issued	68,851	122,856	7,879	37,693	246,436	304,804
Units issued on reinvestment of distributions	8,581	6,346	2,933	2,976	32,173	29,143
Units redeemed	(25,381)	(6,125)	(40,457)	(19,866)	(269,117)	(210,991)
Balance - end of period	**595,255**	**478,594**	**179,745**	**197,365**	**2,025,079**	**1,909,005**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(183,403)**	384,853
Adjustments for:		
Gain on short-term investments	**(890)**	(5)
Net realized (gain) loss on sale of investments	**(122,897)**	(399,828)
Change in unrealized (appreciation) depreciation in value of investments	**101,891**	598,684
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**273,709**	(447,323)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(3,104,405)**	(5,808,468)
Proceeds from sale of investments	**2,866,318**	4,326,031
Purchases of short-term investments	**(6,499,540)**	(400,000)
Proceeds from sale of short-term investments	**7,050,430**	400,005
Change in dividends and interest receivable	**(5,045)**	(601)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**11,707**	80
Change in other payables and accrued expenses	**3,573**	2,777

	2018 ($)	2017 ($)
Net Cash Provided by (Used in) Operating Activities	**391,448**	(1,343,795)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(9,521)**	(9,826)
Proceeds from redeemable units issued	**2,735,852**	3,493,042
Redemption of redeemable units	**(2,907,373)**	(2,401,483)
Net Cash Provided by (Used in) Financing Activities	**(181,042)**	1,081,733
Net increase (decrease) in cash	**210,406**	(262,062)
Cash (bank indebtedness) at beginning of period	**137,194**	842,407
Cash (bank indebtedness) at end of period	**347,600**	580,345
Dividends received, net of withholding taxes	**200,724**	210,164
Interest received, net of withholding taxes	**192,637**	174,126
Interest paid	**(2)**	-

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Monthly Income Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS						
Federal Bonds						
Canadian Government Bond	2.750%	01-Dec-2048	100,000	106,400	112,095	
United States Treasury Note	1.625%	30-Nov-2020	430,000	546,172	553,035	
United States Treasury Note	1.625%	31-Aug-2022	305,000	386,912	384,292	
United States Treasury Note	2.000%	15-Feb-2025	775,000	1,016,916	969,769	
United States Treasury Note	2.375%	15-May-2027	630,000	791,746	798,202	
United States Treasury Note	5.000%	15-May-2037	255,000	472,286	438,087	
United States Treasury Note	3.000%	15-May-2042	240,000	333,034	317,723	
United States Treasury Note	2.500%	15-Feb-2045	350,000	431,831	419,895	
				4,085,297	**3,993,098**	**17.63**
Provincial Bonds						
Province of Ontario	4.700%	02-Jun-2037	320,000	400,723	398,350	
				400,723	**398,350**	**1.76**
Corporate Bonds						
Advance Auto Parts Inc.	4.500%	15-Jan-2022	10,000	10,194	13,487	
American International Group Inc.	4.125%	15-Feb-2024	175,000	232,041	231,551	
Anheuser-Busch InBev Finance Inc.	3.650%	01-Feb-2026	95,000	127,434	122,456	
Apple Inc.	3.850%	04-May-2043	150,000	147,468	188,844	
AT&T Inc.	4.500%	15-May-2035	195,000	242,960	237,941	
Bank of America Corp.	3.950%	21-Apr-2025	165,000	217,450	212,751	
Becton Dickinson and Co.	3.734%	15-Dec-2024	47,000	63,903	60,443	
Berkshire Hathaway Inc.	3.400%	31-Jan-2022	220,000	265,474	293,618	
Boeing Capital Corp.	2.900%	15-Aug-2018	100,000	106,667	131,573	
BP Capital Markets PLC	4.742%	11-Mar-2021	120,000	139,946	164,378	
Bruce Power LP	3.969%	23-Jun-2026	85,000	89,675	87,846	
Capital One Financial Corp.	3.200%	05-Feb-2025	100,000	125,565	123,672	
Caterpillar Financial Services Corp.	7.150%	15-Feb-2019	40,000	53,397	54,085	
Coca-Cola Co.	3.150%	01-Nov-2020	100,000	109,149	132,409	
Colgate-Palmolive Co.	2.100%	01-May-2023	200,000	234,533	251,501	
CU Inc.	3.805%	10-Sep-2042	85,000	90,313	88,662	
Dominion Resources Inc.	3.625%	01-Dec-2024	100,000	128,256	129,177	
Fidelity National Information Services Inc.	5.000%	15-Oct-2025	28,000	37,933	38,784	
Forest Laboratories LLC	4.875%	15-Feb-2021	47,000	55,861	63,673	
Gilead Sciences Inc.	4.800%	01-Apr-2044	150,000	169,704	206,115	
Goldman Sachs Group Inc.	3.625%	22-Jan-2023	150,000	149,211	196,223	
Home Depot Inc.	4.875%	15-Feb-2044	55,000	88,371	79,485	
IGM Financial Inc.	4.560%	25-Jan-2047	40,000	40,000	42,944	
Intercontinental Exchange Inc.	3.750%	01-Dec-2025	135,000	180,934	177,313	
JPMorgan Chase & Co.	5.500%	28-Jul-2021	100,000	98,785	139,296	
JPMorgan Chase & Co.	3.200%	25-Jan-2023	150,000	146,409	193,908	
Kraft Heinz Foods Co.	5.375%	10-Feb-2020	26,000	31,015	35,384	
Life Technologies Corp.	5.000%	15-Jan-2021	200,000	236,893	272,123	
Medtronic Inc.	3.500%	15-Mar-2025	150,000	207,659	195,421	
Medtronic Inc.	4.625%	15-Mar-2045	50,000	68,569	69,885	
Morgan Stanley	3.875%	29-Apr-2024	100,000	109,433	131,879	
Pembina Pipeline Corp.	4.810%	25-Mar-2044	190,000	196,074	196,295	
Rogers Communications Inc.	3.625%	15-Dec-2025	175,000	219,207	225,462	
Sabine Pass Liquefaction LLC	4.200%	15-Mar-2028	58,000	76,744	74,008	
Sealed Air Corp.	5.125%	01-Dec-2024	60,000	86,121	79,913	
SunTrust Bank/Atlanta GA	3.300%	15-May-2026	250,000	326,422	310,989	
Sydney Airport Finance Co., Pty Ltd.	3.375%	30-Apr-2025	125,000	150,562	157,526	
The Kroger Co.	3.400%	15-Apr-2022	200,000	218,498	261,507	
Total Capital Canada Ltd.	2.750%	15-Jul-2023	65,000	64,010	82,812	
Total Capital International SA	2.875%	17-Feb-2022	100,000	100,023	130,371	
Toyota Motor Credit Corp.	3.300%	12-Jan-2022	100,000	104,234	131,973	
TransCanada Pipelines Ltd.	4.875%	15-May-2048	150,000	196,253	200,020	
UnitedHealth Group Inc.	3.350%	15-Jul-2022	145,000	192,882	191,117	
Videotron Ltd.	5.625%	15-Jun-2025	85,000	88,188	89,341	
Walgreens Boots Alliance Inc.	3.800%	18-Nov-2024	150,000	193,113	194,779	
WM Wrigley Jr Co.	3.375%	21-Oct-2020	150,000	162,189	197,922	
				6,379,722	**6,890,862**	**30.44**
Total Bonds				**10,865,742**	**11,282,310**	**49.83**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Monthly Income Fund (continued)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Canadian Natural Resources Ltd.	5,374	199,658	254,996	
Crescent Point Energy Corp.	6,421	133,997	62,027	
Enbridge Inc.	11,489	557,880	539,982	
ENI SpA	5,368	107,197	131,135	
Pembina Pipeline Corp.	1,339	52,114	60,965	
Suncor Energy Inc.	10,430	395,360	558,005	
TORC Oil & Gas Ltd.	10,833	87,689	79,514	
TransCanada Corporation	5,203	274,055	295,947	
		1,807,950	**1,982,571**	**8.76**
Materials				
Agnico Eagle Mines Ltd.	2,819	147,514	169,901	
Barrick Gold Corp.	4,628	114,993	79,926	
Franco-Nevada Corp.	1,400	110,510	134,330	
Goldcorp Inc.	9,248	187,871	166,926	
Nutrien Ltd.	5,153	289,550	368,543	
Stella-Jones Inc.	2,459	108,214	117,762	
Western Forest Products Inc.	45,305	113,236	121,417	
		1,071,888	**1,158,805**	**5.12**
Industrials				
Canadian Pacific Railway Ltd.	2,080	409,570	501,113	
Kansas City Southern	1,887	250,530	263,018	
SNC-Lavalin Group Inc.	1,964	111,803	114,030	
Stantec Inc.	3,025	104,251	102,275	
Transcontinental Inc., Class A	5,196	109,292	158,634	
WestJet Airlines Ltd.	3,659	75,954	66,338	
		1,061,400	**1,205,408**	**5.32**
Consumer Discretionary				
Gildan Activewear Inc.	4,099	160,530	151,786	
Greggs PLC	11,076	201,309	191,493	
Magna International Inc.	2,889	122,716	220,893	
		484,555	**564,172**	**2.49**
Consumer Staples				
Alimentation Couche-Tard Inc., Class B	2,193	134,943	125,242	
Archer-Daniels-Midland Co.	1,949	109,337	117,499	
AVI Ltd.	9,034	83,762	93,813	
		328,042	**336,554**	**1.49**
Financials				
Brookfield Asset Management Inc., Class A	3,763	178,151	200,681	
Fairfax Financial Holdings Ltd.	323	218,823	237,941	
Insurance Australia Group Ltd.	17,831	102,379	147,826	
Intesa Sanpaolo SpA	39,665	161,462	151,475	
Intesa Sanpaolo SpA, Rights	39,941	-	-	
Manulife Financial Corp.	6,837	160,580	161,490	
National Bank of Canada	4,869	227,480	307,331	
Power Financial Corp.	6,360	200,008	195,570	
Royal Bank of Canada	6,854	505,100	678,477	
Starwood Property Trust Inc.	8,018	225,664	228,980	
The Bank of Nova Scotia	3,977	258,310	296,048	
The Toronto-Dominion Bank	10,949	587,476	833,109	
Thomson Reuters Corporation	6,034	355,205	320,104	
Zurich Insurance Group AG	569	181,228	221,693	
		3,361,866	**3,980,725**	**17.58**
Real Estate				
Atrium European Real Estate Ltd.	9,176	43,485	54,681	
Choice Properties Real Estate Investment Trust	2,383	25,667	28,858	
Medical Properties Trust Inc.	16,232	280,433	299,786	
STORE Capital Corp.	6,734	216,418	242,715	
		566,003	**626,040**	**2.77**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Monthly Income Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Information Technology				
Open Text Corp.	3,673	164,530	169,950	
Nomura Research Institute Ltd.	1,400	68,439	89,284	
		232,969	**259,234**	**1.15**
Telecommunication Services				
BCE Inc.	2,664	157,925	141,831	
Rogers Communications Inc., Class B	1,636	105,807	102,152	
TELUS Corp.	5,996	247,615	280,013	
		511,347	**523,996**	**2.31**
Utilities				
Canadian Utilities Ltd., Class A	3,909	146,059	129,779	
Emera Inc.	2,203	104,981	94,288	
Engie SA	7,613	175,978	153,372	
Superior Plus Corp.	13,087	147,432	166,336	
		574,450	**543,775**	**2.40**
Total Equities		**10,000,470**	**11,181,280**	**49.39**
Transaction Costs		**(5,907)**		
Total Investments		**20,860,305**	**22,463,590**	**99.22**
Currency Forward Contracts [1]			**(298,964)**	**(1.32)**
Other Assets less Liabilities			**475,551**	**2.10**
Total Net Assets			**22,640,177**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
JP Morgan	A-2	27-Jul-2018	CAD	443,564	USD	(334,118)	4,254
JP Morgan	A-2	27-Jul-2018	CAD	198,418	USD	(149,281)	2,138
							6,392
Merrill Lynch	NR	27-Jul-2018	CAD	9,855,303	USD	(7,728,134)	(305,356)
							(305,356)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Monthly Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Monthly Income Fund (continued)

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	As a % of Net Assets	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	17.64	13.76
AA/Aa	4.44	6.67
A/A	11.16	13.35
BBB/Bbb	15.88	13.27
BB/Bb	0.75	0.75
Not Rated	-	0.04
Total	**49.87**	**47.84**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates. However, the Fund also holds foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies and reduce the current risk exposure to the Fund.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	1,222,033	5.40	1,267,199	5.51
Euro	338,249	1.49	441,631	1.92
Swiss Franc	225,924	1.00	232,027	1.01
British Pound	191,493	0.85	278,401	1.21
Australian Dollar	147,826	0.65	134,119	0.58
South African Rand	93,813	0.41	107,150	0.47
Japanese Yen	89,284	0.39	218,296	0.95
Danish Krone	961	-	942	-
Total	**2,309,583**	**10.19**	**2,679,765**	**11.65**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $115,479 ($133,988 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	185,659	3,606,216	7,490,435	11,282,310
December 31, 2017	802,489	2,961,098	7,230,692	10,994,279

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $1,150,694 ($1,059,790 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $559,064 ($588,135 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Monthly Income Fund (continued)

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments	-	2.4
Bonds		
Federal Bonds	17.6	13.7
Provincial Bonds	1.8	1.8
Corporate Bonds	30.4	29.9
Equities		
Energy	8.8	8.9
Materials	5.1	4.5
Industrials	5.3	5.9
Consumer Discretionary	2.5	1.7
Consumer Staples	1.5	2.3
Financials	17.6	19.5
Real Estate	2.8	1.8
Information Technology	1.1	1.0
Telecommunication Services	2.3	2.5
Utilities	2.4	2.6
Health Care	-	0.4
Derivative Assets (Liabilities)	(1.3)	(0.1)
Other Assets less Liabilities	2.1	1.2
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	11,027,908	153,372	-	11,181,280
Bonds	-	11,282,310	-	11,282,310
Currency Forward Contracts	-	6,392	-	6,392
Financial Liabilities				
Currency Forward Contracts	-	305,356	-	305,356

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Short-Term Investments	-	550,000	-	550,000
Equities	11,589,131	173,560	-	11,762,691
Bonds	-	10,444,279	-	10,444,279
Currency Forward Contracts	-	10,279	-	10,279
Financial Liabilities				
Currency Forward Contracts	-	35,535	-	35,535

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Bonds have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS Monthly Income Fund (continued)

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $1,342 ($2,530 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $204 ($3,222 for the period ended December 31, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $nil ($323,680 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	681	10,361

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at June 30, 2018 and December 31, 2017, SLA held the following position in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series I	199,046	2,412,694

	December 31, 2017	
	Units	Market Value ($)
Series I	196,090	2,420,765

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	6,392	-	-	6,392
Total	**6,392**	**-**	**-**	**6,392**
Derivative liabilities - Forward Contracts	(305,356)	-	-	(305,356)
Total	**(305,356)**	**-**	**-**	**(305,356)**
December 31, 2017				
Derivative assets - Forward Contracts	10,279	-	-	10,279
Total	**10,279**	**-**	**-**	**10,279**
Derivative liabilities - Forward Contracts	(35,535)	-	-	(35,535)
Total	**(35,535)**	**-**	**-**	**(35,535)**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	August 24, 2011	August 31, 2011
Series T5 Units	August 24, 2011	August 31, 2011
Series F Units	August 24, 2011	August 31, 2011
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	August 24, 2011	August 31, 2011
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Equity Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**530,432,449**	552,014,328
Short-term investments	**3,808,673**	4,381,525
Cash	**1,081,960**	1,195,710
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**541,080**	244,821
Accrued interest	**35,698**	140
Dividends receivable	**533,104**	570,132
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**123,051**	705,574
	536,556,015	559,112,230
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**26,777**	8,044
Redemptions payable	**747,363**	848,138
Distributions payable	**-**	-
Due to investment dealers	**-**	-
Management fees payable	**77,176**	20,737
Total liabilities (excluding net assets attributable to holders of redeemable units)	**851,316**	876,919
Net Assets Attributable to Holders of Redeemable Units	**535,704,699**	558,235,311
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**12,903,098**	11,529,200
Series D	**34,438,086**	35,021,988
Series F	**13,923,941**	11,753,272
Series I	**462,862,700**	489,974,293
Series O	**11,576,874**	9,956,558
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**77.00**	73.15
Series D	**81.53**	77.21
Series F	**81.33**	76.84
Series I	**83.27**	78.25
Series O	**16.85**	15.84

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**4,223,619**	4,708,435
Interest income for distribution purposes	**79,405**	179,341
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**45,360,618**	58,498,250
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(14,469,312)**	(15,248,448)
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**35,194,330**	48,137,578
Net gain (loss) on foreign exchange	**(139,742)**	17,244
Other income	**-**	-
Total income (loss)	**35,054,588**	48,154,822
Expenses (note 6)		
Management fees	**424,613**	417,877
Administration fees	**148,634**	156,757
Independent review committee fees	**668**	619
Withholding tax	**562,523**	605,700
Transaction costs (note 3)	**35,545**	65,395
Total operating expenses	**1,171,983**	1,246,348
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**33,882,605**	46,908,474
Finance Cost		
Interest expense	**(1)**	(3)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**33,882,604**	46,908,471
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**626,701**	735,017
Series D	**1,932,896**	2,648,002
Series F	**706,623**	826,432
Series I	**29,983,334**	42,014,530
Series O	**633,050**	684,490
Weighted Average Number of Units Outstanding		
Series A	**164,521**	155,118
Series D	**441,198**	488,176
Series F	**159,349**	153,105
Series I	**5,654,578**	6,901,012
Series O	**633,829**	577,268

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Equity Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**3.81**	4.74
Series D	**4.38**	5.42
Series F	**4.43**	5.40
Series I	**5.30**	6.09
Series O	**1.00**	1.19

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series D		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 11,529,200	9,644,502	35,021,988	34,200,613	11,753,272	10,404,386
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 626,701	735,017	1,932,896	2,648,002	706,623	826,432
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 2,689,696	2,303,827	965,506	332,679	1,876,465	706,582
Redemption of redeemable units	$ (1,942,392)	(1,523,138)	(3,482,305)	(1,808,440)	(411,896)	(546,296)
Reinvestment of distributions to holders of redeemable units	$ 779	693	80	67	5,915	5,787
Capitalized distributions	$ -	-	-	-	-	-
	$ 748,083	781,382	(2,516,719)	(1,475,694)	1,470,484	166,073
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (886)	(681)	(79)	(52)	(6,438)	(6,443)
Return of capital	$ -	-	-	-	-	-
	$ (886)	(681)	(79)	(52)	(6,438)	(6,443)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 1,373,898	1,515,718	(583,902)	1,172,256	2,170,669	986,062
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 12,903,098**	**11,160,220**	**34,438,086**	**35,372,869**	**13,923,941**	**11,390,448**
Redeemable Unit Transactions						
Balance - beginning of period	157,602	147,865	453,579	500,601	152,959	153,172
Units issued	35,841	33,024	12,108	4,455	23,305	9,785
Units issued on reinvestment of distributions	10	10	1	1	75	80
Units redeemed	(25,875)	(21,668)	(43,294)	(25,027)	(5,141)	(7,776)
Balance - end of period	**167,578**	**159,231**	**422,394**	**480,030**	**171,198**	**155,261**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 489,974,293	546,057,548	9,956,558	8,089,460	**558,235,311**	**608,396,509**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 29,983,334	42,014,530	633,050	684,490	**33,882,604**	**46,908,471**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 24,630,879	25,759,373	1,512,560	339,225	31,675,106	29,441,686
Redemption of redeemable units	$ (81,725,806)	(145,417,637)	(525,294)	(186,592)	(88,087,693)	(149,482,103)
Reinvestment of distributions to holders of redeemable units	$ -	-	-	-	6,774	6,547
Capitalized distributions	$ -	-	-	-	-	-
	$ (57,094,927)	(119,658,264)	987,266	152,633	**(56,405,813)**	**(120,033,870)**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ -	-	-	-	(7,403)	(7,176)
Return of capital	$ -	-	-	-	-	-
	$ -	-	-	-	**(7,403)**	**(7,176)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (27,111,593)	(77,643,734)	1,620,316	837,123	**(22,530,612)**	**(73,132,575)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 462,862,700**	**468,413,814**	**11,576,874**	**8,926,583**	**535,704,699**	**535,263,934**
Redeemable Unit Transactions						
Balance - beginning of period	6,261,911	7,902,849	628,420	577,980	**7,654,471**	**9,282,467**
Units issued	302,864	345,689	90,960	22,086	465,078	415,039
Units issued on reinvestment of distributions	-	-	-	-	86	91
Units redeemed	(1,006,461)	(2,012,510)	(32,326)	(12,761)	(1,113,097)	(2,079,742)
Balance - end of period	**5,558,314**	**6,236,028**	**687,054**	**587,305**	**7,006,538**	**7,617,855**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**33,882,604**	46,908,471
Adjustments for:		
Gain on short-term investments	**(31,593)**	(4,839)
Net realized (gain) loss on sale of investments	**(45,360,618)**	(58,498,250)
Change in unrealized (appreciation) depreciation in value of investments	**14,469,312**	15,248,448
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in fair value of option contracts	-	-
Change in fair value of credit default swaps	-	-
Change in margin	-	-
Purchases of investments	**(56,745,386)**	(69,023,965)
Proceeds from sale of investments	**108,656,994**	177,197,667
Purchases of short-term investments	**(46,737,700)**	(21,366,704)
Proceeds from sale of short-term investments	**47,571,918**	21,232,789
Change in dividends and interest receivable	**1,470**	93,967
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**56,439**	9,781
Change in other payables and accrued expenses	**54,278**	66,597
Net Cash Provided by (Used in) Operating Activities	**55,817,718**	111,863,962
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(629)**	(629)
Proceeds from redeemable units issued	**32,257,629**	30,166,076
Redemption of redeemable units	**(88,188,468)**	(147,000,466)
Net Cash Provided by (Used in) Financing Activities	**(55,931,468)**	(116,835,019)
Net increase (decrease) in cash	**(113,750)**	(4,971,057)
Cash (bank indebtedness) at beginning of period	**1,195,710**	10,735,417
Cash (bank indebtedness) at end of period	**1,081,960**	5,764,360
Dividends received, net of withholding taxes	**3,698,124**	4,196,702
Interest received, net of withholding taxes	**43,847**	179,341
Interest paid	**(1)**	(3)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Equity Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Short-Term Notes						
Treasury Bills						
United States Treasury Bill	1.722%	05-Jul-2018	400,000	518,043	525,436	
United States Treasury Bill	1.803%	19-Jul-2018	500,000	664,245	656,801	
United States Treasury Bill	1.773%	02-Aug-2018	2,000,000	2,637,270	2,626,436	
Total Short-Term Notes				**3,819,558**	**3,808,673**	**0.71**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Enterprise Products Partners LP	225,975	7,667,899	8,225,110	
EOG Resources Inc.	70,933	6,867,407	11,610,357	
Schlumberger Ltd.	114,519	10,623,311	10,097,658	
		25,158,617	**29,933,125**	**5.59**
Materials				
Crown Holdings Inc.	118,537	6,971,240	6,979,369	
PPG Industries Inc.	36,534	4,925,033	4,985,098	
The Sherwin-Williams Company	14,335	3,609,566	7,685,498	
		15,505,839	**19,649,965**	**3.67**
Industrials				
AMETEK Inc.	56,473	3,876,161	5,360,552	
Canadian National Railway Co.	95,929	6,425,442	10,315,964	
Fluor Corp.	45,224	2,900,773	2,901,903	
Fortive Corp.	39,427	3,660,936	3,999,232	
Honeywell International Inc.	49,949	4,496,887	9,464,816	
United Technologies Corp.	46,013	5,670,451	7,567,752	
		27,030,650	**39,610,219**	**7.39**
Consumer Discretionary				
Aramark	75,769	3,448,735	3,697,750	
Comcast Corporation, Class A	234,909	6,526,244	10,138,601	
Dollar Tree Inc.	27,128	3,425,685	3,033,254	
LVMH Moet Hennessy Louis Vuitton SA	13,477	2,744,483	5,903,212	
Newell Rubbermaid Inc.	195,688	8,785,408	6,638,771	
NIKE Inc.	68,307	4,326,601	7,159,566	
Ross Stores Inc.	58,775	3,212,638	6,552,462	
Starbucks Corp.	106,507	7,870,310	6,844,076	
The Walt Disney Co.	24,571	1,741,586	3,387,643	
Tractor Supply Co.	63,300	4,884,102	6,369,136	
		46,965,792	**59,724,471**	**11.15**
Consumer Staples				
Colgate-Palmolive Co.	66,770	4,566,593	5,692,402	
Costco Wholesale Corp.	20,561	4,142,868	5,652,246	
Coty Inc.	163,176	4,161,108	3,026,548	
Danone SA	71,709	5,639,276	6,924,091	
Diageo PLC	99,995	3,050,259	4,727,100	
Kimberly-Clark Corp.	26,196	3,878,308	3,629,948	
Mondelez International Inc.	169,358	6,972,791	9,134,015	
Pernod Ricard SA	32,643	4,453,210	7,013,801	
The Estee Lauder Companies Inc.	17,108	1,986,484	3,211,182	
		38,850,897	**49,011,333**	**9.15**
Health Care				
Abbott Laboratories	60,935	2,941,017	4,888,747	
Biogen Inc.	16,342	5,930,922	6,239,282	
Danaher Corp.	92,784	5,439,515	12,044,100	
Eli Lilly & Co.	59,081	5,482,644	6,631,652	
Johnson & Johnson	88,807	12,096,669	14,175,008	
McKesson Corp.	28,493	6,320,123	4,999,956	
Medtronic PLC	104,200	10,355,181	11,734,494	
Stryker Corp.	12,409	1,263,885	2,756,359	
Thermo Fisher Scientific Inc.	44,341	5,192,848	12,082,077	
Zoetis Inc.	39,881	2,675,423	4,469,169	
		57,698,227	**80,020,844**	**14.94**
Financials				
ACE Ltd.	33,483	3,320,172	5,594,594	
Bank of America Corporation	440,069	8,576,709	16,318,791	
BlackRock Inc.	3,898	1,145,092	2,558,877	
JPMorgan Chase & Co.	141,085	8,613,105	19,338,406	
Morgan Stanley	109,452	3,885,893	6,824,552	
The Blackstone Group LP	102,846	4,056,500	4,352,218	
The Goldman Sachs Group Inc.	28,809	5,450,072	8,358,854	
The NASDAQ OMX Group Inc.	63,167	3,696,436	7,583,862	
U.S. Bancorp	87,230	5,012,985	5,739,601	
		43,756,964	**76,669,755**	**14.31**
Information Technology				
Accenture PLC	45,508	4,348,930	9,793,020	
Adobe Systems Inc.	20,698	2,399,873	6,638,226	
Alphabet Inc., Class A	11,705	8,515,968	17,386,436	
Alphabet Inc., Class C	4,602	1,101,748	6,753,777	
Amdocs Ltd.	55,049	4,622,445	4,793,072	
Analog Devices Inc.	27,041	3,159,589	3,411,961	
Apple Inc.	28,581	2,521,375	6,959,522	
Broadcom Inc.	21,509	3,981,586	6,865,225	
Cisco Systems Inc.	89,778	5,140,341	5,081,751	
Cognizant Technology Solutions Corp.	102,830	6,315,254	10,684,743	
DXC Technology Co.	66,099	5,609,502	7,008,998	
Facebook Inc.	34,791	6,764,226	8,893,169	
Fidelity National Information Services Inc.	77,530	4,925,713	10,813,609	
Hewlett Packard Enterprise Co.	247,956	3,576,607	4,765,374	
MasterCard Inc., Class A	42,102	3,364,503	10,883,827	
Microsoft Corp.	37,170	4,486,932	4,821,539	
Perspecta Inc.	33,049	861,312	893,392	
Salesforce.com Inc.	17,251	2,669,878	3,095,286	
TE Connectivity Ltd.	33,812	4,162,526	4,005,668	
Texas Instruments Inc.	62,755	5,785,859	9,101,209	
Visa Inc., Class A	92,989	5,550,704	16,201,517	
		89,864,871	**158,851,321**	**29.65**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Equity Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Real Estate				
American Tower Corp.	74,623	7,556,382	14,152,063	
		7,556,382	**14,152,063**	**2.64**
Utilities				
American Electric Power Co., Inc.	30,840	1,605,209	2,809,353	
		1,605,209	**2,809,353**	**0.53**
Total Equities		**353,993,448**	**530,432,449**	**99.02**
Transaction Costs		**(137,851)**		
Total Investments		**357,675,155**	**534,241,122**	**99.73**
Other Assets less Liabilities			**1,463,577**	**0.27**
Total Net Assets			**535,704,699**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS U.S. Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	0.71	0.78
Total	**0.71**	**0.78**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	510,125,846	95.23	527,650,554	94.52
Euro	19,980,564	3.73	24,771,198	4.44
British Pound	4,727,100	0.88	5,017,058	0.90
Total	**534,833,510**	**99.84**	**557,438,810**	**99.86**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $26,741,676 ($27,871,941 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Equity Fund (continued)

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	3,808,673	-	-	3,808,673
December 31, 2017	4,381,525	-	-	4,381,525

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $2,788 ($3,001 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in publicly traded equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $26,521,622 ($27,600,716 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	0.7	0.8
Equities		
Energy	5.6	5.1
Materials	3.7	4.1
Industrials	7.4	6.5
Consumer Discretionary	11.2	12.3
Consumer Staples	9.2	9.6
Health Care	14.9	15.2
Financials	14.3	15.6
Information Technology	29.6	27.3
Real Estate	2.6	2.6
Utilities	0.5	0.6
Other Assets less Liabilities	0.3	0.3
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	530,432,449	-	-	530,432,449
Short-Term Investments	-	3,808,673	-	3,808,673

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Equities	552,014,328	-	-	552,014,328
Short-Term Investments	-	4,381,525	-	4,381,525

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $35,545 ($65,395 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $8,294 ($63,975 for the period ended December 31, 2017).

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Equity Fund (continued)

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $nil ($11,065,476 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	March 27, 2009	March 31, 2009
Series D Units	July 15, 1988	July 15, 1988
Series F Units	February 13, 2008	February 15, 2008
Series I Units	November 21, 2008	November 30, 2008
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**1,201,950,457**	508,683,281
Short-term investments	**23,751,740**	12,788,600
Cash	**649,680**	1,312,389
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**32,161**	28,954
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**12,463**	4,515
Dividends receivable	**349,141**	247,977
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**5,764,032**	2,191,183
	1,232,509,674	525,256,899
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**75,900**	10,520
Redemptions payable	**62,885**	22,266
Distributions payable	**-**	-
Due to investment dealers	**-**	3,140,801
Management fees payable	**180,626**	33,489
Total liabilities (excluding net assets attributable to holders of redeemable units)	**319,411**	3,207,076
Net Assets Attributable to Holders of Redeemable Units	**1,232,190,263**	522,049,823
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**96,789,178**	57,494,250
Series AH	**1,318,314**	1,085,063
Series T5	**394,675**	253,653
Series T8	**766,636**	453,198
Series F	**11,694,527**	5,966,864
Series FH	**1,009,036**	37,650
Series F5	**45,622**	-
Series F8	**44,221**	-
Series I	**1,107,101,354**	446,861,334
Series IH	**201,488**	180,055
Series O	**12,811,118**	9,705,116
Series OH	**14,094**	12,640

	June 30, 2018 ($)	December 31, 2017 ($)
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**32.33**	27.75
Series AH	**23.59**	21.28
Series T5	**34.32**	30.14
Series T8	**28.10**	25.03
Series F	**35.15**	29.99
Series FH	**13.88**	12.37
Series F5	**17.21**	-
Series F8	**17.01**	-
Series I	**38.12**	32.35
Series IH	**13.89**	12.39
Series O	**19.99**	16.97
Series OH	**13.97**	12.49

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**3,399,431**	3,155,951
Interest income for distribution purposes	**131,636**	42,566
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**4,227,485**	79,214,824
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(102,496)**	14,333
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**130,341,295**	12,088,487
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**3,206**	16,422
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**138,000,557**	94,532,583
Net gain (loss) on foreign exchange	**(928,240)**	(700,305)
Other income	**-**	-
Total income (loss)	**137,072,317**	93,832,278
Expenses (note 6)		
Management fees	**828,067**	535,928
Administration fees	**326,439**	240,377
Independent review committee fees	**920**	549
Withholding tax	**442,275**	408,252
Transaction costs (note 3)	**82,918**	94,676
Total operating expenses	**1,680,619**	1,279,782
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**135,391,698**	92,552,496
Finance Cost		
Interest expense	**-**	(2)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**135,391,698**	92,552,494
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**10,931,774**	4,865,177
Series AH	**123,326**	118,199
Series T5	**49,043**	28,260
Series T8	**76,867**	32,676
Series F	**1,276,884**	619,442
Series FH	**40,377**	1,234
Series F5	**622**	-
Series F8	**2,533**	-
Series I	**121,063,189**	86,087,723
Series IH	**21,735**	2,497
Series O	**1,803,855**	795,673
Series OH	**1,493**	1,613

	2018 ($)	2017 ($)
Weighted Average Number of Units Outstanding		
Series A	**2,479,469**	1,737,129
Series AH	**54,179**	45,291
Series T5	**10,016**	8,442
Series T8	**19,145**	14,774
Series F	**267,603**	204,474
Series FH	**23,854**	1,209
Series F5	**825**	-
Series F8	**1,144**	-
Series I	**22,698,915**	21,801,230
Series IH	**14,520**	4,430
Series O	**601,105**	431,261
Series OH	**1,011**	1,000
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**4.41**	2.80
Series AH	**2.28**	2.61
Series T5	**4.90**	3.35
Series T8	**4.01**	2.21
Series F	**4.77**	3.03
Series FH	**1.69**	1.02
Series F5	**0.75**	-
Series F8	**2.21**	-
Series I	**5.33**	3.95
Series IH	**1.50**	0.56
Series O	**3.00**	1.84
Series OH	**1.48**	1.61

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series AH		Series T5		Series T8	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 57,494,250	39,172,529	1,085,063	759,449	253,653	206,476	453,198	295,058
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 10,931,774	4,865,177	123,326	118,199	49,043	28,260	76,867	32,676
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 37,554,734	10,072,918	237,618	65,078	118,006	98,560	351,427	228,709
Redemption of redeemable units	$ (9,190,615)	(6,113,317)	(127,626)	(44,865)	(22,618)	(111,977)	(103,083)	(28,568)
Reinvestment of distributions to holders of redeemable units	$ 6,285	4,443	377	391	4,451	3,270	8,004	5,570
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 28,370,404	3,964,044	110,369	20,604	99,839	(10,147)	256,348	205,711
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (7,250)	(4,192)	(444)	(382)	(7,860)	(5,546)	(19,777)	(13,874)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (7,250)	(4,192)	(444)	(382)	(7,860)	(5,546)	(19,777)	(13,874)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 39,294,928	8,825,029	233,251	138,421	141,022	12,567	313,438	224,513
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 96,789,178**	**47,997,558**	**1,318,314**	**897,870**	**394,675**	**219,043**	**766,636**	**519,571**
Redeemable Unit Transactions								
Balance - beginning of period	2,071,749	1,672,892	50,997	44,672	8,416	7,759	18,108	12,984
Units issued	1,224,169	390,596	10,352	3,506	3,655	3,550	12,725	9,126
Units issued on reinvestment of distributions	209	172	17	21	136	113	297	228
Units redeemed	(302,635)	(238,637)	(5,492)	(2,403)	(706)	(3,923)	(3,851)	(1,216)
Balance - end of period	**2,993,492**	**1,825,023**	**55,874**	**45,796**	**11,501**	**7,499**	**27,279**	**21,122**

	Series F		Series F5		Series F8		Series FH	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 5,966,864	7,160,673	-	-	-	-	37,650	9,820
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 1,276,884	619,442	622	-	2,533	-	40,377	1,234
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 6,319,012	1,465,332	45,000	-	42,000	-	949,738	19,051
Redemption of redeemable units	$ (1,868,119)	(4,407,325)	-	-	-	-	(18,726)	-
Reinvestment of distributions to holders of redeemable units	$ 913	612	334	-	340	-	30	10
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 4,451,806	(2,941,381)	45,334	-	42,340	-	931,042	19,061
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (1,027)	(669)	(334)	-	(652)	-	(33)	(12)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (1,027)	(669)	(334)	-	(652)	-	(33)	(12)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 5,727,663	(2,322,608)	45,622	-	44,221	-	971,386	20,283
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 11,694,527**	**4,838,065**	**45,622**	**-**	**44,221**	**-**	**1,009,036**	**30,103**
Redeemable Unit Transactions								
Balance - beginning of period	198,976	286,645	-	-	-	-	3,043	1,003
Units issued	190,441	53,802	2,631	-	2,578	-	70,971	1,644
Units issued on reinvestment of distributions	28	22	20	-	21	-	2	1
Units redeemed	(56,694)	(169,293)	-	-	-	-	(1,335)	-
Balance - end of period	**332,751**	**171,176**	**2,651**	**-**	**2,599**	**-**	**72,681**	**2,648**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series IH		Series O		Series OH	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 446,861,334	659,608,302	180,055	9,863	9,705,116	5,756,062	12,640	9,835
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 121,063,189	86,087,723	21,735	2,497	1,803,855	795,673	1,493	1,613
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 601,645,951	127,209,095	-	150,000	2,472,770	1,272,042	-	-
Redemption of redeemable units	$ (62,469,120)	(366,572,046)	(302)	(44)	(1,170,623)	(441,387)	(39)	(45)
Reinvestment of distributions to holders of redeemable units	$ -	916,533	-	13	-	5,689	-	9
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 539,176,831	(238,446,418)	(302)	149,969	1,302,147	836,344	(39)	(36)
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ -	(916,533)	-	(13)	-	(5,682)	-	(9)
Return of capital	$ -	-	-	-	-	-	-	-
	$ -	(916,533)	-	(13)	-	(5,682)	-	(9)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 660,240,020	(153,275,228)	21,433	152,453	3,106,002	1,626,335	1,454	1,568
Net Assets Attributable to Holders of Redeemable Units at end of period	**$1,107,101,354**	**506,333,074**	**201,488**	**162,316**	**12,811,118**	**7,382,397**	**14,094**	**11,403**
Redeemable Unit Transactions								
Balance - beginning of period	13,811,840	24,589,721	14,533	1,005	571,820	408,133	1,012	1,002
Units issued	16,942,484	4,428,832	-	13,262	131,411	81,447	-	-
Units issued on reinvestment of distributions	-	31,460	-	1	-	371	-	1
Units redeemed	(1,710,182)	(12,423,539)	(23)	(4)	(62,217)	(28,658)	(3)	(5)
Balance - end of period	**29,044,142**	**16,626,474**	**14,510**	**14,264**	**641,014**	**461,293**	**1,009**	**998**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 522,049,823**	**712,988,067**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 135,391,698**	**92,552,494**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 649,736,256	140,580,785
Redemption of redeemable units	$ (74,970,871)	(377,719,574)
Reinvestment of distributions to holders of redeemable units	$ 20,734	936,540
Capitalized distributions	$ -	-
	$ 574,786,119	**(236,202,249)**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (37,377)	(946,912)
Return of capital	$ -	-
	$ (37,377)	**(946,912)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 710,140,440**	**(144,596,667)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$1,232,190,263**	**568,391,400**
Redeemable Unit Transactions		
Balance - beginning of period	**16,750,494**	**27,025,816**
Units issued	18,591,417	4,985,765
Units issued on reinvestment of distributions	730	32,390
Units redeemed	(2,143,138)	(12,867,678)
Balance - end of period	**33,199,503**	**19,176,293**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**135,391,698**	92,552,494
Adjustments for:		
Gain on short-term investments	**(104,012)**	(43,329)
Net realized (gain) loss on sale of investments	**(4,227,485)**	(79,214,824)
Change in unrealized (appreciation) depreciation in value of investments	**(130,341,295)**	(12,088,487)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**(3,206)**	(16,422)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(653,175,327)**	(171,009,319)
Proceeds from sale of investments	**91,253,211**	390,949,042
Purchases of short-term investments	**(592,614,513)**	(1,080,577,044)
Proceeds from sale of short-term investments	**581,755,385**	1,092,604,330
Change in dividends and interest receivable	**(109,112)**	70,576
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**147,137**	19,943
Change in other payables and accrued expenses	**148,298**	92,317
Net Cash Provided by (Used in) Operating Activities	**(571,879,221)**	233,339,277
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(16,643)**	(10,372)
Proceeds from redeemable units issued	**646,163,407**	146,402,878
Redemption of redeemable units	**(74,930,252)**	(378,201,225)
Net Cash Provided by (Used in) Financing Activities	**571,216,512**	(231,808,719)
Net increase (decrease) in cash	**(662,709)**	1,530,558
Cash (bank indebtedness) at beginning of period	**1,312,389**	153,587
Cash (bank indebtedness) at end of period	**649,680**	1,684,145
Dividends received, net of withholding taxes	**2,855,992**	2,815,533
Interest received, net of withholding taxes	**123,688**	45,308
Interest paid	**-**	(2)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.213%	23-Aug-2018	6,000,000	5,986,080	5,986,080	
Canadian Treasury Bill	1.198%	20-Sep-2018	7,000,000	6,980,750	6,980,750	
Province of Manitoba	1.371%	25-Jul-2018	3,000,000	2,995,050	2,995,050	
Province of Ontario	1.390%	18-Jul-2018	2,000,000	1,995,060	1,995,060	
Province of Quebec	1.420%	17-Aug-2018	2,000,000	1,994,800	1,994,800	
				19,951,740	**19,951,740**	**1.62**
Term Deposit Receipts						
National Bank of Canada	1.200%	03-Jul-2018	3,800,000	3,800,000	3,800,000	
				3,800,000	**3,800,000**	**0.31**
Total Short-Term Notes				**23,751,740**	**23,751,740**	**1.93**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Concho Resources Inc.	21,222	3,931,376	3,862,225	
Pioneer Natural Resources Co.	31,515	7,182,590	7,845,170	
		11,113,966	**11,707,395**	**0.95**
Materials				
The Sherwin-Williams Company	33,316	14,266,826	17,861,881	
Vulcan Materials Co.	89,439	13,288,219	15,184,159	
		27,555,045	**33,046,040**	**2.68**
Industrials				
AMETEK Inc.	98,823	8,253,572	9,380,515	
Canadian Pacific Railway Ltd.	41,823	8,963,835	10,068,989	
Fortive Corp.	81,154	6,615,823	8,231,761	
Honeywell International Inc.	19,518	3,246,233	3,698,458	
Roper Industries Inc.	38,243	11,109,110	13,880,066	
TransUnion	64,937	5,838,816	6,119,556	
Union Pacific Corp.	68,916	10,271,593	12,844,013	
Verisk Analytics Inc.	111,342	13,843,637	15,765,394	
		68,142,619	**79,988,752**	**6.49**
Consumer Discretionary				
Amazon.com, Inc.	33,846	47,488,041	75,679,336	
Aramark	49,706	2,375,852	2,425,799	
Booking Holdings Inc.	6,449	14,297,972	17,196,400	
Comcast Corporation, Class A	205,425	8,941,367	8,866,080	
Dollar Tree Inc.	42,811	5,186,758	4,786,813	
Hilton Worldwide Holdings Inc.	51,019	5,284,847	5,312,634	
Lululemon Athletica Inc.	19,607	2,006,022	3,220,118	
Marriott International Inc.	63,639	8,883,316	10,598,129	
Netflix Inc.	69,977	18,731,163	36,031,435	
NIKE Inc.	150,119	11,664,592	15,734,651	
Ross Stores Inc.	78,523	7,769,476	8,754,044	
Six Flags Entertainment Corp.	51,543	4,038,227	4,749,523	
Starbucks Corp.	105,888	7,478,970	6,804,300	
		144,146,603	**200,159,262**	**16.24**
Consumer Staples				
Colgate-Palmolive Co.	79,513	7,062,366	6,778,792	
Constellation Brands Inc.	62,536	14,617,342	18,004,807	
Costco Wholesale Corp.	19,954	4,751,682	5,485,381	
Monster Beverage Corp.	49,881	3,509,339	3,759,775	
Pernod Ricard SA	13,790	2,489,916	2,962,972	
Philip Morris International Inc.	68,168	9,531,223	7,240,048	
The Estee Lauder Companies Inc.	44,941	6,619,681	8,435,453	
		48,581,549	**52,667,228**	**4.27**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Health Care				
Abbott Laboratories	115,191	7,837,217	9,241,646	
Biogen Inc.	20,387	7,638,819	7,783,640	
BioMarin Pharmaceutical Inc.	22,227	2,565,083	2,754,253	
Bristol-Myers Squibb Co.	101,459	7,745,811	7,385,874	
Danaher Corp.	162,223	17,490,751	21,057,835	
Edwards Lifesciences Corp.	48,083	7,739,451	9,207,370	
Eli Lilly & Co.	33,381	3,382,124	3,746,910	
Medtronic PLC	128,023	13,177,531	14,417,323	
Regeneron Pharmaceuticals Inc.	6,190	3,026,845	2,809,114	
Stryker Corp.	47,735	9,135,091	10,603,173	
Thermo Fisher Scientific Inc.	98,345	22,000,224	26,797,137	
Vertex Pharmaceuticals Inc.	49,419	10,222,527	11,048,741	
Zoetis Inc.	139,082	12,283,131	15,585,893	
		124,244,605	**142,438,909**	**11.56**
Financials				
Aon PLC	74,795	12,799,199	13,495,962	
IntercontinentalExchange Group Inc.	130,119	10,319,060	12,589,125	
Morgan Stanley	77,974	5,171,258	4,861,836	
MSCI Inc.	28,316	5,885,389	6,161,952	
The Blackstone Group LP	75,971	3,161,157	3,214,926	
The Charles Schwab Corporation	204,379	12,133,427	13,738,183	
Visa Inc., Class A	298,273	37,102,189	51,968,244	
		86,571,679	**106,030,228**	**8.61**
Real Estate				
American Tower Corp.	89,125	13,874,045	16,902,330	
		13,874,045	**16,902,330**	**1.37**
Information Technology				
Activision Blizzard Inc.	238,197	18,569,186	23,913,700	
Adobe Systems Inc.	155,617	31,311,068	49,909,209	
Alibaba Group Holding Ltd.	35,863	8,470,699	8,752,516	
Alphabet Inc., Class A	33,572	39,569,186	49,867,359	
Alphabet Inc., Class C	19,636	21,788,052	28,817,289	
Amphenol Corp., Class A	82,776	8,446,717	9,489,514	
Analog Devices Inc.	59,258	6,593,962	7,477,016	
Apple Inc.	74,426	13,887,156	18,122,858	
Cognizant Technology Solutions Corp.	76,201	6,706,721	7,917,807	
Costar Group Inc.	1,143	625,253	620,411	
Electronic Arts Inc.	127,771	17,293,294	23,702,008	
Facebook Inc.	226,301	41,752,614	57,846,370	
Fidelity National Information Services Inc.	90,721	10,516,426	12,653,443	
Fiserv Inc.	238,612	19,159,147	23,255,411	
FleetCor Technologies Inc.	36,569	8,539,787	10,133,202	
FLIR Systems Inc.	43,170	2,785,916	2,951,256	
Global Payments Inc.	78,492	10,354,877	11,511,540	
Intuit Inc.	72,110	13,278,306	19,379,681	
MasterCard Inc., Class A	163,019	28,353,690	42,142,191	
Microsoft Corp.	538,872	55,037,898	69,900,247	
NVIDIA Corp.	63,521	12,403,529	19,794,955	
PayPal Holdings Inc.	129,776	12,243,497	14,215,269	
PTC Inc.	24,950	2,205,034	3,078,873	
Salesforce.com Inc.	163,259	20,405,530	29,292,986	
Square Inc., Class A	15,684	1,231,397	1,271,720	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
TE Connectivity Ltd.	47,252	6,021,684	5,597,889	
Worldpay Inc.	68,747	7,093,054	7,395,593	
		424,643,680	**559,010,313**	**45.38**
Total Equities		**948,873,791**	**1,201,950,457**	**97.55**
Transaction Costs		**(111,410)**		**-**
Total Investments		**972,514,121**	**1,225,702,197**	**99.48**
Currency Forward Contracts[1]			**32,161**	**-**
Other Assets less Liabilities			**6,455,905**	**0.52**
Total Net Assets			**1,232,190,263**	**100.00**

[1] Currency Forward Contracts

COUNTERPARTY	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	1,227,568	USD	(921,096)	16,551
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	954,134	USD	(715,927)	12,865
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	190,227	USD	(142,736)	2,565
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	13,313	USD	(9,989)	180
							32,161

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS U.S. Growth Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	As a % of Net Assets	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	1.05	2.46
AA/Aa	0.88	-
Total	**1.93**	**2.46**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates. However, the Fund also holds foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies and reduce the current risk exposure to the Fund.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	June 30, 2018		December 31, 2017	
	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
United States Dollar	1,196,950,347	97.14	502,395,457	96.24
Euro	2,994,063	0.24	3,317,194	0.64
Total	**1,199,944,410**	**97.38**	**505,712,651**	**96.88**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $59,997,221 ($25,285,633 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	23,751,740	-	-	23,751,740
December 31, 2017	12,788,600	-	-	12,788,600

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $30,510 ($6,796 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $60,097,523 ($25,434,164 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	1.9	2.4
Equities		
Energy	1.0	0.6
Materials	2.7	3.4
Industrials	6.5	8.8
Consumer Discretionary	16.2	15.2
Consumer Staples	4.2	5.4
Health Care	11.6	11.0
Financials	8.6	9.0
Real Estate	1.4	2.1
Telecommunication Services	-	0.1
Information Technology	45.4	41.9
Other Assets less Liabilities	0.5	0.1
Total	**100.0**	**100.0**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Short-Term Investments	-	23,751,740	-	23,751,740
Equities	1,201,950,457	-	-	1,201,950,457
Currency Forward Contracts	-	32,161	-	32,161

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Short-Term Investments	-	12,788,600	-	12,788,600
Equities	508,683,281	-	-	508,683,281
Currency Forward Contracts	-	28,954	-	28,954

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $82,918 ($94,676 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $22,412 ($71,133 for the period ended December 31, 2017).

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series AH	15,014	354,242
Series F5	680	11,695
Series F8	687	11,696
Series FH	-	-
Series IH	1,009	14,094
Series OH	1,027	14,256

	December 31, 2017	
	Units	Market Value ($)
Series AH	14,997	319,096
Series F5	-	-
Series F8	-	-
Series FH	1,021	12,626
Series IH	1,012	12,640
Series OH	1,027	12,719

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Growth Fund (continued)

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at June 30, 2018 and December 31, 2017, SLA held the following position in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series IH	13,483	187,230

	December 31, 2017	
	Units	Market Value ($)
Series IH	13,506	167,332

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	32,161	-	-	32,161
Total	**32,161**	**-**	**-**	**32,161**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**
December 31, 2017				
Derivative assets - Forward Contracts	28,954	-	-	28,954
Total	**28,954**	**-**	**-**	**28,954**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010
Series AH Units	September 10, 2010	January 31, 2011
Series T5 Units	August 24, 2011	August 31, 2011
Series T8 Units	August 24, 2011	August 31, 2011
Series F Units	September 10, 2010	September 30, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series FH Units	July 29, 2016	August 04, 2016
Series I Units	September 10, 2010	September 30, 2010
Series IH Units	July 29, 2016	August 04, 2016
Series O Units	April 01, 2014	March 31, 2014
Series OH Units	July 29, 2016	August 04, 2016

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**436,586,261**	465,803,915
Short-term investments	**2,196,506**	6,444,830
Cash	**192,968**	236,948
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**15,768**	26,771
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**425,343**	502,367
Accrued interest	**2,459**	2,805
Dividends receivable	**660,741**	642,909
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**3,622,925**	689,955
	443,702,971	474,350,500
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**86**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**28,191**	8,773
Redemptions payable	**51,199**	581,661
Distributions payable	**697**	-
Due to investment dealers	**86,846**	228,462
Management fees payable	**69,343**	21,310
Total liabilities (excluding net assets attributable to holders of redeemable units)	**236,362**	840,206
Net Assets Attributable to Holders of Redeemable Units	**443,466,609**	473,510,294
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**33,956,913**	35,611,583
Series AH	**987,125**	1,004,348
Series T5	**128,172**	101,334
Series T8	**228,857**	480,200
Series F	**5,763,972**	4,966,611
Series FH	**89,923**	30,077
Series F5	**10,391**	-
Series F8	**181,138**	-
Series I	**393,949,125**	423,540,055
Series IH	**169,249**	175,841
Series O	**7,979,899**	7,577,444
Series OH	**21,845**	22,801

	June 30, 2018 ($)	December 31, 2017 ($)
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**24.66**	24.66
Series AH	**18.69**	19.61
Series T5	**27.66**	28.37
Series T8	**22.69**	23.63
Series F	**25.98**	25.83
Series FH	**11.42**	11.82
Series F5	**15.27**	-
Series F8	**15.08**	-
Series I	**27.61**	27.31
Series IH	**11.36**	11.79
Series O	**15.65**	15.49
Series OH	**11.43**	11.88

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**5,862,008**	1,655,423
Interest income for distribution purposes	**40,623**	3,088
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**8,165,747**	2,021,978
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(49,537)**	12,974
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(10,197,676)**	4,636,164
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(11,089)**	17,382
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**3,810,076**	8,347,009
Net gain (loss) on foreign exchange	**(349,715)**	(70,735)
Other income	**-**	-
Total income (loss)	**3,460,361**	8,276,274
Expenses (note 6)		
Management fees	**397,886**	396,223
Administration fees	**171,856**	75,882
Independent review committee fees	**474**	412
Withholding tax	**708,817**	201,281
Transaction costs (note 3)	**38,124**	8,290
Total operating expenses	**1,317,157**	682,088
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**2,143,204**	7,594,186
Finance Cost		
Interest expense	**(10)**	(4)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**2,143,194**	7,594,182
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(26,387)**	1,448,267
Series AH	**(47,980)**	62,661
Series T5	**778**	8,674
Series T8	**4,367**	13,895
Series F	**21,495**	205,867
Series FH	**(1,589)**	1,096
Series F5	**391**	-
Series F8	**(4,625)**	-
Series I	**2,128,127**	5,550,509
Series IH	**(6,317)**	3,920
Series O	**75,785**	297,065
Series OH	**(851)**	2,228

	2018 ($)	2017 ($)
Weighted Average Number of Units Outstanding		
Series A	**1,433,555**	1,376,407
Series AH	**52,542**	47,297
Series T5	**4,048**	6,454
Series T8	**13,856**	14,040
Series F	**196,212**	172,995
Series FH	**3,092**	1,218
Series F5	**672**	-
Series F8	**10,469**	-
Series I	**15,754,354**	3,791,825
Series IH	**14,903**	4,571
Series O	**511,395**	366,408
Series OH	**1,916**	2,550
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(0.02)**	1.05
Series AH	**(0.91)**	1.32
Series T5	**0.19**	1.34
Series T8	**0.32**	0.99
Series F	**0.11**	1.19
Series FH	**(0.51)**	0.90
Series F5	**0.58**	-
Series F8	**(0.44)**	-
Series I	**0.14**	1.46
Series IH	**(0.42)**	0.86
Series O	**0.15**	0.81
Series OH	**(0.44)**	0.87

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series AH		Series T5		Series T8	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 35,611,583	27,946,776	1,004,348	759,143	101,334	166,724	480,200	247,595
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (26,387)	1,448,267	(47,980)	62,661	778	8,674	4,367	13,895
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 5,358,907	9,699,965	33,443	138,808	27,750	71,689	70,170	279,035
Redemption of redeemable units	$ (6,986,568)	(4,213,062)	(2,614)	(54,815)	-	(46,091)	(319,136)	(111,442)
Reinvestment of distributions to holders of redeemable units	$ 3,159	3,460	392	416	1,230	2,987	6,556	5,407
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ (1,624,502)	5,490,363	31,221	84,409	28,980	28,585	(242,410)	173,000
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (3,781)	(2,966)	(464)	(410)	(2,920)	(4,631)	(13,300)	(13,748)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (3,781)	(2,966)	(464)	(410)	(2,920)	(4,631)	(13,300)	(13,748)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (1,654,670)	6,935,664	(17,223)	146,660	26,838	32,628	(251,343)	173,147
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 33,956,913**	**34,882,440**	**987,125**	**905,803**	**128,172**	**199,352**	**228,857**	**420,742**
Redeemable Unit Transactions								
Balance - beginning of period	1,444,103	1,220,648	51,216	44,111	3,572	6,026	20,320	10,422
Units issued	215,555	412,059	1,701	7,787	1,018	2,547	2,899	11,556
Units issued on reinvestment of distributions	129	145	20	23	44	106	285	224
Units redeemed	(282,632)	(177,399)	(130)	(3,002)	-	(1,626)	(13,416)	(4,607)
Balance - end of period	**1,377,155**	**1,455,453**	**52,807**	**48,919**	**4,634**	**7,053**	**10,088**	**17,595**

	Series F		Series F5		Series F8		Series FH	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 4,966,611	3,017,509	-	-	-	-	30,077	10,488
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 21,495	205,867	391	-	(4,625)	-	(1,589)	1,096
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 1,901,797	2,257,548	10,000	-	210,557	-	61,437	16,649
Redemption of redeemable units	$ (1,125,844)	(368,422)	-	-	(20,000)	-	-	-
Reinvestment of distributions to holders of redeemable units	$ 453	557	211	-	346	-	14	10
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 776,406	1,889,683	10,211	-	190,903	-	61,451	16,659
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (540)	(514)	(211)	-	(5,140)	-	(16)	(13)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (540)	(514)	(211)	-	(5,140)	-	(16)	(13)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 797,361	2,095,036	10,391	-	181,138	-	59,846	17,742
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 5,763,972**	**5,112,545**	**10,391**	**-**	**181,138**	**-**	**89,923**	**28,230**
Redeemable Unit Transactions								
Balance - beginning of period	192,266	127,106	-	-	-	-	2,544	1,017
Units issued	72,801	92,398	667	-	13,312	-	5,330	1,515
Units issued on reinvestment of distributions	18	22	14	-	23	-	1	1
Units redeemed	(43,197)	(14,921)	-	-	(1,323)	-	-	-
Balance - end of period	**221,888**	**204,605**	**681**	**-**	**12,012**	**-**	**7,875**	**2,533**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series IH		Series O		Series OH	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 423,540,055	90,806,768	175,841	10,536	7,577,444	4,488,925	22,801	29,108
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 2,128,127	5,550,509	(6,317)	3,920	75,785	297,065	(851)	2,228
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 97,100,927	14,376,760	-	150,000	1,089,036	1,601,980	-	-
Redemption of redeemable units	$ (128,819,984)	(7,832,723)	(275)	(43)	(762,366)	(390,105)	(105)	(9,393)
Reinvestment of distributions to holders of redeemable units	$ -	-	-	-	-	-	-	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ (31,719,057)	6,544,037	(275)	149,957	326,670	1,211,875	(105)	(9,393)
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ -	-	-	-	-	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ -	-	-	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (29,590,930)	12,094,546	(6,592)	153,877	402,455	1,508,940	(956)	(7,165)
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 393,949,125**	**102,901,314**	**169,249**	**164,413**	**7,979,899**	**5,997,865**	**21,845**	**21,943**
Redeemable Unit Transactions								
Balance - beginning of period	15,510,082	3,625,288	14,916	1,021	489,340	315,912	1,920	2,824
Units issued	3,522,609	551,186	-	13,751	69,128	108,943	-	-
Units issued on reinvestment of distributions	-	-	-	-	-	-	-	-
Units redeemed	(4,764,631)	(298,378)	(24)	(4)	(48,458)	(26,049)	(9)	(864)
Balance - end of period	**14,268,060**	**3,878,096**	**14,892**	**14,768**	**510,010**	**398,806**	**1,911**	**1,960**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 473,510,294**	**127,483,572**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 2,143,194**	**7,594,182**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 105,864,024	28,592,434
Redemption of redeemable units	$ (138,036,892)	(13,026,096)
Reinvestment of distributions to holders of redeemable units	$ 12,361	12,837
Capitalized distributions	$ -	-
	$ (32,160,507)	**15,579,175**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (26,372)	(22,282)
Return of capital	$ -	-
	$ (26,372)	**(22,282)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ (30,043,685)**	**23,151,075**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 443,466,609**	**150,634,647**
Redeemable Unit Transactions		
Balance - beginning of period	**17,730,279**	**5,354,375**
Units issued	3,905,020	1,201,742
Units issued on reinvestment of distributions	534	521
Units redeemed	(5,153,820)	(526,850)
Balance - end of period	**16,482,013**	**6,029,788**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**2,143,194**	7,594,182
Adjustments for:		
Gain on short-term investments	**(34,720)**	(2,156)
Net realized (gain) loss on sale of investments	**(8,165,747)**	(2,021,978)
Change in unrealized (appreciation) depreciation in value of investments	**10,197,676**	(4,636,164)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**11,089**	(17,382)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(85,355,850)**	(22,436,651)
Proceeds from sale of investments	**112,438,859**	7,217,849
Purchases of short-term investments	**(241,105,083)**	(84,999,532)
Proceeds from sale of short-term investments	**245,388,127**	82,801,688
Change in dividends and interest receivable	**(17,486)**	(19,552)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**48,033**	20,666
Change in other payables and accrued expenses	**57,542**	12,242
Net Cash Provided by (Used in) Operating Activities	**35,605,634**	(16,486,788)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(13,314)**	(9,452)
Proceeds from redeemable units issued	**102,931,054**	28,730,890
Redemption of redeemable units	**(138,567,354)**	(12,413,779)
Net Cash Provided by (Used in) Financing Activities	**(35,649,614)**	16,307,659
Net increase (decrease) in cash	**(43,980)**	(179,129)
Cash (bank indebtedness) at beginning of period	**236,948**	347,581
Cash (bank indebtedness) at end of period	**192,968**	168,452
Dividends received, net of withholding taxes	**5,135,359**	1,431,092
Interest received, net of withholding taxes	**40,969**	6,586
Interest paid	**(10)**	(4)

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.213%	23-Aug-2018	800,000	798,144	798,144	
Province of Manitoba	1.296%	18-Jul-2018	1,400,000	1,398,362	1,398,362	
				2,196,506	**2,196,506**	**0.50**
Total Short-Term Notes				**2,196,506**	**2,196,506**	**0.50**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Chevron Corp.	19,952	2,638,807	3,318,247	
EOG Resources Inc.	31,551	3,634,402	5,164,287	
Exxon Mobil Corp.	27,990	2,841,864	3,046,057	
Occidental Petroleum Corp.	32,501	2,655,930	3,577,590	
Schlumberger Ltd.	88,089	7,731,668	7,767,174	
		19,502,671	**22,873,355**	**5.16**
Materials				
Crown Holdings Inc.	28,121	1,979,723	1,655,743	
DowDuPont Inc.	19,863	1,574,976	1,722,401	
PPG Industries Inc.	60,388	8,197,009	8,239,999	
The Sherwin-Williams Company	7,763	3,411,795	4,162,018	
		15,163,503	**15,780,161**	**3.56**
Industrials				
3M Co.	18,629	4,436,056	4,820,701	
Canadian National Railway Co.	24,459	2,312,781	2,630,259	
Eaton Corporation PLC	43,860	4,174,336	4,312,150	
Equifax Inc.	15,887	2,420,946	2,614,605	
HD Supply Holdings Inc.	20,246	813,645	1,142,266	
Honeywell International Inc.	44,349	7,085,191	8,403,675	
Illinois Tool Works Inc.	20,099	3,460,305	3,662,872	
Ingersoll-Rand PLC	27,198	2,989,910	3,210,309	
Johnson Controls International PLC	168,631	8,853,572	7,420,030	
Lockheed Martin Corp.	6,625	2,032,349	2,574,617	
Northrop Grumman Corp.	16,744	5,313,010	6,777,333	
Stanley Black & Decker Inc.	16,999	2,908,072	2,969,794	
Union Pacific Corp.	26,525	3,743,280	4,943,518	
United Parcel Service Inc., Class B	17,685	2,386,403	2,471,294	
United Technologies Corp.	31,509	4,693,324	5,182,281	
		57,623,180	**63,135,704**	**14.24**
Consumer Discretionary				
Aptiv PLC	29,642	2,646,253	3,572,871	
Comcast Corporation, Class A	221,720	9,922,526	9,569,368	
Hanesbrands Inc.	76,347	2,239,335	2,211,472	
Harley-Davidson Inc.	11,102	736,761	614,538	
Hasbro Inc.	7,467	919,497	906,707	
Newell Rubbermaid Inc.	34,542	1,865,151	1,171,847	
Omnicom Group Inc.	57,393	5,593,800	5,758,174	
The Interpublic Group of Companies Inc.	116,219	3,349,517	3,583,496	
		27,272,840	**27,388,473**	**6.18**
Consumer Staples				
Altria Group Inc.	44,149	3,673,876	3,298,108	
Archer-Daniels-Midland Co.	45,700	2,439,860	2,755,105	
Colgate-Palmolive Co.	10,623	911,529	905,652	
Coty Inc.	73,315	1,853,973	1,359,828	
Danone SA	15,654	1,458,729	1,511,522	
Diageo PLC	118,075	4,463,701	5,581,802	
General Mills Inc.	84,257	5,650,040	4,905,571	
Kimberly-Clark Corp.	9,841	1,376,905	1,363,656	
Nestle SA	69,085	7,079,976	7,038,096	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
PepsiCo, Inc.	15,646	2,271,993	2,240,700	
Philip Morris International Inc.	108,999	14,807,912	11,576,662	
Reckitt Benckiser Group PLC	20,810	2,374,118	2,254,838	
The J.M. Smucker Company	12,757	1,976,762	1,803,634	
The Procter & Gamble Co.	9,798	1,062,165	1,006,093	
		51,401,539	**47,601,267**	**10.73**
Real Estate				
Public Storage	6,247	1,682,512	1,864,239	
		1,682,512	**1,864,239**	**0.42**
Health Care				
Abbott Laboratories	74,615	4,393,475	5,986,278	
Cigna Corp.	18,138	4,000,302	4,054,924	
Danaher Corp.	46,768	4,698,685	6,070,858	
Express Scripts Holding Co.	18,728	1,502,500	1,902,116	
Johnson & Johnson	91,680	14,316,379	14,633,585	
McKesson Corp.	16,777	3,487,796	2,944,030	
Medtronic PLC	98,083	10,236,323	11,045,627	
Merck & Co., Inc.	49,469	3,742,013	3,949,971	
Novartis AG	9,953	1,028,449	992,610	
Pfizer Inc.	213,086	8,806,455	10,169,377	
Roche Holding AG	2,761	854,172	806,712	
Thermo Fisher Scientific Inc.	22,122	4,616,235	6,027,823	
		61,682,784	**68,583,911**	**15.47**
Financials				
American Express Co.	39,844	4,328,427	5,136,427	
Aon PLC	45,572	7,198,900	8,222,982	
BlackRock Inc.	7,904	4,134,224	5,188,651	
Chubb Ltd.	49,465	8,636,532	8,264,989	
Citigroup Inc.	112,142	9,397,604	9,871,800	
Franklin Resources Inc.	1,903	108,925	80,230	
JPMorgan Chase & Co.	151,403	16,635,006	20,752,687	
MetLife Inc.	75,992	4,516,485	4,358,394	
Moodys Corp.	14,065	2,156,955	3,155,652	
Prudential Financial Inc.	16,860	2,119,789	2,073,900	
State Street Corp.	32,370	3,541,635	3,963,856	
T Rowe Price Group Inc.	17,621	1,825,169	2,690,900	
The Bank of New York Mellon Corp.	73,078	4,410,842	5,184,289	
The Goldman Sachs Group Inc.	34,904	9,614,279	10,127,302	
The NASDAQ OMX Group Inc.	43,083	3,681,148	5,172,567	
The PNC Financial Services Group Inc.	36,839	5,681,867	6,546,894	
The Travelers Companies Inc.	53,055	8,045,444	8,538,212	
U.S. Bancorp	147,709	9,464,080	9,719,027	
Wells Fargo & Co.	206,024	13,920,599	15,024,955	
		119,417,910	**134,073,714**	**30.22**
Information Technology				
Accenture PLC	63,866	9,694,593	13,743,540	
Amdocs Ltd.	13,271	1,086,074	1,155,495	
Analog Devices Inc.	18,149	2,072,512	2,289,992	
Cognizant Technology Solutions Corp.	18,442	1,641,765	1,916,250	
DXC Technology Co.	21,618	2,038,237	2,292,327	
Fidelity National Information Services Inc.	38,412	4,017,759	5,357,570	
Fiserv Inc.	44,747	3,435,851	4,361,096	
International Business Machines Corp.	6,309	1,233,870	1,159,389	
Texas Instruments Inc.	48,283	4,669,660	7,002,369	
		29,890,321	**39,278,028**	**8.86**
Telecommunication Services				
Verizon Communications Inc.	49,766	2,799,595	3,293,512	
		2,799,595	**3,293,512**	**0.74**
Utilities				
Duke Energy Corporation	70,169	7,226,028	7,299,348	

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
The Southern Co.	59,322	3,555,632	3,613,788	
Xcel Energy Inc.	29,968	1,710,190	1,800,761	
		12,491,850	**12,713,897**	**2.87**
Total Equities		**398,928,705**	**436,586,261**	**98.45**
Transaction Costs		**(111,075)**		
Total Investments		**401,014,136**	**438,782,767**	**98.95**
Currency Forward Contract[1]			**15,682**	**-**
Other Assets less Liabilities			**4,668,160**	**1.05**
Total Net Assets			**443,466,609**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	902,509	USD	(677,191)	12,183
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	161,208	USD	(120,961)	2,174
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	83,794	USD	(62,874)	1,130
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	20,873	USD	(15,662)	281
							15,768
Royal Bank of Canada	A-1+	31-Jul-2018	USD	811	CAD	(1,079)	(13)
Royal Bank of Canada	A-1+	31-Jul-2018	USD	6,655	CAD	(8,823)	(73)
							(86)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS U.S. Value Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	As a % of Net Assets	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	0.18	1.27
AA/Aa	0.32	0.10
Total	**0.50**	**1.37**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates. However, the Fund also holds foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies and reduce the current risk exposure to the Fund.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	418,272,514	94.32	445,584,415	94.10
Swiss Franc	8,933,210	2.01	9,986,178	2.11
British Pound	7,836,640	1.77	8,383,775	1.77
Euro	1,513,732	0.34	1,712,344	0.36
Total	**436,556,096**	**98.44**	**465,666,712**	**98.34**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $21,827,805 ($23,283,336 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	2,196,506	-	-	2,196,506
December 31, 2017	6,444,830	-	-	6,444,830

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $1,870 ($2,460 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $21,829,313 ($23,290,196 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	0.5	1.3
Equities		
Energy	5.1	5.0
Materials	3.6	4.1
Industrials	14.2	14.9
Consumer Discretionary	6.2	6.9
Consumer Staples	10.7	11.6
Real Estate	0.4	0.4
Health Care	15.5	13.7
Financials	30.2	31.1
Information Technology	8.9	7.8
Telecommunication Services	0.7	0.8
Utilities	2.9	2.1
Other Assets less Liabilities	1.1	0.3
Total	**100.0**	**100.0**

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Short-Term Investments	-	2,196,506	-	2,196,506
Equities	436,586,261	-	-	436,586,261
Currency Forward Contracts	-	15,768	-	15,768
Financial Liabilities				
Currency Forward Contracts	-	86	-	86

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Short-Term Investments	-	6,444,830	-	6,444,830
Equities	465,803,915	-	-	465,803,915
Currency Forward Contracts	-	26,771	-	26,771

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $38,124 ($8,290 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $7,909 ($68,844 for the period ended December 31, 2017).

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series AH	15,168	283,541
Series F5	681	10,391
Series F8	689	10,390
Series FH	1,025	11,707
Series IH	1,015	11,604
Series OH	1,032	11,733

	December 31, 2017	
	Units	Market Value ($)
Series AH	15,151	297,114
Series F5	-	-
Series F8	-	-
Series FH	1,024	12,106
Series IH	1,018	12,090
Series OH	1,032	12,171

The accompanying notes are an integral part of the financial statements.

Sun Life MFS U.S. Value Fund (continued)

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at June 30, 2018 and December 31, 2017, SLA held the following position in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series IH	13,860	157,514

	December 31, 2017	
	Units	Market Value ($)
Series IH	13,883	163,667

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	15,768	(86)	-	15,682
Total	**15,768**	**(86)**	**-**	**15,682**
Derivative liabilities - Forward Contracts	(86)	86	-	-
Total	**(86)**	**86**	**-**	**-**
December 31, 2017				
Derivative assets - Forward Contracts	26,771	-	-	26,771
Total	**26,771**	**-**	**-**	**26,771**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010
Series AH Units	September 10, 2010	January 31, 2011
Series T5 Units	August 24, 2011	August 31, 2011
Series T8 Units	August 24, 2011	August 31, 2011
Series F Units	September 10, 2010	September 30, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series FH Units	July 29, 2016	August 04, 2016
Series I Units	September 10, 2010	September 30, 2010
Series IH Units	July 29, 2016	August 04, 2016
Series O Units	April 01, 2014	March 31, 2014
Series OH Units	July 29, 2016	August 04, 2016

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2020 Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**95,496,405**	105,227,311
Short-term investments	**-**	-
Cash	**107,579**	374,423
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**91,847**	55,815
Accrued interest	**107**	-
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**-**	61
Subscriptions receivable	**130**	2,460
	95,696,068	105,660,070
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**159**	268
Redemptions payable	**121,285**	132,515
Distributions payable	**267**	-
Due to investment dealers	**9,648**	-
Management fees payable	**93,484**	27,196
Total liabilities (excluding net assets attributable to holders of redeemable units)	**224,843**	159,979
Net Assets Attributable to Holders of Redeemable Units	**95,471,225**	105,500,091
Net Assets Attributable to Holders of Redeemable Units per Unit - Series A (note 5)	**$ 11.67**	11.64

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**946,550**	1,024,610
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(306,303)**	70,029
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**107,834**	(414,365)
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**748,081**	680,274
Net gain (loss) on foreign exchange	**-**	-
Other income	**-**	-
Total income (loss)	**748,081**	680,274
Expenses (note 6)		
Management fees	**543,503**	745,606
Administration fees	**-**	-
Independent review committee fees	**942**	1,115
Withholding tax	**-**	-
Transaction costs (note 3)	**-**	-
Total operating expenses	**544,445**	746,721
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**203,636**	(66,447)
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series A	**203,636**	(66,447)
Weighted Average Number of Units Outstanding - Series A	**8,598,953**	10,138,319
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series A	**0.02**	(0.01)

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2020 Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 105,500,091**	**122,268,466**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 203,636**	**(66,447)**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 10,618,444	6,917,279
Redemption of redeemable units	$ (20,848,245)	(15,318,228)
Reinvestment of distributions to holders of redeemable units	$ 7,662	11,776
Capitalized distributions	$ -	-
	$ (10,222,139)	**(8,389,173)**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (10,363)	(11,853)
Return of capital	$ -	-
	$ (10,363)	**(11,853)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ (10,028,866)**	**(8,467,473)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 95,471,225**	**113,800,993**
Redeemable Unit Transactions		
Balance - beginning of period	**9,060,272**	**10,453,973**
Units issued	912,080	589,419
Units issued on reinvestment of distributions	755	1,003
Units redeemed	(1,790,868)	(1,304,506)
Balance - end of period	**8,182,239**	**9,739,889**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**203,636**	(66,447)
Adjustments for:		
Gain on short-term investments	**(2,733)**	4,769
Net realized (gain) loss on sale of investments	**306,303**	(70,029)
Change in unrealized (appreciation) depreciation in value of investments	**(107,834)**	414,365
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(13,020,517)**	(8,880,909)
Proceeds from sale of investments	**22,529,303**	16,485,506
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(107)**	-
Change in distributions receivable from underlying funds	**61**	-
Change in management fees payable	**66,288**	(45,788)
Change in other payables and accrued expenses	**(109)**	159
Net Cash Provided by (Used in) Operating Activities	**9,974,291**	7,841,626
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(2,434)**	(77)
Proceeds from redeemable units issued	**10,620,774**	6,919,641
Redemption of redeemable units	**(20,859,475)**	(15,315,795)
Net Cash Provided by (Used in) Financing Activities	**(10,241,135)**	(8,396,231)
Net increase (decrease) in cash	**(266,844)**	(554,605)
Cash (bank indebtedness) at beginning of period	**374,423**	294,261
Cash (bank indebtedness) at end of period	**107,579**	(260,344)
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**1,142**	785
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2020 Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS					
Federal Bonds					
Government of Canada, Coupon Strip	01-Jun-2020	1,481,756	1,447,288	1,425,884	
Government of Canada, Residual Strip	01-Jun-2020	2,395,000	2,308,961	2,309,100	
			3,756,249	**3,734,984**	**3.91**
Provincial Bonds					
Hydro Quebec, Interest Strip	15-Jan-2020	2,220,000	2,169,123	2,147,625	
Hydro Quebec, Interest Strip	15-Feb-2020	6,300,000	6,053,195	6,090,452	
Newfoundland & Labrador Hydro, Coupon Strip	14-Jan-2020	927,000	891,695	896,984	
Newfoundland & Labrador Hydro, Coupon Strip	27-Feb-2020	1,503,000	1,441,372	1,444,691	
Ontario Electricity Financial Corp.	11-Apr-2020	1,452,000	1,416,771	1,394,939	
Ontario Hydro Corp., Coupon Strip	15-Apr-2020	507,000	494,623	487,197	
Ontario Hydro Corp., Coupon Strip	26-May-2020	4,990,000	4,758,060	4,783,096	
Ontario Hydro Corp., Coupon Strip	27-May-2020	1,230,000	1,194,413	1,178,858	
Prince Edward Island, Generic Strip	17-Jul-2019	320,000	312,717	312,832	
Prince Edward Island, Generic Strip	17-Jan-2020	2,308,000	2,233,884	2,225,212	
Prince Edward Island, Generic Strip	29-Jan-2020	835,000	816,392	805,164	
Province of Alberta, Coupon Strip	01-Dec-2019	374,000	365,234	363,139	
Province of Alberta, Coupon Strip	01-Jun-2020	983,000	954,952	942,097	
Province of British Columbia, Interest Strip	23-Aug-2019	800,000	787,167	782,718	
Province of British Columbia, Interest Strip	04-Dec-2019	320,000	313,449	310,968	
Province of British Columbia, Interest Strip	09-Dec-2019	680,000	666,220	660,967	
Province of British Columbia, Interest Strip	08-Mar-2020	1,763,269	1,693,283	1,700,505	
Province of British Columbia, Interest Strip	09-Jun-2020	4,670,000	4,470,491	4,480,761	
Province of British Columbia, Interest Strip	18-Jun-2020	4,991,000	4,814,407	4,786,943	
Province of Manitoba, Coupon Strip	05-Mar-2020	2,175,000	2,118,086	2,098,284	
Province of New Brunswick, Generic Coupon Strip	03-Jun-2019	2,952,000	2,916,748	2,898,901	
Province of New Brunswick, Generic Coupon Strip	03-Dec-2019	2,610,000	2,520,256	2,529,661	
Province of New Brunswick, Generic Coupon Strip	03-Jun-2020	2,575,000	2,451,478	2,460,958	
Province of Newfoundland, Coupon Strip	17-Apr-2020	6,359,000	6,126,880	6,090,403	
Province of Nova Scotia, Generic Strip	01-Dec-2019	100,000	97,403	97,027	
Province of Nova Scotia, Generic Strip	02-Dec-2019	2,582,000	2,494,843	2,507,820	
Province of Nova Scotia, Generic Strip	01-Jun-2020	540,000	525,776	517,900	
Province of Nova Scotia, Generic Strip	02-Jun-2020	747,000	727,298	716,176	
Province of Ontario, Generic Coupon Strip	02-Jun-2020	23,219,000	22,558,795	22,272,437	
Province of Ontario, Generic Coupon Strip	20-Jun-2020	368,000	358,640	351,875	
Province of Quebec, Coupon Strip	31-Mar-2020	874,000	843,512	840,829	
Province of Quebec, Coupon Strip	01-Apr-2020	450,000	434,580	433,010	
Province of Quebec, Coupon Strip	01-Jun-2020	7,685,000	7,365,916	7,376,324	
Province of Saskatchewan, Coupon Strip	01-Jun-2019	4,725	4,663	4,649	
Province of Saskatchewan, Coupon Strip	02-Jun-2019	54,600	53,919	53,683	
Province of Saskatchewan, Coupon Strip	30-Nov-2019	316,000	309,525	306,658	
Province of Saskatchewan, Coupon Strip	01-Dec-2019	204,725	200,327	198,508	
Province of Saskatchewan, Coupon Strip	02-Dec-2019	54,600	53,472	53,067	
Province of Saskatchewan, Coupon Strip	05-Mar-2020	2,447,000	2,351,217	2,362,202	
Province of Saskatchewan, Coupon Strip	01-Jun-2020	204,725	198,393	195,973	
Province of Saskatchewan, Coupon Strip	02-Jun-2020	54,600	52,973	52,400	
			90,612,148	**90,213,893**	**94.50**
Total Bonds			**94,368,397**	**93,948,877**	**98.41**

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2020 Fund (continued)

	Number of Units	Average Cost ($)	Fair Value ($)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Milestone Global Equity Fund, Series I	64,404	1,596,296	1,547,528	
		1,596,296	**1,547,528**	**1.62**
Total Investments		**95,964,693**	**95,496,405**	**100.03**
Other Assets less Liabilities			**(25,180)**	**(0.03)**
Total Net Assets			**95,471,225**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone 2020 Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to both the direct investment in interest-bearing securities and to the extent of its investment in the underlying fund holding interest-bearing securities.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	3.91	12.74
AA/Aa	47.16	42.55
A/A	43.31	38.88
Not Rated	4.03	3.61
Total	**98.41**	**97.78**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, either directly or indirectly through underlying internally managed funds, including cash and cash equivalents. The Fund is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying internally managed funds. The following table summarizes the Fund's direct exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	2,957,234	90,991,643	-	93,948,877
December 31, 2017	-	103,163,470	-	103,163,470

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $1,665,824 ($2,353,883 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying internally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2020 Fund (continued)

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
Federal Bonds	3.9	12.7
Provincial Bonds	94.5	85.0
Mutual Funds		
Global Equities	1.6	2.0
Other Assets less Liabilities	-	0.3
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	93,948,877	-	93,948,877
Mutual Funds	1,547,528	-	-	1,547,528

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	103,163,470	-	103,163,470
Mutual Funds	2,063,841	-	-	2,063,841

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Guaranteed Value

The Fund has a maturity date where the asset mix of the respective fund moves from equities to fixed income as the fund nears maturity. The Fund has been structured to ensure that on the scheduled maturity date, it will have sufficient assets to pay unitholders an amount for each outstanding unit equal to the greatest of the following three values: (i) $10.00 per unit (the inception unit value); (ii) the highest month-end unit value during the period from the start date until the scheduled maturity date; and (iii) the unit value on the scheduled maturity date (the "Guaranteed Value"). If on the maturity date of the Fund the unit value is less than the Guaranteed Value, then under the sub-advisory agreement, Sun Life Assurance Company of Canada has agreed to pay any shortfall to the applicable Fund.

As at June 30, 2018, the effective guaranteed unit value of the Fund is 11.6681.

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2025 Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**105,737,757**	112,373,743
Short-term investments	**-**	-
Cash	**285,458**	-
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**160,697**	82,748
Accrued interest	**5,781**	-
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**19**	-
Subscriptions receivable	**3,310**	7,260
	106,193,022	112,463,751
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	60,752
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**10,440**	3,357
Redemptions payable	**37,713**	23,708
Distributions payable	**-**	-
Due to investment dealers	**294,922**	-
Management fees payable	**189,902**	55,093
Total liabilities (excluding net assets attributable to holders of redeemable units)	**532,977**	142,910
Net Assets Attributable to Holders of Redeemable Units	**105,660,045**	112,320,841
Net Assets Attributable to Holders of Redeemable Units per Unit - Series A (note 5)	**12.82**	12.88

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**1,173,822**	1,187,282
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(543,572)**	249,208
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(5,220)**	1,299,040
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**625,030**	2,735,530
Net gain (loss) on foreign exchange	**-**	-
Other income	**-**	-
Total income (loss)	**625,030**	2,735,530
Expenses (note 6)		
Management fees	**1,089,918**	1,185,270
Administration fees	**59,439**	64,594
Independent review committee fees	**1,011**	1,094
Withholding tax	**-**	-
Transaction costs (note 3)	**-**	-
Total operating expenses	**1,150,368**	1,250,958
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(525,338)**	1,484,572
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series A	**(525,338)**	1,484,572
Weighted Average Number of Units Outstanding - Series A	**8,449,151**	9,046,228
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series A	**(0.06)**	0.16

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2025 Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 112,320,841**	**113,600,225**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ (525,338)**	**1,484,572**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 9,504,400	11,119,557
Redemption of redeemable units	$ (15,635,882)	(9,023,166)
Reinvestment of distributions to holders of redeemable units	$ 5,726	10,013
Capitalized distributions	$ -	-
	$ (6,125,756)	**2,106,404**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (9,702)	(9,724)
Return of capital	$ -	-
	$ (9,702)	**(9,724)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ (6,660,796)**	**3,581,252**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 105,660,045**	**117,181,477**
Redeemable Unit Transactions		
Balance - beginning of period	**8,721,239**	**8,920,266**
Units issued	744,279	858,428
Units issued on reinvestment of distributions	624	772
Units redeemed	(1,225,582)	(694,572)
Balance - end of period	**8,240,560**	**9,084,894**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(525,338)**	1,484,572
Adjustments for:		
Gain on short-term investments	**(101)**	-
Net realized (gain) loss on sale of investments	**543,572**	(249,208)
Change in unrealized (appreciation) depreciation in value of investments	**5,220**	(1,299,040)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(20,314,475)**	(12,986,881)
Proceeds from sale of investments	**26,618,743**	11,022,496
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(5,781)**	-
Change in distributions receivable from underlying funds	**(19)**	-
Change in management fees payable	**134,809**	12,850
Change in other payables and accrued expenses	**7,083**	1,232
Net Cash Provided by (Used in) Operating Activities	**6,463,713**	(2,013,979)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(3,976)**	289
Proceeds from redeemable units issued	**9,508,350**	11,110,755
Redemption of redeemable units	**(15,621,877)**	(8,975,013)
Net Cash Provided by (Used in) Financing Activities	**(6,117,503)**	2,136,031
Net increase (decrease) in cash	**346,210**	122,052
Cash (bank indebtedness) at beginning of period	**(60,752)**	90,214
Cash (bank indebtedness) at end of period	**285,458**	212,266
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**(2,656)**	568
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2025 Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS					
Federal Bonds					
Government of Canada, Coupon Strip	01-Dec-2024	12,692,000	11,640,783	10,939,346	
Government of Canada, Coupon Strip	01-Jun-2025	16,177,000	14,222,966	13,813,091	
Government of Canada, Coupon Strip	01-Jun-2025	4,580,000	3,970,530	3,999,175	
Government of Canada, Residual Strip	01-Jun-2025	1,340,000	1,156,199	1,158,121	
			30,990,478	**29,909,733**	**28.31**
Provincial Bonds					
Hydro Quebec, Interest Strip	15-Feb-2025	1,600,000	1,331,246	1,332,344	
Newfoundland & Labrador Hydro, Coupon Strip	27-Aug-2024	407,000	343,485	338,784	
Ontario Electricity Financial Corp.	11-Apr-2025	2,150,000	1,781,183	1,772,816	
Ontario Hydro, Residual Strip	26-May-2025	322,000	275,646	264,589	
Prince Edward Island, Generic Strip	17-Jan-2024	495,000	413,573	420,219	
Prince Edward Island, Generic Strip	17-Jul-2024	130,000	106,559	108,805	
Prince Edward Island, Generic Strip	17-Jan-2025	765,000	614,858	629,138	
Province of Alberta, Coupon Strip	01-Jun-2023	250,000	222,588	220,343	
Province of Alberta, Coupon Strip	01-Dec-2023	250,000	218,942	216,203	
Province of Alberta, Coupon Strip	01-Jun-2024	547,000	472,589	464,501	
Province of Alberta, Coupon Strip	01-Dec-2024	705,500	602,449	589,375	
Province of Alberta, Coupon Strip	01-Jun-2025	1,228,000	1,044,371	1,008,888	
Province of British Columbia, Interest Strip	18-Jun-2024	8,540,000	7,351,499	7,277,609	
Province of British Columbia, Interest Strip	18-Dec-2024	2,700,000	2,214,548	2,262,564	
Province of British Columbia, Interest Strip	18-Jun-2025	5,847,500	4,760,468	4,827,155	
Province of British Columbia, Principal Strip	23-Aug-2024	1,510,000	1,249,886	1,278,956	
Province of Manitoba, Coupon Strip	05-Sep-2024	158,000	137,178	132,938	
Province of Manitoba, Coupon Strip	05-Mar-2025	2,044,000	1,694,285	1,691,126	
Province of New Brunswick, Generic Coupon Strip	26-Mar-2024	169,000	145,337	143,051	
Province of New Brunswick, Generic Coupon Strip	03-Jun-2024	1,211,000	1,058,378	1,019,410	
Province of New Brunswick, Generic Coupon Strip	26-Sep-2024	262,000	221,110	218,030	
Province of New Brunswick, Generic Coupon Strip	03-Dec-2024	390,000	315,660	322,405	
Province of New Brunswick, Generic Coupon Strip	26-Mar-2025	186,000	154,107	152,067	
Province of New Brunswick, Generic Coupon Strip	03-Jun-2025	3,763,000	2,683,749	3,055,973	
Province of Newfoundland, Coupon Strip	17-Apr-2024	3,442,000	2,951,022	2,911,532	
Province of Newfoundland, Coupon Strip	17-Oct-2024	3,857,000	3,264,524	3,202,275	
Province of Newfoundland, Coupon Strip	17-Apr-2025	7,117,000	5,889,384	5,826,516	
Province of Nova Scotia, Generic Strip	01-Jun-2025	657,000	561,601	540,878	
Province of Ontario, Generic Coupon Strip	02-Jun-2025	8,268,365	7,006,553	6,812,948	
Province of Quebec, Coupon Strip	01-Jun-2025	5,800,000	4,932,969	4,781,123	
Province of Saskatchewan, Coupon Strip	01-Dec-2020	96,187	91,834	90,887	
Province of Saskatchewan, Coupon Strip	02-Dec-2020	81,900	78,601	77,610	
Province of Saskatchewan, Coupon Strip	01-Jun-2021	96,187	90,624	89,733	
Province of Saskatchewan, Coupon Strip	02-Jun-2021	81,900	77,682	76,555	
Province of Saskatchewan, Coupon Strip	01-Dec-2021	96,187	89,333	88,427	
Province of Saskatchewan, Coupon Strip	02-Dec-2021	81,900	76,660	75,469	
Province of Saskatchewan, Coupon Strip	01-Jun-2022	96,187	87,955	87,263	
Province of Saskatchewan, Coupon Strip	02-Jun-2022	81,900	75,583	74,337	
Province of Saskatchewan, Coupon Strip	01-Dec-2022	96,187	86,532	85,541	
Province of Saskatchewan, Coupon Strip	02-Dec-2022	81,900	74,415	73,232	
Province of Saskatchewan, Coupon Strip	01-Jun-2023	236,587	211,006	207,475	
Province of Saskatchewan, Coupon Strip	02-Jun-2023	81,900	73,146	72,095	
Province of Saskatchewan, Coupon Strip	05-Sep-2023	303,320	268,523	264,602	
Province of Saskatchewan, Coupon Strip	01-Dec-2023	342,237	305,213	295,970	
Province of Saskatchewan, Coupon Strip	02-Dec-2023	218,400	194,391	189,270	
Province of Saskatchewan, Coupon Strip	05-Mar-2024	421,600	369,102	361,455	
Province of Saskatchewan, Coupon Strip	01-Jun-2024	342,237	301,212	291,829	
Province of Saskatchewan, Coupon Strip	02-Jun-2024	218,400	191,309	186,369	
Province of Saskatchewan, Coupon Strip	05-Sep-2024	355,000	303,492	299,531	
Province of Saskatchewan, Coupon Strip	01-Dec-2024	342,237	296,636	285,898	
Province of Saskatchewan, Coupon Strip	02-Dec-2024	218,400	188,229	183,421	
Province of Saskatchewan, Coupon Strip	05-Mar-2025	1,177,240	988,733	978,821	
Province of Saskatchewan, Coupon Strip	01-Jun-2025	342,237	291,793	281,740	

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2025 Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Province of Saskatchewan, Coupon Strip	02-Jun-2025	218,400	185,117	180,154	
Province of Saskatchewan, Residual Strip	30-May-2025	4,560,000	3,696,064	3,726,520	
			62,712,932	**62,446,765**	**59.10**
Total Bonds			**93,703,410**	**92,356,498**	**87.41**

	Number of Units	Average Cost ($)	Fair Value ($)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Milestone Global Equity Fund, Series I	556,891	13,793,459	13,381,259	
		13,793,459	**13,381,259**	**12.66**
Total Investments		**107,496,869**	**105,737,757**	**100.07**
Other Assets less Liabilities			**(77,712)**	**(0.07)**
Total Net Assets			**105,660,045**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone 2025 Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to both the direct investment in interest-bearing securities and to the extent of its investment in the underlying fund holding interest-bearing securities.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	28.31	31.23
AA/Aa	29.67	28.32
A/A	25.97	23.63
Not Rated	3.46	3.24
Total	**87.41**	**86.42**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, either directly or indirectly through underlying internally managed funds, including cash and cash equivalents. The Fund is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying internally managed funds. The following table summarizes the Fund's direct exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	-	1,318,967	91,037,531	92,356,498
December 31, 2017	-	814,609	96,248,112	97,062,721

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2025 Fund (continued)

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $6,079,257 ($6,889,619 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying internally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
Federal Bonds	28.3	31.2
Provincial Bonds	59.1	55.3
Mutual Funds		
Global Equities	12.7	13.6
Other Assets less Liabilities	(0.1)	(0.1)
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	92,356,498	-	92,356,498
Mutual Funds	13,381,259	-	-	13,381,259

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	97,062,721	-	97,062,721
Mutual Funds	15,311,022	-	-	15,311,022

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Guaranteed Value

The Fund has a maturity date where the asset mix of the respective fund moves from equities to fixed income as the fund nears maturity. The Fund has been structured to ensure that on the scheduled maturity date, it will have sufficient assets to pay unitholders an amount for each outstanding unit equal to the greatest of the following three values: (i) $10.00 per unit (the inception unit value); (ii) the highest month-end unit value during the period from the start date until the scheduled maturity date; and (iii) the unit value on the scheduled maturity date (the "Guaranteed Value"). If on the maturity date of the Fund the unit value is less than the Guaranteed Value, then under the sub-advisory agreement, Sun Life Assurance Company of Canada has agreed to pay any shortfall to the applicable Fund.

As at June 30, 2018, the effective guaranteed unit value of the Fund is 12.8220.

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2030 Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**81,155,342**	84,188,227
Short-term investments	**-**	-
Cash	**449,417**	182,772
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**114,135**	-
Accrued interest	**9,107**	-
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**137**	-
Subscriptions receivable	**6,300**	7,820
	81,734,438	84,378,819
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**15,947**	4,794
Redemptions payable	**13,975**	-
Distributions payable	**-**	-
Due to investment dealers	**587,610**	735,079
Management fees payable	**146,271**	38,072
Total liabilities (excluding net assets attributable to holders of redeemable units)	**763,803**	777,945
Net Assets Attributable to Holders of Redeemable Units	**80,970,635**	83,600,874
Net Assets Attributable to Holders of Redeemable Units per Unit - Series A (note 5)	**14.43**	14.50

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**989,565**	1,022,218
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(445,889)**	176,422
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(1,729)**	2,557,562
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**541,947**	3,756,202
Net gain (loss) on foreign exchange	**-**	-
Other income	**-**	-
Total income (loss)	**541,947**	3,756,202
Expenses (note 6)		
Management fees	**806,273**	801,820
Administration fees	**89,999**	89,409
Independent review committee fees	**765**	757
Withholding tax	**-**	-
Transaction costs (note 3)	**-**	-
Total operating expenses	**897,037**	891,986
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(355,090)**	2,864,216
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series A	**(355,090)**	2,864,216
Weighted Average Number of Units Outstanding - Series A	**5,686,431**	5,718,204
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series A	**(0.06)**	0.50

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2030 Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 83,600,874**	**77,048,677**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ (355,090)**	**2,864,216**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 7,500,877	7,234,011
Redemption of redeemable units	$ (9,769,661)	(4,356,983)
Reinvestment of distributions to holders of redeemable units	$ 19,850	25,607
Capitalized distributions	$ -	-
	$ (2,248,934)	**2,902,635**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (26,215)	(25,214)
Return of capital	$ -	-
	$ (26,215)	**(25,214)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ (2,630,239)**	**5,741,637**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 80,970,635**	**82,790,314**
Redeemable Unit Transactions		
Balance - beginning of period	**5,766,510**	**5,600,803**
Units issued	522,958	514,095
Units issued on reinvestment of distributions	1,530	1,809
Units redeemed	(681,528)	(308,623)
Balance - end of period	**5,609,470**	**5,808,084**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(355,090)**	2,864,216
Adjustments for:		
Gain on short-term investments	**-**	74,712
Net realized (gain) loss on sale of investments	**445,889**	(176,422)
Change in unrealized (appreciation) depreciation in value of investments	**1,729**	(2,557,562)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(10,220,363)**	(9,478,391)
Proceeds from sale of investments	**12,544,026**	6,125,510
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(9,107)**	-
Change in distributions receivable from underlying funds	**(137)**	-
Change in management fees payable	**108,199**	15,786
Change in other payables and accrued expenses	**11,153**	2,111
Net Cash Provided by (Used in) Operating Activities	**2,526,299**	(3,130,040)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(6,365)**	393
Proceeds from redeemable units issued	**7,502,397**	7,242,623
Redemption of redeemable units	**(9,755,686)**	(4,331,677)
Net Cash Provided by (Used in) Financing Activities	**(2,259,654)**	2,911,339
Net increase (decrease) in cash	**266,645**	(218,701)
Cash (bank indebtedness) at beginning of period	**182,772**	264,842
Cash (bank indebtedness) at end of period	**449,417**	46,141
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**-**	719
Interest paid	**6,672**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2030 Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS					
Federal Bonds					
Government of Canada, Coupon Strip	01-Dec-2027	8,036,000	6,836,739	6,463,341	
Government of Canada, Coupon Strip	01-Jun-2028	6,123,000	5,055,922	4,870,496	
Government of Canada, Coupon Strip	01-Dec-2028	1,885,100	1,581,271	1,474,299	
Government of Canada, Coupon Strip	01-Jun-2029	233,539	183,663	181,135	
Government of Canada, Coupon Strip	01-Dec-2029	2,676,561	2,084,193	2,049,683	
Government of Canada, Coupon Strip	01-Jun-2030	5,768,000	4,279,800	4,364,764	
Government of Canada, Residual Strip	01-Jun-2029	5,804,339	4,632,542	4,600,005	
			24,654,130	**24,003,723**	**29.64**
Provincial Bonds					
Hydro Quebec, Interest Strip	15-Aug-2029	1,552,000	1,112,466	1,109,234	
Hydro Quebec, Interest Strip	15-Feb-2030	3,000,000	2,164,788	2,110,978	
Prince Edward Island, Generic Strip	17-Jan-2029	760,065	517,907	547,288	
Prince Edward Island, Generic Strip	17-Jul-2029	640,000	423,045	434,724	
Prince Edward Island, Generic Strip	17-Jan-2030	918,975	606,864	635,609	
Province of Alberta, Coupon Strip	01-Jun-2028	222,750	166,218	165,463	
Province of Alberta, Coupon Strip	01-Dec-2028	222,750	162,431	162,835	
Province of Alberta, Coupon Strip	01-Jun-2029	222,750	159,386	160,231	
Province of Alberta, Coupon Strip	01-Dec-2029	222,750	156,340	157,654	
Province of Alberta, Coupon Strip	01-Jun-2030	222,750	153,147	155,286	
Province of British Columbia, Interest Strip	18-Jun-2029	5,068,000	3,446,648	3,651,792	
Province of British Columbia, Interest Strip	18-Dec-2029	7,000,000	4,664,546	4,962,708	
Province of British Columbia, Interest Strip	18-Jun-2030	1,534,000	1,020,055	1,070,762	
Province of British Columbia, Principal Strip	18-Jun-2029	4,000,000	2,797,909	2,943,117	
Province of Manitoba, Coupon Strip	05-Mar-2030	1,850,000	1,314,992	1,288,016	
Province of New Brunswick, Generic Coupon Strip	26-Mar-2028	257,000	189,007	187,481	
Province of New Brunswick, Generic Coupon Strip	03-Jun-2028	429,000	313,100	312,063	
Province of New Brunswick, Generic Coupon Strip	03-Jun-2029	544,000	362,193	379,967	
Province of New Brunswick, Generic Coupon Strip	03-Dec-2029	116,910	80,973	79,637	
Province of New Brunswick, Generic Coupon Strip	03-Jun-2030	1,886,150	1,239,369	1,261,904	
Province of Newfoundland, Coupon Strip	17-Oct-2028	659,565	473,591	475,719	
Province of Newfoundland, Coupon Strip	17-Apr-2029	819,600	561,864	576,389	
Province of Newfoundland, Coupon Strip	17-Oct-2029	711,600	476,670	496,041	
Province of Newfoundland, Coupon Strip	17-Apr-2030	892,890	604,339	618,004	
Province of Nova Scotia, Generic Strip	01-Dec-2028	988,000	676,594	724,470	
Province of Nova Scotia, Generic Strip	01-Dec-2029	660,000	435,015	467,737	
Province of Nova Scotia, Generic Strip	01-Jun-2030	668,000	428,121	466,011	
Province of Nova Scotia, Generic Strip	02-Jun-2030	200,000	142,751	138,445	
Province of Ontario, Generic Coupon Strip	02-Jun-2030	7,515,300	5,187,143	5,231,273	
Province of Quebec, Coupon Strip	01-Apr-2030	1,500,000	1,040,756	1,028,647	
Province of Quebec, Coupon Strip	01-Jun-2030	800,000	559,183	557,553	
Province of Saskatchewan, Coupon Strip	01-Dec-2025	72,140	58,579	58,526	
Province of Saskatchewan, Coupon Strip	02-Dec-2025	61,425	50,312	49,858	
Province of Saskatchewan, Coupon Strip	01-Jun-2026	72,140	57,437	57,666	
Province of Saskatchewan, Coupon Strip	02-Jun-2026	61,425	49,394	49,035	
Province of Saskatchewan, Coupon Strip	01-Dec-2026	72,140	56,405	56,336	
Province of Saskatchewan, Coupon Strip	02-Dec-2026	61,425	48,462	48,222	
Province of Saskatchewan, Coupon Strip	01-Jun-2027	72,140	55,408	55,468	
Province of Saskatchewan, Coupon Strip	02-Jun-2027	61,425	47,490	47,396	
Province of Saskatchewan, Coupon Strip	01-Dec-2027	72,140	54,231	54,352	
Province of Saskatchewan, Coupon Strip	02-Dec-2027	61,425	46,536	46,581	
Province of Saskatchewan, Coupon Strip	01-Jun-2028	72,140	53,183	53,487	
Province of Saskatchewan, Coupon Strip	02-Jun-2028	61,425	45,615	45,471	
Province of Saskatchewan, Coupon Strip	05-Sep-2028	606,000	444,759	442,844	
Province of Saskatchewan, Coupon Strip	01-Dec-2028	72,140	52,037	52,913	
Province of Saskatchewan, Coupon Strip	02-Dec-2028	61,425	44,648	45,047	
Province of Saskatchewan, Coupon Strip	01-Jun-2029	72,140	50,986	52,068	
Province of Saskatchewan, Coupon Strip	02-Jun-2029	61,425	43,761	44,310	
Province of Saskatchewan, Coupon Strip	05-Sep-2029	557,000	377,964	394,961	
Province of Saskatchewan, Coupon Strip	01-Dec-2029	72,140	50,035	51,235	
Province of Saskatchewan, Coupon Strip	02-Dec-2029	61,425	42,917	43,603	
Province of Saskatchewan, Coupon Strip	05-Mar-2030	472,000	309,798	327,841	
Province of Saskatchewan, Coupon Strip	01-Jun-2030	72,140	49,039	50,407	

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2030 Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Province of Saskatchewan, Coupon Strip	02-Jun-2030	61,425	42,076	42,902	
Province of Saskatchewan, Residual Strip	05-Mar-2029	2,900,000	2,104,531	2,106,864	
			35,873,014	**36,834,431**	**45.50**
Total Bonds			**60,527,144**	**60,838,154**	**75.14**

	Number of Units	Average Cost ($)	Fair Value ($)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Milestone Global Equity Fund, Series I	845,545	21,106,432	20,317,188	
		21,106,432	**20,317,188**	**25.09**
Total Investments		**81,633,576**	**81,155,342**	**100.23**
Other Assets less Liabilities			**(184,707)**	**(0.23)**
Total Net Assets			**80,970,635**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone 2030 Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to both the direct investment in interest-bearing securities and to the extent of its investment in the underlying fund holding interest-bearing securities.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	29.64	30.83
AA/Aa	27.34	26.34
A/A	15.16	14.54
Not Rated	2.99	2.88
Total	**75.13**	**74.59**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, either directly or indirectly through underlying internally managed funds, including cash and cash equivalents. The Fund is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying internally managed funds. The following table summarizes the Fund's direct exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	-	-	60,838,154	60,838,154
December 31, 2017	-	-	62,361,016	62,361,016

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2030 Fund (continued)

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $6,685,331 ($7,581,718 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying internally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
Federal Bonds	29.6	30.8
Provincial Bonds	45.5	43.8
Mutual Funds		
Global Equities	25.1	26.1
Other Assets less Liabilities	(0.2)	(0.7)
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	60,838,154	-	60,838,154
Mutual Funds	20,317,188	-	-	20,317,188

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	62,361,016	-	62,361,016
Mutual Funds	21,827,211	-	-	21,827,211

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Guaranteed Value

The Fund has a maturity date where the asset mix of the respective fund moves from equities to fixed income as the fund nears maturity. The Fund has been structured to ensure that on the scheduled maturity date, it will have sufficient assets to pay unitholders an amount for each outstanding unit equal to the greatest of the following three values: (i) $10.00 per unit (the inception unit value); (ii) the highest month-end unit value during the period from the start date until the scheduled maturity date; and (iii) the unit value on the scheduled maturity date (the "Guaranteed Value"). If on the maturity date of the Fund the unit value is less than the Guaranteed Value, then under the sub-advisory agreement, Sun Life Assurance Company of Canada has agreed to pay any shortfall to the applicable Fund.

As at June 30, 2018, the effective guaranteed unit value of the Fund is 14.4346.

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $188,382 ($316,530 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2030 Fund (continued)

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2035 Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**53,278,058**	53,239,324
Short-term investments	**-**	-
Cash	**151,973**	37,948
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**64,958**	-
Accrued interest	**13,117**	-
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**39**	-
Subscriptions receivable	**1,090**	3,742
	53,509,235	53,281,014
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**10,268**	2,990
Redemptions payable	**12,640**	-
Distributions payable	**-**	-
Due to investment dealers	**774,746**	817,979
Management fees payable	**94,181**	25,760
Total liabilities (excluding net assets attributable to holders of redeemable units)	**891,835**	846,729
Net Assets Attributable to Holders of Redeemable Units	**52,617,400**	52,434,285
Net Assets Attributable to Holders of Redeemable Units per Unit - Series A (note 5)	**15.42**	15.45

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**598,592**	540,776
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(252,100)**	129,946
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**147,402**	2,861,404
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**493,894**	3,532,126
Net gain (loss) on foreign exchange	**-**	-
Other income	**-**	-
Total income (loss)	**493,894**	3,532,126
Expenses (note 6)		
Management fees	**528,787**	481,945
Administration fees	**57,652**	52,435
Independent review committee fees	**490**	444
Withholding tax	**-**	-
Transaction costs (note 3)	**-**	-
Total operating expenses	**586,929**	534,824
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(93,035)**	2,997,302
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series A	**(93,035)**	2,997,302
Weighted Average Number of Units Outstanding - Series A	**3,451,359**	3,286,855
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series A	**(0.03)**	0.91

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2035 Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 52,434,285**	**45,636,582**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ (93,035)**	**2,997,302**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 6,604,717	4,966,512
Redemption of redeemable units	$ (6,327,549)	(4,225,032)
Reinvestment of distributions to holders of redeemable units	$ 3,475	3,209
Capitalized distributions	$ -	-
	$ 280,643	**744,689**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ (4,493)	(3,073)
Return of capital	$ -	-
	$ (4,493)	**(3,073)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 183,115**	**3,738,918**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 52,617,400**	**49,375,500**
Redeemable Unit Transactions		
Balance - beginning of period	**3,394,485**	**3,256,314**
Units issued	433,067	342,731
Units issued on reinvestment of distributions	251	220
Units redeemed	(414,965)	(290,658)
Balance - end of period	**3,412,838**	**3,308,607**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(93,035)**	2,997,302
Adjustments for:		
Gain on short-term investments	**-**	2,478
Net realized (gain) loss on sale of investments	**252,100**	(129,946)
Change in unrealized (appreciation) depreciation in value of investments	**(147,402)**	(2,861,404)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(10,454,530)**	(7,852,270)
Proceeds from sale of investments	**10,202,907**	6,724,063
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(13,117)**	-
Change in distributions receivable from underlying funds	**(39)**	-
Change in management fees payable	**68,421**	10,808
Change in other payables and accrued expenses	**7,278**	1,392
Net Cash Provided by (Used in) Operating Activities	**(177,417)**	(1,107,577)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(1,018)**	136
Proceeds from redeemable units issued	**6,607,369**	4,971,302
Redemption of redeemable units	**(6,314,909)**	(4,198,526)
Net Cash Provided by (Used in) Financing Activities	**291,442**	772,912
Net increase (decrease) in cash	**114,025**	(334,665)
Cash (bank indebtedness) at beginning of period	**37,948**	351,817
Cash (bank indebtedness) at end of period	**151,973**	17,152
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**-**	1,908
Interest paid	**7,464**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2035 Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS					
Federal Bonds					
Canada Generic Strip	01-Jun-2033	2,000,000	1,363,361	1,411,733	
Government of Canada, Coupon Strip	01-Dec-2033	1,000,000	713,293	697,668	
Government of Canada, Coupon Strip	01-Jun-2034	4,852,000	3,450,654	3,340,342	
Government of Canada, Coupon Strip	01-Dec-2034	4,957,022	3,367,617	3,365,785	
Government of Canada, Coupon Strip	01-Jun-2035	6,944,000	4,477,970	4,671,602	
Government of Canada, Residual Strip	01-Jun-2033	1,165,000	846,800	847,193	
			14,219,695	**14,334,323**	**27.24**
Provincial Bonds					
Hydro Quebec, Interest Strip	15-Feb-2035	1,605,000	976,963	961,241	
Hydro Quebec, Residual Strip	15-Feb-2035	2,710,000	1,635,261	1,664,550	
Province of Alberta, Coupon Strip	01-Jun-2033	148,500	91,371	93,567	
Province of Alberta, Coupon Strip	01-Dec-2033	148,500	89,790	92,128	
Province of Alberta, Coupon Strip	01-Jun-2034	148,500	88,109	90,028	
Province of Alberta, Coupon Strip	01-Dec-2034	148,500	86,569	88,623	
Province of British Columbia, Interest Strip	18-Jun-2033	1,839,000	1,134,305	1,168,010	
Province of British Columbia, Interest Strip	18-Dec-2033	2,000,000	1,291,682	1,250,674	
Province of British Columbia, Interest Strip	18-Jun-2034	800,000	508,082	486,019	
Province of British Columbia, Interest Strip	18-Dec-2034	1,600,000	1,003,928	956,595	
Province of British Columbia, Interest Strip	18-Jun-2035	5,467,000	3,214,615	3,269,627	
Province of New Brunswick, Generic Coupon Strip	26-Mar-2033	774,000	467,405	475,602	
Province of New Brunswick, Generic Coupon Strip	03-Jun-2033	876,000	524,996	534,448	
Province of New Brunswick, Generic Coupon Strip	26-Sep-2033	645,000	381,953	389,907	
Province of New Brunswick, Generic Coupon Strip	03-Dec-2033	1,275,000	756,605	778,961	
Province of New Brunswick, Generic Coupon Strip	26-Mar-2034	240,000	137,802	142,620	
Province of New Brunswick, Generic Coupon Strip	03-Jun-2034	345,000	198,781	203,309	
Province of New Brunswick, Generic Coupon Strip	03-Dec-2034	438,000	247,387	253,860	
Province of Newfoundland, Coupon Strip	17-Apr-2033	208,950	125,461	128,839	
Province of Newfoundland, Coupon Strip	17-Oct-2033	127,860	79,705	78,903	
Province of Newfoundland, Coupon Strip	17-Apr-2034	93,000	58,216	55,413	
Province of Newfoundland, Coupon Strip	17-Apr-2035	34,860	19,498	20,125	
Province of Ontario, Generic Coupon Strip	02-Jun-2035	5,312,000	3,297,843	3,146,446	
Province of Ontario, Generic Residual Strip	10-Jan-2035	925,000	566,833	538,108	
Province of Ontario, Generic Residual Strip	02-Jun-2035	820,000	516,931	496,097	
Province of Saskatchewan, Coupon Strip	01-Dec-2030	188,694	133,794	129,744	
Province of Saskatchewan, Coupon Strip	02-Dec-2030	118,950	83,830	81,739	
Province of Saskatchewan, Coupon Strip	01-Jun-2031	188,694	131,715	127,735	
Province of Saskatchewan, Coupon Strip	02-Jun-2031	118,950	82,356	80,410	
Province of Saskatchewan, Coupon Strip	01-Dec-2031	188,694	129,451	124,917	
Province of Saskatchewan, Coupon Strip	02-Dec-2031	118,950	80,885	79,096	
Province of Saskatchewan, Coupon Strip	01-Jun-2032	188,694	127,313	123,017	
Province of Saskatchewan, Coupon Strip	02-Jun-2032	118,950	79,377	77,848	
Province of Saskatchewan, Coupon Strip	01-Dec-2032	188,694	125,153	120,362	
Province of Saskatchewan, Coupon Strip	02-Dec-2032	118,950	77,916	76,562	
Province of Saskatchewan, Coupon Strip	05-Mar-2033	171,180	105,982	108,367	
Province of Saskatchewan, Coupon Strip	01-Jun-2033	188,694	122,953	118,690	
Province of Saskatchewan, Coupon Strip	02-Jun-2033	118,950	76,562	75,291	
Province of Saskatchewan, Coupon Strip	05-Sep-2033	253,080	153,591	157,071	
Province of Saskatchewan, Coupon Strip	01-Dec-2033	188,694	120,980	116,247	
Province of Saskatchewan, Coupon Strip	02-Dec-2033	118,950	75,250	74,032	
Province of Saskatchewan, Coupon Strip	05-Mar-2034	177,180	105,633	108,194	
Province of Saskatchewan, Coupon Strip	01-Jun-2034	188,694	118,812	114,798	
Province of Saskatchewan, Coupon Strip	02-Jun-2034	118,950	74,020	73,016	
Province of Saskatchewan, Coupon Strip	05-Sep-2034	177,180	103,776	107,154	
Province of Saskatchewan, Coupon Strip	01-Dec-2034	188,694	116,951	113,435	
Province of Saskatchewan, Coupon Strip	02-Dec-2034	118,950	72,801	71,790	
Province of Saskatchewan, Coupon Strip	05-Mar-2035	177,180	101,949	105,934	
Province of Saskatchewan, Coupon Strip	01-Jun-2035	188,694	114,854	112,113	
Province of Saskatchewan, Coupon Strip	02-Jun-2035	118,950	71,695	70,853	
			20,087,690	**19,912,115**	**37.84**
Total Bonds			**34,307,385**	**34,246,438**	**65.08**

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2035 Fund (continued)

	Number of Units	Average Cost ($)	Fair Value ($)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Milestone Global Equity Fund, Series I	792,044	19,812,695	19,031,620	
		19,812,695	**19,031,620**	**36.17**
Total Investments		**54,120,080**	**53,278,058**	**101.25**
Other Assets less Liabilities			**(660,658)**	**(1.25)**
Total Net Assets			**52,617,400**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone 2035 Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to both the direct investment in interest-bearing securities and to the extent of its investment in the underlying fund holding interest-bearing securities.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	27.24	26.83
AA/Aa	20.36	20.29
A/A	16.79	16.69
Not Rated	0.69	0.69
Total	**65.08**	**64.50**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, either directly or indirectly through underlying internally managed funds, including cash and cash equivalents. The Fund is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying internally managed funds. The following table summarizes the Fund's direct exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	-	-	34,246,438	34,246,438
December 31, 2017	-	-	33,820,490	33,820,490

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $5,528,146 ($5,627,307 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying internally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone 2035 Fund (continued)

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
Federal Bonds	27.2	26.8
Provincial Bonds	37.8	37.7
Mutual Funds		
Global Equities	36.2	37.0
Other Assets less Liabilities	(1.2)	(1.5)
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	34,246,438	-	34,246,438
Mutual Funds	19,031,620	-	-	19,031,620

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Bonds	-	33,820,490	-	33,820,490
Mutual Funds	19,418,834	-	-	19,418,834

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Guaranteed Value

The Fund has a maturity date where the asset mix of the respective fund moves from equities to fixed income as the fund nears maturity. The Fund has been structured to ensure that on the scheduled maturity date, it will have sufficient assets to pay unitholders an amount for each outstanding unit equal to the greatest of the following three values: (i) $10.00 per unit (the inception unit value); (ii) the highest month-end unit value during the period from the start date until the scheduled maturity date; and (iii) the unit value on the scheduled maturity date (the "Guaranteed Value"). If on the maturity date of the Fund the unit value is less than the Guaranteed Value, then under the sub-advisory agreement, Sun Life Assurance Company of Canada has agreed to pay any shortfall to the applicable Fund.

As at June 30, 2018, the effective guaranteed unit value of the Fund is 15.4175.

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone Global Equity Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**-**	-
Short-term investments	**393,071,915**	396,672,811
Cash	**15,365,780**	10,750,947
Margin	**13,138,915**	1,587,164
Option contracts, at fair value - long	**190,007**	238,374
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**509,076**	5,144,907
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**366,363**	489,717
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**153,094**	187,751
	422,795,150	415,071,671
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	4,359,778
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**11,789,911**	1,782,225
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**-**	-
Redemptions payable	**485,983**	38,523
Distributions payable	**-**	-
Due to investment dealers	**-**	-
Management fees payable	**-**	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	**12,275,894**	6,180,526
Net Assets Attributable to Holders of Redeemable Units	**410,519,256**	408,891,145
Net Assets Attributable to Holders of Redeemable Units per Unit - Series I (note 5)	**24.03**	23.85

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**2,198,357**	810,469
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**-**	-
Net realized gain (loss) on futures contracts	**16,179,967**	41,490,032
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**(560,931)**	(546,174)
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**-**	-
Change in unrealized appreciation (depreciation) in value of futures contracts	**(14,643,517)**	(8,930,022)
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**(38,245)**	(321,962)
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**3,135,631**	32,502,343
Net gain (loss) on foreign exchange	**72,447**	(16,161)
Other income	**-**	-
Total income (loss)	**3,208,078**	32,486,182
Expenses (note 6)		
Management fees	**-**	-
Administration fees	**-**	-
Independent review committee fees	**-**	-
Withholding tax	**-**	-
Transaction costs (note 3)	**31,027**	22,376
Total operating expenses	**31,027**	22,376
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**3,177,051**	32,463,806
Finance Cost		
Interest expense	**(3,979)**	(1,037)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series I	**3,173,072**	32,462,769
Weighted Average Number of Units Outstanding - Series I	**17,072,865**	17,398,048
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series I	**0.19**	1.87

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone Global Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 408,891,145**	**343,506,612**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 3,173,072**	**32,462,769**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 66,175,188	43,344,988
Redemption of redeemable units	$ (67,720,149)	(49,874,035)
Reinvestment of distributions to holders of redeemable units	$ -	-
Capitalized distributions	$ -	-
	$ (1,544,961)	**(6,529,047)**
Distributions to Holders of Redeemable Units		
From capital gains	$ -	-
From net investment income	$ -	-
Return of capital	$ -	-
	$ -	**-**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 1,628,111**	**25,933,722**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 410,519,256**	**369,440,334**
Redeemable Unit Transactions		
Balance - beginning of period	**17,144,673**	**17,505,707**
Units issued	2,740,241	2,042,072
Units issued on reinvestment of distributions	-	-
Units redeemed	(2,800,252)	(2,350,092)
Balance - end of period	**17,084,662**	**17,197,687**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**3,173,072**	32,462,769
Adjustments for:		
Gain on short-term investments	**(2,309,314)**	(748,389)
Net realized (gain) loss on sale of investments	**-**	-
Change in unrealized (appreciation) depreciation in value of investments	**-**	-
Change in unrealized (appreciation) depreciation in value of futures contracts	**14,643,517**	8,930,022
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**48,367**	372,307
Change in fair value of credit default swaps	**-**	-
Change in margin	**(15,911,529)**	(9,551,108)
Purchases of investments	**-**	-
Proceeds from sale of investments	**-**	-
Purchases of short-term investments	**(974,794,093)**	(716,409,346)
Proceeds from sale of short-term investments	**980,704,303**	689,685,568
Change in dividends and interest receivable	**123,354**	(55,440)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**-**	-
Change in other payables and accrued expenses	**-**	-
Net Cash Provided by (Used in) Operating Activities	**5,677,677**	4,686,383
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**-**	-
Proceeds from redeemable units issued	**66,209,845**	42,131,966
Redemption of redeemable units	**(67,272,689)**	(47,361,299)
Net Cash Provided by (Used in) Financing Activities	**(1,062,844)**	(5,229,333)
Net increase (decrease) in cash	**4,614,833**	(542,950)
Cash (bank indebtedness) at beginning of period	**10,750,947**	24,088,244
Cash (bank indebtedness) at end of period	**15,365,780**	23,545,294
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**2,321,711**	755,029
Interest paid	**(3,979)**	(1,037)

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone Global Equity Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.168%	12-Jul-2018	2,035,000	2,029,554	2,029,554	
Canadian Treasury Bill	1.195%	26-Jul-2018	78,362,000	78,186,916	78,186,916	
Canadian Treasury Bill	1.141%	09-Aug-2018	10,010,000	9,994,384	9,994,384	
Canadian Treasury Bill	1.169%	23-Aug-2018	25,566,000	25,501,007	25,501,007	
Canadian Treasury Bill	1.289%	06-Sep-2018	200,000,000	199,310,000	199,310,000	
Canadian Treasury Bill	1.200%	20-Sep-2018	28,183,000	28,089,482	28,089,482	
Canadian Treasury Bill	1.248%	04-Oct-2018	50,128,000	49,960,572	49,960,572	
Total Investments				**393,071,915**	**393,071,915**	**95.75**
Option contracts[1]					**190,007**	**0.05**
Unrealized appreciation/(depreciation) on futures contracts[2]					**(11,280,835)**	**(2.75)**
Other Assets less Liabilities					**28,538,169**	**6.95**
Total Net Assets					**410,519,256**	**100.00**

[1] Option Contracts

	Expiry Date	Number of Contracts	Average Cost ($)	Current Value ($)
S&P 500 Index @1450 Put Option	15-Mar-2019	10	13,812	4,407
S&P 500 Index @1450 Put Option	15-Mar-2019	20	44,726	8,814
S&P 500 Index @1450 Put Option	15-Mar-2019	60	38,675	26,441
S&P 500 Index @1450 Put Option	15-Mar-2019	20	21,574	8,814
S&P 500 Index @1500 Put Option	28-Sep-2018	200	18,416	24,993
S&P 500 Index @1700 Put Option	21-Sep-2018	20	19,995	3,683
S&P 500 Index @1700 Put Option	21-Sep-2018	20	25,256	3,683
S&P 500 Index @1700 Put Option	21-Sep-2018	30	24,467	5,525
S&P 500 Index @1750 Put Option	21-Dec-2018	20	36,307	6,972
S&P 500 Index @1750 Put Option	21-Dec-2018	10	22,100	3,486
S&P 500 Index @1750 Put Option	21-Dec-2018	30	49,724	10,458
S&P 500 Index @1750 Put Option	21-Sep-2018	20	50,250	2,024
S&P 500 Index @1750 Put Option	21-Sep-2018	90	121,942	9,108
S&P 500 Index @1750 Put Option	21-Dec-2018	10	39,463	6,509
S&P 500 Index @1750 Put Option	21-Dec-2018	100	307,815	65,090
			834,522	**190,007**

[2] Futures Contracts Schedule

Name of Future	Contracted Value ($)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value ($)	Unrealized Appreciation/ (Depreciation) ($)
Australian SPI 200 Index	13,336,495	20-Sep-2018	92	5,966	13,743,341	406,846
LIFFE FTSE 100 Index	29,662,792	21-Sep-2018	225	7,591	29,703,822	41,030
S&P Canada 60 Index	17,278,200	20-Sep-2018	90	960	17,339,400	61,200
					60,786,563	**509,076**
CME Nikkei 225 Index	46,785,032	13-Sep-2018	316	22,510	46,275,821	(509,211)
E-Mini MSCI Emerging Market Index	28,820,997	21-Sep-2018	382	1,147	26,715,514	(2,105,483)
E-Mini MSCI Emerging Market Index	28,818,484	21-Sep-2018	382	1,147	26,715,514	(2,102,970)
Eurex DJ Euro Stoxx 50 Index	75,784,241	21-Sep-2018	1,422	3,470	74,058,894	(1,725,347)
S&P 500 Index Emini	272,593,689	21-Sep-2018	1,493	2,776	267,246,789	(5,346,900)
					441,012,532	**(11,789,911)**

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone Global Equity Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone Global Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	95.75	97.01
AA/Aa	0.05	0.06
Total	**95.80**	**97.07**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	June 30, 2018		December 31, 2017	
	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
United States Dollar	33,553,800	8.17	33,621,035	8.22
British Pound	6,640,667	1.62	5,909,583	1.45
Australian Dollar	2,101,453	0.51	1,630,022	0.40
Euro	(1,316,477)	(0.32)	(1,214,284)	(0.30)
Total	**40,979,443**	**9.98**	**39,946,356**	**9.77**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $2,048,972 ($1,997,318 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	393,071,915	-	-	393,071,915
December 31, 2017	396,672,811	-	-	396,672,811

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $670,868 ($472,189 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in indexed equity linked futures.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $25,089,955 ($22,428,466 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Sun Life Milestone Global Equity Fund (continued)

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	95.8	97.0
Derivative Assets (Liabilities)	(2.8)	0.9
Other Assets less Liabilities	7.0	2.1
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Short-Term Investments	-	393,071,915	-	393,071,915
Futures Contracts	-	509,076	-	509,076
Option Contracts	190,007	-	-	190,007
Financial Liabilities				
Futures Contracts	-	11,789,911	-	11,789,911

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Short-Term Investments	-	396,672,811	-	396,672,811
Futures Contracts	-	5,144,907	-	5,144,907
Option Contracts	238,374	-	-	238,374
Financial Liabilities				
Futures Contracts	-	1,782,225	-	1,782,225

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of options and futures contracts. Option contracts are classified as Level 1, as the option contracts are actively traded and a reliable price is observable.

Futures contracts are classified as Level 2 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $31,027 ($22,376 for the period ended June 30, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $210,952 ($133,752 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series I Units	September 10, 2010	September 30, 2010

The accompanying notes are an integral part of the financial statements.

Sun Life Money Market Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**-**	-
Short-term investments	**3,016,148,811**	3,004,067,625
Cash	**579,056**	-
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**7,519,814**	5,793,676
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**-**	-
	3,024,247,681	3,009,861,301
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	2,684,343
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**381**	4,196
Redemptions payable	**9,590**	27,000
Distributions payable	**-**	366,116
Due to investment dealers	**-**	-
Management fees payable	**41,298**	11,017
Total liabilities (excluding net assets attributable to holders of redeemable units)	**51,269**	3,092,672
Net Assets Attributable to Holders of Redeemable Units	**3,024,196,412**	3,006,768,629
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**81,349,073**	75,201,788
Series D	**1,503,612**	1,836,248
Series F	**5,893,778**	5,311,722
Series I	**2,930,105,053**	2,920,972,675
Series O	**5,344,896**	3,446,196
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**10.00**	10.00
Series D	**10.00**	10.00
Series F	**10.00**	10.00
Series I	**10.00**	10.00
Series O	**10.00**	10.00

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**20,531,334**	10,871,340
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**-**	-
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**-**	-
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**20,531,334**	10,871,340
Net gain (loss) on foreign exchange	**-**	-
Other income	**-**	-
Total income (loss)	**20,531,334**	10,871,340
Expenses (note 6)		
Management fees	**227,792**	243,286
Administration fees	**80,875**	84,600
Independent review committee fees	**848**	915
Withholding tax	**-**	-
Transaction costs (note 3)	**-**	-
Total operating expenses	**309,515**	328,801
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**20,221,819**	10,542,539
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**20,221,819**	10,542,539
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**315,445**	55,757
Series D	**9,261**	4,382
Series F	**28,111**	5,782
Series I	**19,831,930**	10,452,183
Series O	**37,072**	24,435
Weighted Average Number of Units Outstanding		
Series A	**7,799,929**	8,540,466
Series D	**172,894**	217,283
Series F	**520,924**	288,224
Series I	**291,285,143**	307,356,254
Series O	**532,731**	714,675

The accompanying notes are an integral part of the financial statements.

Sun Life Money Market Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.04**	0.01
Series D	**0.05**	0.02
Series F	**0.05**	0.02
Series I	**0.07**	0.03
Series O	**0.07**	0.03

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series D		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 75,201,788	86,808,374	1,836,248	2,488,739	5,311,722	3,202,191
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 315,445	55,757	9,261	4,382	28,111	5,782
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 89,807,956	87,430,485	40,279	179,761	9,156,923	3,119,291
Redemption of redeemable units	$ (84,047,319)	(97,897,855)	(383,602)	(644,951)	(8,600,190)	(3,315,781)
Reinvestment of distributions to holders of redeemable units	$ 386,647	54,492	10,686	4,363	25,323	5,778
Capitalized distributions	$ -	-	-	-	-	-
	$ 6,147,284	(10,412,878)	(332,637)	(460,827)	582,056	(190,712)
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (315,444)	(55,700)	(9,260)	(4,382)	(28,111)	(5,782)
Return of capital	$ -	-	-	-	-	-
	$ (315,444)	(55,700)	(9,260)	(4,382)	(28,111)	(5,782)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 6,147,285	(10,412,821)	(332,636)	(460,827)	582,056	(190,712)
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 81,349,073**	**76,395,553**	**1,503,612**	**2,027,912**	**5,893,778**	**3,011,479**
Redeemable Unit Transactions						
Balance - beginning of period	7,520,180	8,680,845	183,625	248,874	531,173	320,220
Units issued	8,980,796	8,742,292	4,027	17,939	915,692	311,919
Units issued on reinvestment of distributions	38,665	6,206	1,069	472	2,532	588
Units redeemed	(8,404,732)	(9,789,786)	(38,360)	(64,494)	(860,019)	(331,579)
Balance - end of period	**8,134,909**	**7,639,557**	**150,361**	**202,791**	**589,378**	**301,148**

The accompanying notes are an integral part of the financial statements.

Sun Life Money Market Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series I		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 2,920,972,675	3,152,233,084	3,446,196	9,168,599	**3,006,768,629**	**3,253,900,987**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 19,831,930	10,452,183	37,072	24,435	**20,221,819**	**10,542,539**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 406,719,841	355,703,701	11,684,328	7,449,175	517,409,327	453,882,413
Redemption of redeemable units	$ (417,419,351)	(559,111,952)	(9,863,570)	(10,755,600)	(520,314,032)	(671,726,139)
Reinvestment of distributions to holders of redeemable units	$ 19,831,888	10,452,264	77,941	24,437	20,332,485	10,541,334
Capitalized distributions	$ -	-	-	-	-	-
	$ 9,132,378	(192,955,987)	1,898,699	(3,281,988)	**17,427,780**	**(207,302,392)**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (19,831,930)	(10,452,234)	(37,071)	(24,441)	(20,221,816)	(10,542,539)
Return of capital	$ -	-	-	-	-	-
	$ (19,831,930)	(10,452,234)	(37,071)	(24,441)	**(20,221,816)**	**(10,542,539)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 9,132,378	(192,956,038)	1,898,700	(3,281,994)	**17,427,783**	**(207,302,392)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 2,930,105,053**	**2,959,277,046**	**5,344,896**	**5,886,605**	**3,024,196,412**	**3,046,598,595**
Redeemable Unit Transactions						
Balance - beginning of period	292,097,248	315,223,285	344,620	916,859	**300,676,846**	**325,390,083**
Units issued	40,671,984	35,570,370	1,168,433	744,217	51,740,932	45,386,737
Units issued on reinvestment of distributions	1,983,189	1,045,226	7,794	3,145	2,033,249	1,055,637
Units redeemed	(41,741,935)	(55,911,195)	(986,357)	(1,075,560)	(52,031,403)	(67,172,614)
Balance - end of period	**293,010,486**	**295,927,686**	**534,490**	**588,661**	**302,419,624**	**304,659,843**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**20,221,819**	10,542,539
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**-**	-
Change in unrealized (appreciation) depreciation in value of investments	**-**	-
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**-**	-
Proceeds from sale of investments	**-**	-
Purchases of short-term investments	**(7,025,980,288)**	(7,169,185,098)
Proceeds from sale of short-term investments	**7,013,899,102**	7,371,889,400
Change in dividends and interest receivable	**(1,726,138)**	1,572,266
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**30,281**	(1,991)
Change in other payables and accrued expenses	**(3,815)**	6,108
Net Cash Provided by (Used in) Operating Activities	**6,440,961**	214,823,224
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(255,447)**	222,901
Proceeds from redeemable units issued	**517,409,327**	453,882,413
Redemption of redeemable units	**(520,331,442)**	(671,719,293)
Net Cash Provided by (Used in) Financing Activities	**(3,177,562)**	(217,613,979)
Net increase (decrease) in cash	**3,263,399**	(2,790,755)
Cash (bank indebtedness) at beginning of period	**(2,684,343)**	3,213,223
Cash (bank indebtedness) at end of period	**579,056**	422,468
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**18,805,196**	12,443,606
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Money Market Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.117%	12-Jul-2018	111,500,000	111,002,112	111,002,112	
Canadian Treasury Bill	1.182%	26-Jul-2018	13,600,000	13,559,924	13,559,924	
Canadian Treasury Bill	1.250%	26-Jul-2018	106,000,000	105,456,640	105,456,640	
Canadian Treasury Bill	1.275%	23-Aug-2018	55,100,000	54,913,247	54,913,247	
Canadian Treasury Bill	1.302%	06-Sep-2018	164,400,000	163,827,296	163,827,296	
Canadian Treasury Bill	1.204%	20-Sep-2018	76,500,000	76,244,908	76,244,908	
Canadian Treasury Bill	1.253%	04-Oct-2018	193,600,000	192,666,647	192,666,647	
Canadian Treasury Bill	1.339%	01-Nov-2018	202,300,000	201,327,329	201,327,329	
Canadian Treasury Bill	1.555%	07-Feb-2019	45,700,000	45,109,628	45,109,628	
Province of Alberta	1.400%	30-Jul-2018	15,635,000	15,538,739	15,538,739	
Province of Manitoba	1.359%	11-Jul-2018	46,100,000	45,966,931	45,966,931	
Province of Manitoba	1.461%	29-Aug-2018	46,300,000	46,143,043	46,143,043	
Province of Manitoba	1.469%	05-Sep-2018	22,200,000	22,125,186	22,125,186	
Province of Manitoba	1.482%	12-Sep-2018	20,000,000	19,928,000	19,928,000	
Province of Ontario	1.360%	11-Jul-2018	70,000,000	69,763,400	69,763,400	
Province of Ontario	1.400%	01-Aug-2018	14,000,000	13,966,260	13,966,260	
Province of Ontario	1.489%	08-Aug-2018	59,500,000	59,061,485	59,061,485	
Province of Quebec	1.450%	13-Jul-2018	16,200,000	16,086,924	16,086,924	
Province of Quebec	1.368%	20-Jul-2018	21,700,000	21,626,220	21,626,220	
Province of Quebec	1.470%	17-Aug-2018	27,600,000	27,399,793	27,399,793	
Province of Quebec	1.452%	24-Aug-2018	87,400,000	87,095,526	87,095,526	
				1,408,809,238	**1,408,809,238**	**46.58**
Bankers' Acceptances						
Bank of Montreal	1.523%	11-Jul-2018	34,800,000	34,756,500	34,756,500	
Bank of Montreal	1.641%	07-Sep-2018	84,800,000	84,465,888	84,465,888	
Canadian Imperial Bank of Commerce	1.709%	20-Sep-2018	34,300,000	34,109,978	34,109,978	
Canadian Imperial Bank of Commerce	1.819%	12-Oct-2018	36,900,000	36,568,269	36,568,269	
Canadian Imperial Bank of Commerce	1.830%	05-Nov-2018	20,300,000	20,116,488	20,116,488	
Canadian Imperial Bank of Commerce	2.001%	12-Feb-2019	27,300,000	26,766,012	26,766,012	
JPMorgan Chase & Co.	1.461%	04-Jul-2018	10,900,000	10,890,844	10,890,844	
JPMorgan Chase Bank, N.A.	1.514%	03-Jul-2018	27,300,000	27,268,332	27,268,332	
JPMorgan Chase Bank, N.A.	1.444%	06-Jul-2018	11,200,000	11,190,704	11,190,704	
JPMorgan Chase Bank, N.A.	1.444%	19-Jul-2018	33,100,000	33,072,527	33,072,527	
JPMorgan Chase Bank, N.A.	1.532%	25-Jul-2018	10,000,000	9,982,400	9,982,400	
JPMorgan Chase Bank, N.A.	1.513%	08-Aug-2018	21,400,000	21,361,052	21,361,052	
National Bank of Canada	1.511%	27-Jul-2018	118,800,000	118,652,688	118,652,688	
Royal Bank of Canada	1.619%	24-Jul-2018	25,200,000	25,098,696	25,098,696	
Royal Bank of Canada	1.641%	13-Aug-2018	32,400,000	32,269,428	32,269,428	
Royal Bank of Canada	1.641%	15-Aug-2018	10,100,000	10,058,388	10,058,388	
The Bank of Nova Scotia	1.651%	27-Aug-2018	15,800,000	15,735,220	15,735,220	
The Bank of Nova Scotia	2.000%	23-Jan-2019	50,200,000	49,242,184	49,242,184	
The Toronto-Dominion Bank	1.761%	30-Jul-2018	48,500,000	48,110,060	48,110,060	
				649,715,658	**649,715,658**	**21.48**
Discount Commercial Paper						
Honda Canada Finance Inc.	1.750%	05-Jul-2018	27,500,000	27,271,200	27,271,200	
Honda Canada Finance Inc.	1.780%	16-Jul-2018	7,600,000	7,533,500	7,533,500	
Honda Canada Finance Inc.	1.649%	07-Aug-2018	12,600,000	12,552,372	12,552,372	
Honda Canada Finance Inc.	1.661%	04-Sep-2018	13,700,000	13,642,871	13,642,871	
Honda Canada Finance Inc.	1.830%	05-Sep-2018	6,100,000	6,044,856	6,044,856	
Honda Canada Finance Inc.	1.660%	06-Sep-2018	6,300,000	6,275,178	6,275,178	
Honda Canada Finance Inc.	1.870%	15-Oct-2018	11,000,000	10,898,360	10,898,360	
Honda Canada Finance Inc.	1.860%	25-Oct-2018	9,300,000	9,217,323	9,217,323	
Honda Canada Finance Inc.	1.881%	11-Dec-2018	17,300,000	17,141,013	17,141,013	
Honda Canada Finance Inc.	2.120%	23-Apr-2019	9,200,000	9,009,008	9,009,008	
Imperial Oil Limited	1.409%	05-Jul-2018	51,100,000	51,072,406	51,072,406	
Nestlé Capital Canada Ltd.	1.532%	09-Jul-2018	10,000,000	9,970,700	9,970,700	
Nestlé Capital Canada Ltd.	1.518%	18-Jul-2018	42,400,000	42,280,432	42,280,432	
Nestlé Capital Canada Ltd.	1.562%	16-Aug-2018	12,500,000	12,462,125	12,462,125	
Nestlé Capital Canada Ltd.	1.568%	29-Aug-2018	24,700,000	24,624,912	24,624,912	
Nestlé Capital Canada Ltd.	1.578%	10-Sep-2018	30,000,000	29,904,300	29,904,300	
Toyota Credit Canada Inc.	1.560%	09-Aug-2018	2,500,000	2,490,100	2,490,100	
Toyota Credit Canada Inc.	1.761%	29-Oct-2018	3,400,000	3,379,940	3,379,940	

The accompanying notes are an integral part of the financial statements.

Sun Life Money Market Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Toyota Credit Canada Inc.	1.770%	02-Nov-2018	14,700,000	14,610,036	14,610,036	
Toyota Credit Canada Inc.	1.679%	13-Nov-2018	50,000,000	49,680,000	49,680,000	
Toyota Credit Canada Inc.	1.751%	19-Nov-2018	50,000,000	49,640,500	49,640,500	
				409,701,132	**409,701,132**	**13.55**
Promissory Notes						
Province of Alberta	1.499%	01-Aug-2018	33,700,000	33,452,642	33,452,642	
Province of Alberta	1.481%	07-Aug-2018	23,600,000	23,425,708	23,425,708	
Province of Alberta	1.478%	04-Sep-2018	33,400,000	33,286,774	33,286,774	
Province of Alberta	1.469%	06-Sep-2018	29,000,000	28,891,830	28,891,830	
Province of Alberta	1.770%	07-Feb-2019	15,000,000	14,739,150	14,739,150	
Province of British Columbia	1.362%	11-Jul-2018	11,100,000	11,068,301	11,068,301	
Province of British Columbia	1.421%	12-Jul-2018	57,000,000	56,691,060	56,691,060	
Province of British Columbia	1.410%	16-Jul-2018	25,200,000	25,065,432	25,065,432	
Province of British Columbia	1.539%	11-Oct-2018	30,000,000	29,837,700	29,837,700	
				256,458,597	**256,458,597**	**8.48**
Bearer Deposit Notes						
Manulife Bank of Canada	1.829%	04-Sep-2018	96,900,000	95,966,853	95,966,853	
Manulife Bank of Canada	2.030%	22-Apr-2019	22,700,000	22,249,632	22,249,632	
Royal Bank of Canada	2.000%	31-Jan-2019	51,400,000	50,392,046	50,392,046	
The Bank of Nova Scotia	1.698%	27-Sep-2018	54,000,000	53,774,820	53,774,820	
The Toronto-Dominion Bank	2.060%	23-Apr-2019	70,500,000	69,080,835	69,080,835	
				291,464,186	**291,464,186**	**9.64**
Total Investments				**3,016,148,811**	**3,016,148,811**	**99.73**
Transaction Costs				-		-
Total Investments				**3,016,148,811**	**3,016,148,811**	**99.73**
Other Assets less Liabilities					**8,047,601**	**0.27**
Total Net Assets					**3,024,196,412**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Money Market Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	As a % of Net Assets	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	63.80	62.10
AA/Aa	35.93	33.86
Not Rated	-	3.95
Total	**99.73**	**99.91**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

The accompanying notes are an integral part of the financial statements.

Sun Life Money Market Fund (continued)

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated primarily in the Canadian Dollar, the functional currency of the Fund. As a result, the Fund did not have any significant exposure to currency risk.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	3,016,148,811	-	-	3,016,148,811
December 31, 2017	3,004,067,625	-	-	3,004,067,625

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $6,334,564 ($4,939,863 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is not currently exposed to other market risk as no equities are held in the Fund.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Treasury Bills	46.6	45.1
Bankers' Acceptances	21.4	22.7
Discount Commercial Paper	13.6	13.2
Promissory Notes	8.5	10.9
Bearer Deposit Notes	9.6	8.0
Other Assets less Liabilities	0.3	0.1
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Short-Term Investments	-	3,016,148,811	-	3,016,148,811

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Short-Term Investments	-	3,004,067,625	-	3,004,067,625

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	September 10, 2010	September 30, 2010
Series D Units	September 10, 2010	April 02, 2012
Series F Units	September 10, 2010	September 30, 2010
Series I Units	September 10, 2010	September 30, 2010
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Bond Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**353,100,697**	362,856,029
Short-term investments	**5,777,608**	5,232,646
Cash	**979,047**	491,581
Margin	**11**	196,678
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	44,194
Unrealized appreciation on currency forward contracts	**17,241**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**3,467,545**	188,689
Accrued interest	**578,476**	479,163
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**329,011**	432,221
Subscriptions receivable	**225,630**	945,121
	364,475,266	370,866,322
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	36,985
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**20**	7,209
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**10,890**	3,152
Redemptions payable	**-**	852
Distributions payable	**-**	-
Due to investment dealers	**2,604,367**	1,408,714
Management fees payable	**3,638**	1,124
Total liabilities (excluding net assets attributable to holders of redeemable units)	**2,618,915**	1,458,036
Net Assets Attributable to Holders of Redeemable Units	**361,856,351**	369,408,286
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**3,335,903**	3,092,710
Series F	**519,373**	534,348
Series I	**357,651,802**	365,523,799
Series O	**349,273**	257,429
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**9.69**	9.77
Series F	**9.73**	9.80
Series I	**9.70**	9.78
Series O	**9.86**	9.94

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**1,531,589**	1,722,155
Distributions from underlying funds	**3,861,500**	4,214,921
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(1,583,534)**	113,065
Net realized gain (loss) on futures contracts	**85,589**	89,822
Net realized gain (loss) on currency forward contracts	**57,531**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(1,186,442)**	5,501,099
Change in unrealized appreciation (depreciation) in value of futures contracts	**(37,005)**	165,670
Change in unrealized appreciation (depreciation) in currency forward contracts	**17,241**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**2,746,469**	11,806,732
Net gain (loss) on foreign exchange	**(34,694)**	558
Other income	**-**	-
Total income (loss)	**2,711,775**	11,807,290
Expenses (note 6)		
Management fees	**19,932**	23,763
Administration fees	**62,141**	68,346
Independent review committee fees	**37**	35
Withholding tax	**-**	-
Transaction costs (note 3)	**1,171**	2
Total operating expenses	**83,281**	92,146
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**2,628,494**	11,715,144
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**2,628,494**	11,715,144
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**4,644**	71,916
Series F	**1,407**	3,208
Series I	**2,620,536**	11,635,220
Series O	**1,907**	4,800
Weighted Average Number of Units Outstanding		
Series A	**333,291**	339,852
Series F	**48,566**	13,747
Series I	**36,935,914**	39,904,358
Series O	**30,662**	19,894
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.01**	0.21
Series F	**0.03**	0.23
Series I	**0.07**	0.29
Series O	**0.06**	0.24

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Bond Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series F		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 3,092,710	3,558,675	534,348	147,973	365,523,799	398,259,773
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 4,644	71,916	1,407	3,208	2,620,536	11,635,220
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 717,079	170,720	58,263	11,910	5,893,511	21,972,523
Redemption of redeemable units	$ (478,725)	(573,889)	(74,629)	(18,684)	(16,386,042)	(58,281,183)
Reinvestment of distributions to holders of redeemable units	$ 29,989	28,039	5,532	1,440	5,693,248	6,235,386
Capitalized distributions	$ -	-	-	-	-	-
	$ 268,343	(375,130)	(10,834)	(5,334)	(4,799,283)	(30,073,274)
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (29,794)	(28,042)	(5,548)	(1,441)	(5,693,250)	(6,235,386)
Return of capital	$ -	-	-	-	-	-
	$ (29,794)	(28,042)	(5,548)	(1,441)	(5,693,250)	(6,235,386)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 243,193	(331,256)	(14,975)	(3,567)	(7,871,997)	(24,673,440)
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 3,335,903**	**3,227,419**	**519,373**	**144,406**	**357,651,802**	**373,586,333**
Redeemable Unit Transactions						
Balance - beginning of period	316,693	364,763	54,511	15,107	37,370,311	40,727,486
Units issued	73,906	17,272	5,962	1,191	607,686	2,233,783
Units issued on reinvestment of distributions	3,090	2,849	568	146	586,139	631,328
Units redeemed	(49,310)	(58,304)	(7,656)	(1,903)	(1,689,556)	(5,877,086)
Balance - end of period	**344,379**	**326,580**	**53,385**	**14,541**	**36,874,580**	**37,715,511**

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 257,429	128,522	**369,408,286**	**402,094,943**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 1,907	4,800	**2,628,494**	**11,715,144**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 106,403	124,568	6,775,256	22,279,721
Redemption of redeemable units	$ (16,466)	(3,048)	(16,955,862)	(58,876,804)
Reinvestment of distributions to holders of redeemable units	$ 4,852	3,187	5,733,621	6,268,052
Capitalized distributions	$ -	-	-	-
	$ 94,789	124,707	**(4,446,985)**	**(30,329,031)**
Distributions to Holders of Redeemable Units		**-**	**-**	
From capital gains	$ -	-	-	-
From net investment income	$ (4,852)	(3,187)	(5,733,444)	(6,268,056)
Return of capital	$ -	-	-	-
	$ (4,852)	(3,187)	**(5,733,444)**	**(6,268,056)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 91,844	126,320	**(7,551,935)**	**(24,881,943)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 349,273**	**254,842**	**361,856,351**	**377,213,000**
Redeemable Unit Transactions				
Balance - beginning of period	25,895	12,932	**37,767,410**	**41,120,288**
Units issued	10,721	12,367	698,275	2,264,613
Units issued on reinvestment of distributions	491	317	590,288	634,640
Units redeemed	(1,679)	(305)	(1,748,201)	(5,937,598)
Balance - end of period	**35,428**	**25,311**	**37,307,772**	**38,081,943**

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Bond Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**2,628,494**	11,715,144
Adjustments for:		
Gain on short-term investments	**(15,326)**	(20,989)
Net realized (gain) loss on sale of investments	**1,583,534**	(113,065)
Change in unrealized (appreciation) depreciation in value of investments	**1,186,442**	(5,501,099)
Change in unrealized (appreciation) depreciation in value of futures contracts	**37,005**	(165,670)
Change in unrealized (appreciation) depreciation in currency forward contracts	**(17,241)**	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	**(3,861,500)**	(4,214,921)
Change in fair value of option contracts	-	-
Change in fair value of credit default swaps	-	-
Change in margin	**159,682**	(90,231)
Purchases of investments	**(188,505,660)**	(199,112,839)
Proceeds from sale of investments	**197,269,305**	222,017,953
Purchases of short-term investments	**(21,067,654)**	(33,717,558)
Proceeds from sale of short-term investments	**20,538,017**	39,878,881
Change in dividends and interest receivable	**(99,313)**	86,347
Change in distributions receivable from underlying funds	**103,210**	(168,895)
Change in management fees payable	**2,514**	(388)
Change in other payables and accrued expenses	**7,747**	1,422
Net Cash Provided by (Used in) Operating Activities	**9,949,256**	30,594,092
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**177**	(158)
Proceeds from redeemable units issued	**7,494,747**	26,341,545
Redemption of redeemable units	**(16,956,714)**	(57,062,081)
Net Cash Provided by (Used in) Financing Activities	**(9,461,790)**	(30,720,694)
Net increase (decrease) in cash	**487,466**	(126,602)
Cash (bank indebtedness) at beginning of period	**491,581**	476,532
Cash (bank indebtedness) at end of period	**979,047**	349,930
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	**1,414,907**	1,781,389
Interest paid	-	-

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Bond Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Bankers' Acceptances						
Canadian Imperial Bank of Commerce	1.603%	04-Sep-2018	100,000	99,624	99,624	
Canadian Imperial Bank of Commerce	1.648%	28-Sep-2018	750,000	746,835	746,835	
Bank of Montreal	2.188%	04-Sep-2018	1,700,000	1,693,795	1,693,795	
Royal Bank of Canada	1.640%	24-Sep-2018	400,000	398,372	398,372	
The Bank of Nova Scotia	1.936%	05-Sep-2018	300,000	298,867	298,867	
The Bank of Nova Scotia	1.947%	17-Sep-2018	1,750,000	1,743,105	1,743,105	
The Bank of Nova Scotia	1.629%	18-Sep-2018	700,000	697,382	697,382	
The Bank of Nova Scotia	1.629%	18-Sep-2018	100,000	99,628	99,628	
				5,777,608	**5,777,608**	**1.60**
Total Short-Term Investments				**5,777,608**	**5,777,608**	**1.60**
BONDS						
Federal Bonds						
Canada Housing Trust No. 1	1.150%	15-Dec-2021	6,874,000	6,597,665	6,626,672	
Canadian Government Bond	1.750%	01-Mar-2023	1,256,000	1,242,561	1,238,594	
Canadian Government Bond	2.000%	01-Sep-2023	5,609,000	5,597,161	5,583,558	
Canadian Government Bond	2.500%	01-Jun-2024	619,000	632,613	632,112	
Canadian Government Bond	1.500%	01-Jun-2026	258,000	247,265	246,008	
Canadian Government Bond	5.750%	01-Jun-2033	431,000	639,981	624,273	
Canadian Government Bond	5.000%	01-Jun-2037	2,501,000	3,558,747	3,576,377	
Canadian Government Bond	2.750%	01-Dec-2048	1,030,000	1,156,906	1,154,579	
CPPIB Capital Inc.	3.000%	15-Jun-2028	388,000	388,000	392,432	
				20,060,899	**20,074,605**	**5.55**
Provincial Bonds						
Province of Alberta	1.350%	01-Sep-2021	961,000	966,122	933,076	
Province of Alberta	1.600%	01-Sep-2022	316,000	315,245	305,638	
Province of Alberta	3.100%	01-Jun-2024	149,000	158,211	153,087	
Province of Alberta	2.350%	01-Jun-2025	794,000	798,108	778,549	
Province of Alberta	2.900%	01-Dec-2028	182,000	181,347	182,805	
Province of Alberta	3.300%	01-Dec-2046	1,202,000	1,213,350	1,271,077	
Province of Alberta	3.050%	01-Dec-2048	1,371,000	1,360,420	1,390,015	
Province of British Columbia	4.700%	18-Jun-2037	304,000	387,412	384,081	
Province of Manitoba	6.300%	05-Mar-2031	466,000	646,955	626,378	
Province of Manitoba	4.600%	05-Mar-2038	231,000	280,518	282,253	
Province of New Brunswick	5.500%	27-Jan-2034	255,000	331,497	329,191	
Province of New Brunswick	4.550%	26-Mar-2037	163,000	193,864	194,770	
Province of New Brunswick	3.550%	03-Jun-2043	219,000	223,885	232,650	
Province of Newfoundland and Labrador	2.300%	02-Jun-2025	685,000	659,647	664,890	
Province of Newfoundland and Labrador	3.000%	02-Jun-2026	1,081,000	1,102,748	1,092,177	
Province of Newfoundland and Labrador	2.850%	02-Jun-2028	556,000	554,343	550,489	
Province of Nova Scotia	4.700%	01-Jun-2041	326,000	403,905	413,850	
Province of Ontario	2.850%	02-Jun-2023	1,527,000	1,550,714	1,549,815	
Province of Ontario	2.600%	08-Sep-2023	12,473,000	12,470,936	12,502,265	
Province of Ontario	3.500%	02-Jun-2024	2,178,000	2,307,802	2,282,510	
Province of Ontario	2.650%	05-Feb-2025	697,000	695,320	697,517	
Province of Ontario	2.600%	02-Jun-2025	3,831,000	3,777,856	3,810,522	
Province of Ontario	6.500%	08-Mar-2029	291,000	400,818	386,768	
Province of Ontario	5.600%	02-Jun-2035	797,000	1,088,785	1,072,566	
Province of Ontario	4.700%	02-Jun-2037	781,000	987,988	972,222	
Province of Ontario	2.900%	02-Dec-2046	549,000	536,637	536,777	
Province of Ontario	2.800%	02-Jun-2048	695,000	667,013	667,527	
Province of Ontario	2.900%	02-Jun-2049	281,000	265,323	275,545	
Province of Quebec	2.450%	01-Mar-2023	197,000	196,714	197,273	
Province of Quebec	3.000%	01-Sep-2023	7,534,000	7,745,589	7,706,967	
Province of Quebec	4.250%	01-Dec-2043	136,000	164,269	166,715	
Province of Quebec	3.500%	01-Dec-2045	460,000	508,534	505,139	
Province of Quebec	3.500%	01-Dec-2048	3,298,000	3,582,857	3,654,651	
Province of Saskatchewan	2.650%	02-Jun-2027	1,377,000	1,364,722	1,360,951	
Province of Saskatchewan	3.300%	02-Jun-2048	1,769,000	1,813,988	1,882,068	
				49,903,442	**50,012,774**	**13.82**

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Corporate Bonds						
407 International Inc.	4.450%	15-Nov-2041	250,000	274,800	286,308	
407 International Inc.	3.830%	11-May-2046	440,000	461,849	461,643	
407 International Inc.	3.600%	21-May-2047	65,000	68,027	65,783	
AltaGas Ltd.	4.400%	15-Mar-2024	132,000	137,330	137,922	
AltaGas Ltd.	4.990%	04-Oct-2047	313,000	322,883	326,976	
AltaLink LP	5.381%	26-Mar-2040	132,000	165,878	169,013	
AltaLink LP	4.922%	17-Sep-2043	175,000	218,198	215,819	
AltaLink LP	4.090%	30-Jun-2045	75,000	80,937	82,385	
Bank of Montreal	1.880%	31-Mar-2021	2,415,000	2,365,029	2,363,906	
Bank of Montreal	3.400%	23-Apr-2021	271,000	278,100	276,093	
Bank of Montreal	1.610%	28-Oct-2021	1,289,000	1,242,192	1,242,904	
Bank of Montreal	2.890%	20-Jun-2023	403,000	402,927	402,309	
Bell Canada Inc.	3.550%	02-Mar-2026	292,000	310,743	293,795	
Bell Canada Inc.	4.750%	29-Sep-2044	135,000	144,839	143,448	
Bell Canada Inc.	4.350%	18-Dec-2045	91,000	91,664	91,244	
Bell Canada Inc.	4.450%	27-Feb-2047	265,000	266,825	269,880	
Canadian Imperial Bank of Commerce	2.300%	11-Jul-2022	936,000	919,545	917,425	
Canadian Tire Corp., Ltd.	3.167%	06-Jul-2023	279,000	279,000	280,246	
Capital Power Corp.	4.284%	18-Sep-2024	296,000	297,470	299,959	
Choice Properties Real Estate Investment Trust	4.293%	08-Feb-2024	1,293,000	1,406,752	1,342,536	
Choice Properties Real Estate Investment Trust	4.055%	24-Nov-2025	450,000	472,642	458,738	
CU Inc.	5.580%	26-May-2038	239,000	303,657	308,634	
CU Inc.	4.543%	24-Oct-2041	804,000	915,850	931,068	
CU Inc.	4.722%	09-Sep-2043	191,000	230,953	228,051	
CU Inc.	3.964%	27-Jul-2045	168,000	178,421	180,180	
Empire Life Insurance Co.	3.383%	16-Dec-2026	287,000	287,000	287,779	
Empire Life Insurance Co.	3.664%	15-Mar-2028	356,000	356,871	358,749	
Enbridge Inc.	3.200%	08-Jun-2027	836,000	830,259	797,925	
Enbridge Inc.	4.240%	27-Aug-2042	245,000	225,894	235,056	
Enbridge Inc.	4.570%	11-Mar-2044	615,000	621,321	619,158	
Enbridge Inc.	5.375%	27-Sep-2077	521,000	501,210	495,628	
Enbridge Inc.	6.625%	12-Apr-2078	97,000	97,000	100,084	
Enbridge Income Fund	3.950%	19-Nov-2024	251,000	255,609	256,653	
Enbridge Income Fund	4.870%	21-Nov-2044	219,000	224,182	226,429	
Enbridge Pipelines Inc.	4.550%	29-Sep-2045	51,000	54,025	54,594	
First Capital Realty Inc.	3.604%	06-May-2026	75,000	74,802	73,633	
Greater Toronto Airports Authority	7.050%	12-Jun-2030	73,000	103,278	101,539	
Greater Toronto Airports Authority	7.100%	04-Jun-2031	108,000	156,396	152,871	
H&R Real Estate Investment Trust	3.369%	30-Jan-2024	39,000	39,027	38,356	
Hydro One Inc.	7.350%	03-Jun-2030	644,000	923,387	886,851	
Hydro One Inc.	4.170%	06-Jun-2044	61,000	65,073	66,657	
Hydro One Inc.	3.630%	25-Jun-2049	266,000	265,952	266,184	
Intact Financial Corp.	2.850%	07-Jun-2027	594,000	592,396	567,474	
Ivanhoe Cambridge II Inc.	2.909%	27-Jun-2023	212,000	212,000	211,514	
Loblaw Companies Ltd.	6.500%	22-Jan-2029	380,000	477,768	462,138	
Manulife Financial Corp.	3.317%	09-May-2028	462,000	462,000	464,176	
North West Redwater Partnership	4.250%	01-Jun-2029	51,000	55,145	54,388	
Ontario Power Generation Inc.	3.838%	22-Jun-2048	271,000	271,000	273,515	
Plenary Properties LTAP LP	6.288%	31-Jan-2044	58,247	76,254	76,514	
Rogers Communications Inc.	6.680%	04-Nov-2039	61,000	82,638	80,924	
Royal Bank of Canada	2.860%	04-Mar-2021	1,385,000	1,435,885	1,391,580	
Royal Bank of Canada	1.650%	15-Jul-2021	1,289,000	1,251,788	1,248,951	
Royal Bank of Canada	2.949%	01-May-2023	820,000	820,000	821,589	
Shaw Communications Inc.	6.750%	09-Nov-2039	123,000	156,299	154,954	
Smart Real Estate Investment Trust	3.556%	06-Feb-2025	235,000	235,324	231,361	
Smart Real Estate Investment Trust	3.444%	28-Aug-2026	205,000	201,812	197,539	
TELUS Corp.	5.150%	26-Nov-2043	255,000	281,854	280,689	
TELUS Corp.	4.850%	05-Apr-2044	246,000	261,258	259,888	
TELUS Corp.	4.750%	17-Jan-2045	79,000	82,192	82,397	
TELUS Corp.	4.400%	29-Jan-2046	278,000	273,941	274,821	
The Bank of Nova Scotia	3.270%	11-Jan-2021	3,247,000	3,301,290	3,293,254	
TransCanada PipeLines Ltd.	8.050%	17-Feb-2039	152,000	238,994	232,055	
TransCanada PipeLines Ltd.	4.550%	15-Nov-2041	137,000	145,147	145,097	
TransCanada PipeLines Ltd.	4.350%	06-Jun-2046	405,000	411,106	417,431	

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Bond Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Yield	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
TransCanada PipeLines Ltd.	4.330%	16-Sep-2047	224,000	228,485	230,006	
TransCanada PipeLines Ltd.	4.180%	03-Jul-2048	237,000	236,919	236,195	
				28,709,292	**28,482,861**	**7.87**
Foreign Bonds						
United States Treasury Bond	3.125%	15-May-2048	1,212,000	1,647,304	1,645,351	
				1,647,304	**1,645,351**	**0.45**
Total Bonds				**100,320,937**	**100,215,591**	**27.69**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
MUTUAL FUNDS				
PHN Bond Fund, Series O	12,516,154	130,794,217	126,530,806	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	10,425,557	111,884,232	108,323,625	
Templeton Global Bond Fund, Series O	727,648	9,151,881	8,950,074	
Templeton Global Bond (Hedged), Series O	1,098,017	9,425,644	9,080,601	
Total Mutual Funds		**261,255,974**	**252,885,106**	**69.89**
Transaction Costs		**(3)**		
Total Investments		**367,354,516**	**358,878,305**	**99.18**
Currency Forward Contracts[1]			**17,241**	**-**
Unrealized appreciation/(depreciation) on futures contracts			**(20)**	**-**
Other Assets less Liabilities			**2,960,825**	**0.82**
Total Net Assets			**361,856,351**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
T.D. Bank Corp.	A-1+	20-Sep-2018	CAD	839,628	USD	(631,000)	10,706
Royal Bank of Canada	A-1+	20-Sep-2018	CAD	824,931	USD	(623,000)	6,535
							17,241

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Multi-Strategy Bond Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Bond Fund (continued)

The Fund invests in financial assets which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	7.26	9.33
AA/Aa	9.07	6.19
A/A	9.91	10.03
BBB/Bbb	2.54	4.13
Not rated	0.53	-
Total	**29.31**	**29.68**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities indirectly through underlying internally and externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

The following table summarizes the Fund's direct exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	5,777,608	23,020,596	77,194,995	105,993,199
December 31, 2017	5,232,646	33,513,433	70,892,388	109,638,467

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $11,693,223 ($11,127,148 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Short-Term Investments		
Bankers' Acceptances	1.6	1.4
Bonds		
Federal Bonds	5.6	7.8
Provincial Bonds	13.8	14.2
Corporate Bonds	7.9	6.3
Foreign Bonds	0.4	-
Mutual Funds		
Canadian Fixed Income	64.9	59.9
Global Fixed Income	5.0	10.0
Derivative Assets (Liabilities)	-	0.1
Other Assets less Liabilities	0.8	0.3
Total	**100.0**	**100.0**

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Bond Fund (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Bonds	-	100,215,591	-	100,215,591
Short-Term Investments	-	5,777,608	-	5,777,608
Mutual Funds	252,885,106	-	-	252,885,106
Currency Forward Contracts		17,241		17,241
Financial Liabilities				
Futures Contracts	-	20	-	20

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Bonds	-	104,405,821	-	104,405,821
Short-Term Investments	-	5,232,646	-	5,232,646
Mutual Funds	258,450,208	-	-	258,450,208
Futures Contracts	-	44,194	-	44,194
Financial Liabilities				
Futures Contracts	-	7,209	-	7,209

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts and futures contracts. Forward contracts are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Futures contracts are classified as Level 2 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $1,171 ($2 for the period ended June 30, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $9,007,486 ($9,837,385 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F	1,062	10,328

	December 31, 2017	
	Units	Market Value ($)
Series F	1,048	10,275

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Bond Fund (continued)

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	August 24, 2011	August 31, 2011
Series F Units	August 24, 2011	August 31, 2011
Series I Units	August 24, 2011	August 31, 2011
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**24,504,376**	28,326,450
Short-term investments	**-**	-
Cash	**55,591,145**	50,618,535
Margin	**18**	3,865,946
Option contracts, at fair value - long	**1,555,278**	2,821,106
Credit default swaps, sell protection	**97,887**	644,046
Unrealized appreciation on futures contracts	**-**	457,912
Unrealized appreciation on currency forward contracts	**1,333,966**	671,223
Unrealized appreciation on swaps	**48,349,529**	34,022,476
Due from investment dealers	**26,516**	-
Accrued interest	**57,619**	115,423
Dividends receivable	**45,056**	2,862
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**15,395**	76,119
	131,576,785	121,622,098
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**222,287**	560,972
Option contracts, at fair value - short	**475,178**	341,766
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**222,434**	362,621
Unrealized depreciation on currency forward contracts	**667,595**	526,089
Unrealized depreciation on swaps	**48,280,567**	34,390,790
Accrued expenses	**8,340**	3,226
Redemptions payable	**71,976**	419,097
Distributions payable	**-**	-
Due to investment dealers	**575,137**	-
Management fees payable	**55,135**	16,282
Total liabilities (excluding net assets attributable to holders of redeemable units)	**50,578,649**	36,620,843
Net Assets Attributable to Holders of Redeemable Units	**80,998,136**	85,001,255
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**5,491,017**	6,603,340
Series F	**34,200,838**	38,435,874
Series I	**41,296,198**	39,952,070
Series O	**10,083**	9,971
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**9.59**	9.56
Series F	**9.78**	9.70
Series I	**9.95**	9.80
Series O	**9.96**	9.81

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**193,865**	85,943
Interest income for distribution purposes	**352,716**	265,432
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**134,540**	503,207
Net realized gain (loss) on futures contracts	**172,100**	657,838
Net realized gain (loss) on currency forward contracts	**(206,448)**	(833,795)
Net realized gain (loss) on option contracts	**96,229**	(185,613)
Net realized gain (loss) on swaps	**324,858**	(288,549)
Change in unrealized appreciation (depreciation) in value of investments	**(48,740)**	(286,314)
Change in unrealized appreciation (depreciation) in value of futures contracts	**(317,725)**	(171,861)
Change in unrealized appreciation (depreciation) in currency forward contracts	**521,237**	1,335,366
Change in unrealized appreciation (depreciation) in option contracts	**128,310**	(548,381)
Change in unrealized appreciation (depreciation) in value of swaps	**293,421**	(1,474,410)
Net gains (losses) on investments	**1,644,363**	(941,137)
Net gain (loss) on foreign exchange	**(64,652)**	(65,874)
Other income	**-**	-
Total income (loss)	**1,579,711**	(1,007,011)
Expenses (note 6)		
Management fees	**317,075**	410,892
Administration fees	**59,124**	70,186
Independent review committee fees	**396**	514
Withholding tax	**72,111**	10,202
Transaction costs (note 3)	**29,185**	3,474
Total operating expenses	**477,891**	495,268
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**1,101,820**	(1,502,279)
Finance Cost		
Interest expense	**(2,945)**	(2,253)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**1,098,875**	(1,504,532)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**33,751**	(182,495)
Series F	**448,951**	(778,669)
Series I	**616,018**	(542,432)
Series O	**155**	(936)
Weighted Average Number of Units Outstanding		
Series A	**640,227**	741,162
Series F	**3,525,195**	4,637,700
Series I	**4,150,889**	3,413,451
Series O	**1,015**	2,699
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.05**	(0.25)
Series F	**0.13**	(0.17)
Series I	**0.15**	(0.16)
Series O	**0.15**	(0.35)

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series F		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 6,603,340	6,471,540	38,435,874	36,820,839	39,952,070	31,995,065
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 33,751	(182,495)	448,951	(778,669)	616,018	(542,432)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 1,150,857	2,442,226	6,710,234	24,174,093	1,696,275	8,318,744
Redemption of redeemable units	$ (2,296,800)	(1,475,133)	(11,392,877)	(13,074,227)	(968,165)	(47,631)
Reinvestment of distributions to holders of redeemable units	$ 574	1,156	7,276	7,957	-	-
Capitalized distributions	$ -	-	-	-	-	-
	$ (1,145,369)	968,249	(4,675,367)	11,107,823	728,110	8,271,113
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (705)	(1,196)	(8,620)	(7,456)	-	-
Return of capital	$ -	-	-	-	-	-
	$ (705)	(1,196)	(8,620)	(7,456)	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (1,112,323)	784,558	(4,235,036)	10,321,698	1,344,128	7,728,681
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 5,491,017**	**7,256,098**	**34,200,838**	**47,142,537**	**41,296,198**	**39,723,746**
Redeemable Unit Transactions						
Balance - beginning of period	690,425	648,707	3,963,913	3,679,996	4,078,217	3,182,287
Units issued	117,205	248,090	673,384	2,444,880	166,600	822,596
Units issued on reinvestment of distributions	58	118	731	806	-	-
Units redeemed	(235,079)	(150,458)	(1,140,387)	(1,318,492)	(96,505)	(4,763)
Balance - end of period	**572,609**	**746,457**	**3,497,641**	**4,807,190**	**4,148,312**	**4,000,120**

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 9,971	112,734	**85,001,255**	**75,400,178**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 155	(936)	**1,098,875**	**(1,504,532)**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 6	-	9,557,372	34,935,063
Redemption of redeemable units	$ (49)	(101,724)	(14,657,891)	(14,698,715)
Reinvestment of distributions to holders of redeemable units	$ -	-	7,850	9,113
Capitalized distributions	$ -	-	-	-
	$ (43)	(101,724)	**(5,092,669)**	**20,245,461**
Distributions to Holders of Redeemable Units				
From capital gains	$ -	-	-	-
From net investment income	$ -	-	(9,325)	(8,652)
Return of capital	$ -	-	-	-
	$ -	-	**(9,325)**	**(8,652)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 112	(102,660)	**(4,003,119)**	**18,732,277**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 10,083**	**10,074**	**80,998,136**	**94,132,455**
Redeemable Unit Transactions				
Balance - beginning of period	1,017	11,218	**8,733,572**	**7,522,208**
Units issued	-	-	957,189	3,515,566
Units issued on reinvestment of distributions	-	-	789	924
Units redeemed	(5)	(10,203)	(1,471,976)	(1,483,916)
Balance - end of period	**1,012**	**1,015**	**8,219,574**	**9,554,782**

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**1,098,875**	(1,504,532)
Adjustments for:		
Gain on short-term investments	-	-
Net realized (gain) loss on sale of investments	**(134,540)**	(503,207)
Change in unrealized (appreciation) depreciation in value of investments	**48,740**	286,314
Change in unrealized (appreciation) depreciation in value of futures contracts	**317,725**	171,861
Change in unrealized (appreciation) depreciation in currency forward contracts	**(521,237)**	(1,335,366)
Change in unrealized (appreciation) depreciation in value of swaps	**(437,276)**	1,349,457
Non-cash income distributions from underlying funds	-	-
Change in fair value of option contracts	**1,399,240**	(266,323)
Change in fair value of credit default swaps	**546,159**	208,402
Change in margin	**3,527,243**	(2,260,483)
Purchases of investments	**(9,150,226)**	(6,272,241)
Proceeds from sale of investments	**13,597,821**	16,925,671
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**15,610**	87,992
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	**38,853**	25,756
Change in other payables and accrued expenses	**14,014**	9,208
Net Cash Provided by (Used in) Operating Activities	**10,361,001**	6,922,509
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(1,475)**	461
Proceeds from redeemable units issued	**9,618,096**	35,016,623
Redemption of redeemable units	**(15,005,012)**	(14,621,454)
Net Cash Provided by (Used in) Financing Activities	**(5,388,391)**	20,395,630
Net increase (decrease) in cash	**4,972,610**	27,318,139
Cash (bank indebtedness) at beginning of period	**50,618,535**	38,023,746
Cash (bank indebtedness) at end of period	**55,591,145**	65,341,885
Dividends received, net of withholding taxes	**116,487**	84,207
Interest received, net of withholding taxes	**373,593**	344,958
Interest paid	**(2,945)**	(2,253)

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS						
Federal Bonds						
Indonesia Treasury Bond	8.250%	15-Jul-2021	6,230,000,000	647,125	583,473	
Indonesia Treasury Bond	7.000%	15-May-2022	12,200,000,000	1,220,070	1,099,758	
Indonesia Treasury Bond	7.000%	15-May-2027	13,579,000,000	1,313,041	1,174,519	
Mexican Bonos	7.500%	03-Jun-2027	24,850,000	1,809,567	1,654,333	
United States Treasury Inflation Indexed Bonds	0.908%	15-Feb-2047	2,100,000	2,760,761	2,870,363	
Total Bonds				**7,750,564**	**7,382,446**	**9.11**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
BP PLC	21,117	202,800	212,087	
Galp Energia SGPS SA	2,914	70,886	73,106	
Neste Oil OYJ	766	60,014	79,058	
OMV AG	848	66,495	63,257	
Royal Dutch Shell PLC, Class A	4,605	207,968	210,549	
Snam SpA	13,212	73,046	72,562	
Tenaris SA	2,772	56,036	66,904	
Total SA	2,633	210,666	211,130	
		947,911	**988,653**	**1.22**
Materials				
Anglo American PLC	6,640	204,480	195,441	
Antofagasta PLC	8,995	157,247	154,655	
Arkema SA	425	67,844	66,187	
BHP Billiton PLC	6,979	197,021	206,776	
Evonik Industries AG	888	42,165	40,001	
Glencore PLC	31,765	209,745	199,704	
K+S AG	1,136	37,051	36,901	
Lanxess AG	488	49,506	50,066	
Rio Tinto PLC	2,818	202,304	205,599	
Smurfit Kappa Group PLC	1,309	54,931	69,761	
Solvay SA	436	79,574	72,420	
Stora Enso OYJ	3,423	71,907	88,110	
Symrise AG	725	75,161	83,623	
Umicore SA	1,244	76,091	93,905	
Voestalpine AG	663	47,674	40,170	
		1,572,701	**1,603,319**	**1.98**
Industrials				
ACS Actividades de Construccion y Servicios SA	1,632	82,400	86,975	
ACS Actividades de Construccion y Servicios SA, Rights	1,612	-	2,184	
Aeroports de Paris	166	39,537	49,384	
Alstom SA	948	50,311	57,307	
Brenntag AG	918	70,630	67,280	
Bureau Veritas SA	1,573	52,282	55,227	
Deutsche Lufthansa AG	1,397	54,589	44,199	
Edenred	1,398	52,755	58,101	
Eiffage SA	582	81,098	83,290	
GEA Group AG	925	53,784	41,043	
Getlink SE	2,756	45,869	49,714	
Kingspan Group PLC	906	49,289	59,612	
KION Group AG	398	40,580	37,678	
Leonardo SpA	2,396	42,844	31,154	
MTU Aero Engines AG	309	67,443	78,115	
Osram Licht AG	573	57,139	30,801	
Prysmian SpA	1,399	57,169	45,830	
Randstad Holding NV	706	54,044	54,671	
Rexel SA	1,803	40,057	34,102	
Rheinmetall AG	259	45,646	37,614	
Safran SA	186	23,902	29,724	

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Teleperformance	325	60,109	75,521	
Wartsila OYJ Abp	2,698	74,156	69,738	
		1,195,633	**1,179,264**	**1.46**
Consumer Discretionary				
Accor SA	1,233	78,979	79,573	
Delivery Hero AG	676	43,357	47,322	
Faurecia	437	44,599	41,021	
Hugo Boss AG	375	39,055	44,785	
Moncler SpA	1,040	52,399	62,294	
Nokian Renkaat OYJ	815	44,824	42,358	
Paddy Power Betfair PLC	515	74,881	75,141	
Porsche Automobil Holding SE	910	86,527	76,254	
ProSiebenSat.1 Media AG	1,384	59,869	46,189	
SES SA	2,277	44,483	54,870	
Sodexo SA	541	72,091	71,141	
Zalando SE	859	54,270	63,154	
		695,334	**704,102**	**0.87**
Consumer Staples				
Beiersdorf AG	584	84,828	87,217	
Heineken Holding NV	601	73,334	75,782	
Jeronimo Martins SGPS SA	1,452	33,704	27,586	
		191,866	**190,585**	**0.24**
Health Care				
Eurofins Scientific SE	65	48,662	47,559	
Grifols SA	1,732	65,957	68,577	
Ipsen SA	218	46,213	44,982	
Orpea	284	44,601	49,855	
QIAGEN NV	1,375	56,889	65,887	
Siemens Healthineers AG	828	45,947	44,960	
UCB SA	753	74,123	77,878	
		382,392	**399,698**	**0.49**
Financials				
ABN AMRO Group NV	2,796	104,999	95,417	
Aegon NV	10,650	85,516	84,008	
Ageas	1,179	72,886	78,243	
ASR Nederland NV	873	47,893	46,901	
Banco BPM SpA	8,996	37,498	34,707	
Banco de Sabadell SA	33,420	82,605	73,681	
Bank of Ireland Group PLC	5,512	55,565	56,592	
Bankia SA	7,113	41,424	35,035	
Bankinter SA	3,838	45,431	49,172	
EXOR NV	673	56,251	59,640	
Groupe Bruxelles Lambert SA	478	65,670	66,307	
Hannover Rueck SE	356	58,567	58,394	
Mediobanca SpA	3,763	54,347	46,015	
Natixis SA	5,405	54,112	50,455	
Raiffeisen Bank International AG	805	39,117	32,504	
SCOR SE	1,043	54,780	50,972	
		956,661	**918,043**	**1.13**
Real Estate				
Activia Properties Inc.	28	160,999	168,924	
Advance Residence Investment Corp.	56	183,130	188,743	
AEON REIT Investment Corp.	57	80,220	86,444	
Comforia Residential REIT Inc.	23	67,924	71,292	
CRE Logistics REIT Inc.	6	7,993	7,966	
Daiwa House REIT Investment Corp.	70	218,184	218,554	
Daiwa Office Investment Corp.	13	96,297	98,191	
Frontier Real Estate Investment Corp.	21	111,890	110,981	
Fukuoka REIT Corp.	31	63,672	64,648	
Gecina SA	320	67,796	70,427	
Global One Real Estate Investment Corp.	39	48,335	51,643	
GLP J-REIT	125	174,094	174,577	

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Hankyu REIT Inc.	27	43,042	44,025	
Health Care & Medical Investment Corp.	8	10,132	10,736	
Heiwa Real Estate REIT Inc.	38	47,388	49,867	
Hoshino Resorts REIT Inc.	10	67,823	68,287	
Hulic REIT Inc.	41	80,501	83,555	
Ichigo Hotel REIT Investment Corp.	10	15,108	16,543	
Ichigo Office REIT Investment	48	47,134	50,506	
Industrial & Infrastructure Fund Investment Corp.	70	101,229	102,585	
Invesco Office J-REIT Inc.	356	63,497	64,855	
Invincible Investment Corp.	165	98,109	97,781	
Japan Excellent Inc.	54	91,828	91,514	
Japan Hotel REIT Investment Corp.	173	165,737	170,527	
Japan Logistics Fund Inc.	40	103,682	107,216	
Japan Prime Realty Investment Corp.	38	173,123	181,643	
Japan Real Estate Investment Corp.	60	402,906	417,561	
Japan Rental Housing Investments Inc.	68	69,104	71,954	
Japan Retail Fund Investment Corp.	114	280,562	270,231	
Kenedix Office Investment Corp.	19	153,979	155,243	
Kenedix Residential Next Investment Corp.	31	58,931	60,893	
Kenedix Retail REIT Corp.	22	63,659	63,933	
Klepierre	1,236	63,885	61,220	
LaSalle Logiport REIT	46	61,330	59,983	
LEG Immobilien AG	375	49,395	53,608	
Marino Regional Revitalization Inc.	5	6,661	6,787	
MCUBS MidCity Investment Corp.	68	64,300	66,947	
Mirai Corp.	9	20,245	20,500	
Mitsubishi Estate Logistics REIT Investment Corp.	6	19,180	19,189	
Mitsui Fudosan Logistics Park Inc.	12	49,924	48,240	
Mori Hills REIT Investment Corp.	65	108,013	109,693	
Mori Trust Hotel REIT Inc.	13	22,673	23,158	
Mori Trust Sogo REIT Inc.	43	82,823	81,043	
Nippon Accommodations Fund Inc.	20	114,524	119,710	
Nippon Building Fund Inc.	59	416,156	447,736	
Nippon Healthcare Investment Corp.	2	4,123	4,076	
Nippon Prologis REIT Inc.	80	225,358	218,328	
NIPPON REIT Investment Corp.	16	62,494	61,090	
Nomura Real Estate Master Fund Inc.	178	319,705	330,407	
Ooedo Onsen REIT Investment Corp.	11	11,418	11,457	
Orix JREIT Inc.	120	241,642	252,103	
Premier Investment Corp.	55	73,712	73,417	
Sakura Sogo REIT Investment Corp.	15	17,176	16,246	
Samty Residential Investment Corp.	10	11,359	11,627	
Sekisui House REIT Inc.	151	132,063	130,192	
SIA REIT Inc.	7	20,965	21,440	
Star Asian Investment Corp	15	18,979	19,560	
Starts Proceed Investment Corp.	10	19,555	19,738	
Tokyu REIT Inc.	41	71,715	72,550	
Tosei REIT Investment Corp.	10	13,276	13,527	
United Urban Investment Corp.	133	270,477	271,517	
XYMAX REIT Investment Corp.	5	6,836	6,829	
		6,017,970	**6,143,763**	**7.59**
Information Technology				
Ingenico	351	40,862	41,509	
Scout24 Holding GmbH	639	44,649	44,595	
UBISOFT Entertainment	344	35,156	49,652	
United Internet AG	743	59,257	55,984	
		179,924	**191,740**	**0.24**
Telecommunication Services				
Elisa OYJ	894	46,390	54,468	
Iliad SA	167	48,783	34,715	
Koninklijke KPN NV	19,687	72,324	70,450	

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Proximus	933	38,384	27,670	
Telecom Italia SpA, EUR0.55	68,649	76,227	67,204	
		282,108	**254,507**	**0.31**
Utilities				
EDP - Energias de Portugal SA	15,096	68,408	78,829	
Electricite de France SA	2,868	52,136	51,888	
Enagas SA	1,350	48,168	51,917	
Endesa SA	1,883	53,664	54,644	
Fortum OYJ	2,597	72,356	81,526	
Gas Natural SDG SA	2,112	59,157	73,567	
Innogy SE	766	45,844	43,164	
Red Electrica Corp SA	2,576	69,146	68,998	
Rubis SCA	507	44,270	41,659	
Suez	2,279	49,681	38,869	
Terna Rete Elettrica Nazionale SpA	8,371	64,207	59,551	
Uniper SE	1,148	45,160	45,031	
		672,197	**689,643**	**0.85**
Total Equities		**13,094,697**	**13,263,317**	**16.38**
MUTUAL FUNDS				
Aviva Emerging Markets Equity Small Cap Fund, Series Z	2,185	3,172,682	3,858,613	
Total Mutual Funds		**3,172,682**	**3,858,613**	**4.76**
Transaction Costs		**(13,502)**	**-**	
Total Investments		**24,017,943**	**24,504,376**	**30.25**
Currency Forward Contracts [1]			**666,371**	**0.82**
Option Contracts[2]			**1,080,100**	**1.33**
Futures contracts[3]			**(222,434)**	**(0.27)**
Swap Contracts[4][5]			**166,849**	**0.21**
Other Assets less Liabilities			**54,802,874**	**67.66**
Total Net Assets			**80,998,136**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Numbers of Contracts	Sold Currency	Numbers of Contracts	Unrealized Gain/(Loss) ($)
BNP Paribas	A-1	19-Jul-2018	USD	1,651,680	TWD	(47,611,328)	115,703
BNP Paribas	A-1	19-Jul-2018	USD	1,130,000	TWD	(32,573,380)	79,158
BNP Paribas	A-1	16-Aug-2018	CAD	1,565,246	EUR	(1,000,000)	24,945
BNP Paribas	A-1	16-Aug-2018	USD	488,639	CAD	(623,000)	19,206
BNP Paribas	A-1	16-Aug-2018	EUR	182,027	CAD	(275,000)	5,353
BNP Paribas	A-1	16-Aug-2018	GBP	130,412	CAD	(224,054)	2,745
Citibank	A-2	16-Aug-2018	USD	1,651,680	TWD	(47,674,092)	108,629
Citibank	A-2	16-Aug-2018	USD	1,130,000	TWD	(32,616,320)	74,319
Citibank	A-2	16-Aug-2018	CAD	3,081,048	GBP	(1,730,000)	72,155
Citibank	A-2	20-Sep-2018	USD	1,800,000	SGD	(2,437,931)	11,397
Citibank	A-2	16-Aug-2018	CAD	1,650,000	AUD	(1,694,163)	4,494
Goldman Sachs & Co.	A-2	20-Sep-2018	USD	1,316,901	TWD	(37,841,150)	89,129
Goldman Sachs & Co.	A-2	20-Sep-2018	USD	1,130,000	TWD	(32,470,550)	76,480
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	4,311,716	AUD	(4,367,522)	69,493
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	1,760,000	JPY	(144,611,984)	38,129
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	503,651	GBP	(280,000)	16,651
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	388,054	GBP	(213,582)	16,564
Goldman Sachs & Co.	A-2	16-Aug-2018	AUD	1,688,782	CAD	(1,627,000)	13,238
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	1,254,000	AUD	(1,685,257)	11,345
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	640,000	AUD	(860,099)	5,790
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	204,884	EUR	(130,000)	4,642
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	89,938	GBP	(50,000)	2,973
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	102,292	TRY	(469,357)	2,624
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	101,878	TRY	(467,610)	2,570

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Schedule of Investments (continued)

[1] Currency Forward Contracts (continued)

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Numbers of Contracts	Sold Currency	Numbers of Contracts	Unrealized Gain/(Loss) ($)
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	80,904	TRY	(373,065)	1,558
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	65,000	TRY	(298,812)	1,509
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	58,500	TRY	(268,597)	1,451
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	80,904	TRY	(373,651)	1,394
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	52,650	TRY	(241,648)	1,331
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	53,936	TRY	(247,804)	1,293
Goldman Sachs & Co.	A-2	16-Aug-2018	USD	53,936	TRY	(248,737)	1,031
JP Morgan	A-2	16-Aug-2018	CAD	233,947	GBP	(133,151)	2,372
JP Morgan	A-2	16-Aug-2018	CAD	100,277	EUR	(65,000)	161
Merrill Lynch	NR	16-Aug-2018	CAD	5,100,000	EUR	(3,195,681)	177,455
Merrill Lynch	NR	16-Aug-2018	USD	2,756,995	CAD	(3,541,779)	81,732
Merrill Lynch	NR	16-Aug-2018	CAD	3,283,004	JPY	(269,149,554)	78,267
Merrill Lynch	NR	16-Aug-2018	USD	1,797,859	CAD	(2,309,623)	53,298
Merrill Lynch	NR	21-Nov-2018	USD	512,000	CAD	(641,832)	29,752
Merrill Lynch	NR	16-Aug-2018	CAD	475,000	EUR	(297,637)	16,528
Merrill Lynch	NR	16-Aug-2018	EUR	1,072,552	CAD	(1,650,000)	1,985
Merrill Lynch	NR	16-Aug-2018	CAD	55,958	GBP	(31,849)	567
Royal Bank of Canada	A-1+	19-Jul-2018	USD	15,437	IDR	(205,590,000)	1,485
Royal Bank of Canada	A-1+	19-Jul-2018	USD	15,437	IDR	(205,590,000)	1,485
Royal Bank of Canada	A-1+	19-Jul-2018	USD	15,419	CAD	(19,441)	833
Societie Generale Securities Corp.	A-1	16-Aug-2018	USD	354,370	CAD	(455,000)	10,747
							1,333,966
BNP Paribas	A-1	16-Aug-2018	CAD	400,000	EUR	(263,291)	(5,519)
BNP Paribas	A-1	16-Aug-2018	CAD	277,000	EUR	(183,351)	(5,392)
Citibank	A-2	19-Jul-2018	INR	108,671,460	USD	(1,651,680)	(91,180)
Citibank	A-2	16-Aug-2018	INR	109,134,756	USD	(1,651,680)	(89,281)
Citibank	A-2	16-Aug-2018	AUD	184,053	CAD	(180,000)	(1,231)
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	3,539,507	USD	(2,756,995)	(83,999)
Goldman Sachs & Co.	A-2	19-Sep-2018	INR	87,253,910	USD	(1,316,901)	(73,155)
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	2,308,142	USD	(1,797,859)	(54,776)
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	2,233,861	USD	(1,740,000)	(53,014)
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	1,078,000	USD	(839,642)	(25,538)
Goldman Sachs & Co.	A-2	16-Aug-2018	GBP	91,174	CAD	(164,000)	(5,422)
Goldman Sachs & Co.	A-2	16-Aug-2018	EUR	126,901	CAD	(200,000)	(4,531)
Goldman Sachs & Co.	A-2	16-Aug-2018	CAD	107,842	USD	(84,000)	(2,559)
Merrill Lynch	NR	21-Nov-2018	CAD	3,462,083	USD	(2,700,000)	(80,053)
Merrill Lynch	NR	16-Aug-2018	CAD	1,650,000	EUR	(1,090,050)	(28,872)
Merrill Lynch	NR	16-Aug-2018	CAD	726,372	JPY	(61,804,887)	(9,467)
Merrill Lynch	NR	16-Aug-2018	CAD	119,336	EUR	(79,000)	(2,338)
Merrill Lynch	NR	16-Aug-2018	CAD	146,021	EUR	(96,000)	(1,838)
Royal Bank of Canada	A-1+	19-Jul-2018	IDR	205,590,000	USD	(15,437)	(1,485)
Royal Bank of Canada	A-1+	19-Jul-2018	IDR	205,590,000	USD	(15,437)	(1,485)
Royal Bank of Canada	A-1+	19-Jul-2018	CAD	19,441	USD	(15,419)	(833)
Societie Generale Securities Corp.	A-1	16-Aug-2018	TRY	649,012	USD	(145,957)	(9,543)
Societie Generale Securities Corp.	A-1	16-Aug-2018	TRY	425,914	USD	(95,823)	(6,313)
Societie Generale Securities Corp.	A-1	16-Aug-2018	TRY	289,402	USD	(65,160)	(4,355)
Societie Generale Securities Corp.	A-1	16-Aug-2018	TRY	277,992	USD	(62,553)	(4,134)
Societie Generale Securities Corp.	A-1	16-Aug-2018	TRY	289,660	USD	(65,000)	(4,073)
Societie Generale Securities Corp.	A-1	16-Aug-2018	TRY	255,268	USD	(57,494)	(3,867)
Societie Generale Securities Corp.	A-1	16-Aug-2018	TRY	233,924	USD	(52,650)	(3,495)
Societie Generale Securities Corp.	A-1	16-Aug-2018	TRY	236,832	USD	(53,235)	(3,448)
Societie Generale Securities Corp.	A-1	16-Aug-2018	TRY	231,871	USD	(52,128)	(3,386)
Societie Generale Securities Corp.	A-1	16-Aug-2018	CAD	390,027	GBP	(226,000)	(3,013)
							(667,595)

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Schedule of Investments (continued)

[2] Option Contracts

		Expiry Date	Number of Contracts	Average Cost ($)	Current Value ($)
EURO STOXX BANK PRICE EUR@117.5 CALL OPT	CALL	17-Aug-2018	643	113,569	46,909
USD C SAR P@3.8 OTC OPT	CALLPUT OTC	21-May-2019	1,675,000	40,779	6,077
USD C SAR P@3.88 OTC OPT	CALLPUT OTC	09-Jul-2018	1,000,000	46,041	192
USD CALL SAR PUT@3.86 OTCOPT	CALLPUT OTC	27-Nov-2018	750,000	42,094	1,166
USD CALL SAR PUT@3.87 OTC OPT	CALLPUT OTC	12-Sep-2018	560,000	25,257	501
USD PUT TRY CALL @3.8 OTC OPT	CALLPUT OTC	27-Jun-2019	225,000	10,269	130
USD PUT TRY CALL @3.8 OTC OPT	CALLPUT OTC	17-Jul-2019	226,497	9,887	140
USD PUT TRY CALL @3.8 OTC OPT	CALLPUT OTC	19-Jun-2019	452,993	21,416	256
USD PUT TRY CALL @3.8 OTC OPT	CALLPUT OTC	10-Jul-2019	454,491	16,561	275
USD PUT TRY CALL @4 OTC OPT	CALLPUT OTC	08-Mar-2019	2,320,000	98,568	2,847
USDCALLSAR PUT @3.8596 OTCOPT	CALLPUT OTC	13-Dec-2018	800,000	41,804	1,189
USDPUTTRYCALL @3.9 OTC OPT	CALLPUT OTC	05-Apr-2019	1,623,000	68,369	1,314
USDPUTTRYCALL @3.9 OTC OPT	CALLPUT OTC	21-Mar-2019	2,365,000	125,033	1,846
USDPUTTRYCALL @4 OTC OPT	CALLPUT OTC	04-May-2020	225,000	12,481	422
USDPUTTRYCALL @4 OTC OPT	CALLPUT OTC	04-Jun-2020	450,000	24,341	854
				696,469	**64,118**
EURO STOXX @125 CALL OPT	CALL	17-Aug-2018	(643)	(34,564)	(9,876)
EURO STOXX @125 PUT OPT	PUT	21-Sep-2018	(208)	(69,961)	(246,781)
EURO STOXX BANK PRICE EUR@110 PUT OPT	PUT	17-Aug-2018	(195)	(80,563)	(53,160)
				(185,088)	**(309,817)**

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Unrealized Gain/(Loss) ($)	Base Market Value
Swaption:						
SWAPTION USD 15Y 1% R 02-JUN-2048 GS	3,500,000	2-Jun-2048	Goldman Sachs & Co.	A-2	(81,505)	107,656
SWAPTION USD 15Y 1% R 10-NOV-2031 CITI	600,000	10-Nov-2031	Citibank	A-2	(34,065)	16,843
SWAPTION USD 15Y 1% R 17-MAY-2032 JPM	450,000	17-May-2032	JP Morgan	A-2	(11,608)	13,653
SWAPTION USD 15Y 1% R 18-AUG-2031 GS	3,500,000	18-Aug-2031	Goldman Sachs & Co.	A-2	(249,542)	103,820
SWAPTION USD 15Y 1% R 27-FEB-2032 GS	1,600,000	27-Feb-2032	Goldman Sachs & Co.	A-2	(49,606)	48,264
SWAPTION USD 15Y 3.85% P 02-JUN-2048 GS	5,000,000	2-Jun-2048	Goldman Sachs & Co.	A-2	(150,661)	271,336
SWAPTION USD 15Y 3.85% P 10-NOV-2031 CIT	1,400,000	10-Nov-2031	Citibank	A-2	(23,846)	77,444
SWAPTION USD 15Y 3.85% P 17-MAY-2032 JPM	1,000,000	17-May-2032	JP Morgan	A-2	(21,605)	55,152
SWAPTION USD 15Y 3.85% P 18-AUG-2031 GS	8,000,000	18-Aug-2031	Goldman Sachs & Co.	A-2	(72,656)	443,000
SWAPTION USD 15Y 3.85% P 27-FEB-2032 GS	3,700,000	27-Feb-2032	Goldman Sachs & Co.	A-2	(111,667)	198,372
SWAPTION USD 2Y 2.87% R 21-MAY-2021 GS	34,505,000	21-May-2021	Goldman Sachs & Co.	A-2	41,176	155,620
						1,491,160
SWAPTION USD 10Y 2.86% R 21-MAY-2029 GS	(7,711,000)	21-May-2029	Goldman Sachs & Co.	A-2	(56,085)	(165,361)
						(165,361)

[3] Futures Contracts

Name of Future	Contracted Value ($)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value ($)	Unrealized Appreciation/ (Depreciation) ($)
CBOT Ultra Bond Futures	(2,071,423)	19-Sep-2018	(10)	157	(2,098,965)	(27,542)
CBOT Ultra Bond Futures	(2,073,067)	19-Sep-2018	(10)	158	(2,098,965)	(25,898)
LIFFE FTSE World Futures	397,718	21-Sep-2018	3	7,634	396,051	(1,667)
LIFFE FTSE World Futures	399,135	21-Sep-2018	3	7,661	396,051	(3,084)
LIFFE FTSE World Futures	132,772	21-Sep-2018	1	7,645	132,017	(755)
LIFFE FTSE World Futures	133,168	21-Sep-2018	1	7,668	132,017	(1,151)
LIFFE FTSE World Futures	531,788	21-Sep-2018	4	7,655	528,068	(3,720)
TPX Banks Index Futures	749,438	13-Sep-2018	35	180	716,185	(33,253)
TSE TOPIX Stock Index Futures	630,188	13-Sep-2018	3	1,769	616,545	(13,643)
TSE TOPIX Stock Index Futures	420,837	13-Sep-2018	2	1,772	411,030	(9,807)
TSE TOPIX Stock Index Futures	631,886	13-Sep-2018	3	1,774	616,545	(15,341)
XAF Financial Futures	339,288	21-Sep-2018	3	344	323,009	(16,279)
XAF Financial Futures	340,176	21-Sep-2018	3	345	323,009	(17,167)

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Schedule of Investments (continued)

[3] Futures Contracts (continued)

Name of Future	Contracted Value ($)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value ($)	Unrealized Appreciation/ (Depreciation) ($)
XAF Financial Futures	341,803	21-Sep-2018	3	346	323,009	(18,794)
XAF Financial Futures	680,351	21-Sep-2018	6	345	646,018	(34,333)
					1,361,624	**(222,434)**

[4] Swap Contracts

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Unrealized Gain/(Loss) ($)	Base Market Value
Interest Rate Swaps:						
IRS AUD 2.37% PAY FLT	(20,920,000)	19-Jun-2021	JP Morgan	A-2	(853,515)	(853,515)
IRS AUD 2.37% REC FIX	20,920,000	19-Jun-2021	JP Morgan	A-2	920,525	920,525
IRS BRL 10% PAY FLT	(1,642,147)	04-Jan-2021	JP Morgan	A-2	(589,006)	(589,006)
IRS BRL 10% REC FIX	1,642,147	04-Jan-2021	JP Morgan	A-2	600,081	600,081
IRS BRL 10.0533% PAY FLT	(9,817,433)	04-Jan-2021	JP Morgan	A-2	(3,522,189)	(3,522,189)
IRS BRL 10.0533% REC FIX	9,817,433	04-Jan-2021	JP Morgan	A-2	3,593,319	3,593,319
IRS BRL 10.125% PAY FLT	(3,274,820)	04-Jan-2021	JP Morgan	A-2	(1,174,615)	(1,174,615)
IRS BRL 10.125% REC FIX	3,274,820	04-Jan-2021	JP Morgan	A-2	1,200,161	1,200,161
IRS BRL 10.17% PAY FLT	(3,271,419)	04-Jan-2021	JP Morgan	A-2	(1,173,395)	(1,173,395)
IRS BRL 10.17% REC FIX	3,271,419	04-Jan-2021	JP Morgan	A-2	1,200,162	1,200,162
IRS BRL 8.31% PAY FLT	(7,943,974)	04-Jan-2021	JP Morgan	A-2	(587,540)	(587,540)
IRS BRL 8.31% REC FIX	7,943,974	04-Jan-2021	JP Morgan	A-2	533,262	533,262
IRS BRL 8.37% PAY FLT	(3,966,195)	04-Jan-2021	JP Morgan	A-2	(293,342)	(293,342)
IRS BRL 8.37% REC FIX	3,966,195	04-Jan-2021	JP Morgan	A-2	268,292	268,292
IRS BRL 8.42% PAY FLT	(4,028,519)	04-Jan-2021	Goldman Sachs & Co.	A-2	(297,951)	(297,951)
IRS BRL 8.42% REC FIX	4,028,519	04-Jan-2021	Goldman Sachs & Co.	A-2	274,244	274,244
IRS BRL 8.49% PAY FLT	(2,011,487)	04-Jan-2021	JP Morgan	A-2	(148,592)	(148,592)
IRS BRL 8.49% REC FIX	2,011,487	04-Jan-2021	JP Morgan	A-2	137,917	137,917
IRS BRL 8.52% PAY FLT	(2,036,825)	04-Jan-2021	Goldman Sachs & Co.	A-2	(150,464)	(150,464)
IRS BRL 8.52% REC FIX	2,036,825	04-Jan-2021	Goldman Sachs & Co.	A-2	140,181	140,181
IRS BRL 8.545% PAY FLT	(2,008,807)	04-Jan-2021	Goldman Sachs & Co.	A-2	(148,394)	(148,394)
IRS BRL 8.545% REC FIX	2,008,807	04-Jan-2021	Goldman Sachs & Co.	A-2	137,041	137,041
IRS EUR 1.815% PAY FIX	(2,100,000)	11-May-2048	JP Morgan	A-2	(643,669)	(643,669)
IRS EUR 1.815% REC FLT	2,100,000	11-May-2048	JP Morgan	A-2	619,692	619,692
IRS EUR 1.8912% PAY	(5,090,000)	16-Mar-2048	JP Morgan	A-2	(1,630,363)	(1,630,363)
IRS EUR 1.8912% REC FLT	5,090,000	16-Mar-2048	JP Morgan	A-2	1,511,120	1,511,120
IRS GBP 1.5187% PAY FIX	(1,300,000)	14-Jan-2048	JP Morgan	A-2	(352,337)	(352,337)
IRS GBP 1.5187% REC FLT	1,300,000	14-Jan-2048	JP Morgan	A-2	379,419	379,419
IRS GBP 1.72% PAY FIX	(2,600,000)	05-Jul-2047	JP Morgan	A-2	(805,389)	(805,389)
IRS GBP 1.72% REC FLT	2,600,000	05-Jul-2047	JP Morgan	A-2	771,164	771,164
IRS GBP 1.765% PAY FIX	(2,500,000)	06-Oct-2047	JP Morgan	A-2	(791,318)	(791,318)
IRS GBP 1.765% REC FLT	2,500,000	06-Oct-2047	JP Morgan	A-2	735,891	735,891
IRS GBP 1.8027% PAY FIX	(1,600,000)	05-Jul-2047	JP Morgan	A-2	(519,454)	(519,454)
IRS GBP 1.8027% REC FLT	1,600,000	05-Jul-2047	JP Morgan	A-2	474,562	474,562
IRS JPY 0.289% PAY FLT	(2,810,000,000)	20-Oct-2025	JP Morgan	A-2	(403,575)	(403,575)
IRS JPY 0.289% REC FIX	2,810,000,000	20-Oct-2025	JP Morgan	A-2	488,643	488,643
IRS JPY 0.5155% PAY FIX	(1,420,000,000)	20-Oct-2030	JP Morgan	A-2	(862,726)	(862,726)
IRS JPY 0.5155% REC FLT	1,420,000,000	20-Oct-2030	JP Morgan	A-2	780,386	780,386
IRS KRW 2.3875% PAY	(4,164,033,666)	20-Mar-2021	Goldman Sachs & Co.	A-2	(197,956)	(197,956)
IRS KRW 2.3875% REC FIX	4,164,033,666	20-Mar-2021	Goldman Sachs & Co.	A-2	227,383	227,383
IRS KRW 2.415% PAY FLT	(2,005,557,350)	20-Mar-2021	Goldman Sachs & Co.	A-2	(96,270)	(96,270)
IRS KRW 2.415% PAY FLT	(2,005,557,350)	20-Mar-2021	Goldman Sachs & Co.	A-2	(96,270)	(96,270)
IRS KRW 2.415% REC FIX	2,005,557,350	20-Mar-2021	Goldman Sachs & Co.	A-2	110,604	110,604
IRS KRW 2.415% REC FIX	2,005,557,350	20-Mar-2021	Goldman Sachs & Co.	A-2	110,604	110,604
IRS KRW 2.425% PAY FLT	(3,066,695,469)	20-Mar-2021	BNP Paribas	A-1	(147,207)	(147,207)
IRS KRW 2.425% REC FIX	3,066,695,469	20-Mar-2021	BNP Paribas	A-1	169,824	169,824
IRS KRW 2.5325% PAY	(886,070,525)	20-Mar-2029	Goldman Sachs & Co.	A-2	(234,249)	(234,249)
IRS KRW 2.5325% REC FLT	886,070,525	20-Mar-2029	Goldman Sachs & Co.	A-2	209,390	209,390
IRS KRW 2.56% PAY FIX	(423,216,160)	20-Mar-2029	Goldman Sachs & Co.	A-2	(113,005)	(113,005)

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Schedule of Investments (continued)

[4] Swap Contracts (continued)

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Unrealized Gain/(Loss) ($)	Base Market Value
IRS KRW 2.56% PAY FIX	(423,216,160)	20-Mar-2029	Goldman Sachs & Co.	A-2	(113,005)	(113,005)
IRS KRW 2.56% REC FLT	423,216,160	20-Mar-2029	Goldman Sachs & Co.	A-2	100,109	100,109
IRS KRW 2.56% REC FLT	423,216,160	20-Mar-2029	Goldman Sachs & Co.	A-2	100,109	100,109
IRS KRW 2.5625% PAY	(660,363,147)	20-Mar-2029	BNP Paribas	A-1	(176,499)	(176,499)
IRS KRW 2.5625% REC FLT	660,363,147	20-Mar-2029	BNP Paribas	A-1	156,205	156,205
IRS USD 3.033% PAY FLT	(7,656,000)	20-Mar-2029	JP Morgan	A-2	(2,527,799)	(2,527,799)
IRS USD 3.033% REC FIX	7,656,000	20-Mar-2029	JP Morgan	A-2	2,581,141	2,581,141
IRS USD 3.0552% PAY FIX	(3,250,000)	20-Mar-2049	JP Morgan	A-2	(2,538,270)	(2,538,270)
IRS USD 3.0552% REC FLT	3,250,000	20-Mar-2049	JP Morgan	A-2	2,440,980	2,440,980
IRS USD 3.095% PAY FLT	(68,400,000)	19-Jun-2021	JP Morgan	A-2	(5,053,829)	(5,053,829)
IRS USD 3.095% REC FIX	68,400,000	19-Jun-2021	JP Morgan	A-2	5,312,590	5,249,314
IRS USD 3.15% PAY FIX	(29,120,000)	17-Jun-2025	JP Morgan	A-2	(5,369,587)	(5,276,185)
IRS USD 3.15% PAY FIX	(14,550,000)	17-Jun-2025	JP Morgan	A-2	(2,682,949)	(2,636,280)
IRS USD 3.15% REC FLT	29,120,000	17-Jun-2025	JP Morgan	A-2	4,928,468	4,928,468
IRS USD 3.15% REC FLT	14,550,000	17-Jun-2025	JP Morgan	A-2	2,462,541	2,462,541
ZCS BRL 8.79 PAY FLT	(19,643,321)	04-Jan-2021	Goldman Sachs & Co.	A-2	(1,597,711)	(1,597,711)
ZCS BRL 8.79 REC FIX	19,643,321	04-Jan-2021	Goldman Sachs & Co.	A-2	1,590,720	1,590,720
ZCS BRL 8.82 PAY FLT	(4,143,640)	04-Jan-2021	Merrill Lynch	NR	(335,818)	(335,818)
ZCS BRL 8.82 PAY FLT	(11,009,656)	04-Jan-2021	Goldman Sachs & Co.	A-2	(892,269)	(892,269)
ZCS BRL 8.82 REC FIX	4,143,640	04-Jan-2021	Merrill Lynch	NR	335,260	335,260
ZCS BRL 8.82 REC FIX	11,009,656	04-Jan-2021	Goldman Sachs & Co.	A-2	890,786	890,786
ZCS BRL 8.83 PAY FLT	(4,972,901)	04-Jan-2021	Merrill Lynch	NR	(402,541)	(402,541)
ZCS BRL 8.83 REC FIX	4,972,901	04-Jan-2021	Merrill Lynch	NR	402,235	402,235
						(551,262)
Inflation Swaps:						
EUR P FIX 1.46% - R HICPXT	5,500,000	15-May-2023	JP Morgan	A-2	656,025	656,025
EUR P FIX 1.46% - R HICPXT	(5,500,000)	15-May-2023	JP Morgan	A-2	(634,312)	(634,312)
EUR P FIX 1.53% - R HICPXT	5,400,000	15-May-2023	JP Morgan	A-2	644,097	644,097
EUR P FIX 1.53% - R HICPXT	(5,400,000)	15-May-2023	JP Morgan	A-2	(653,552)	(653,552)
IRS EUR 1.4% PAY FIX	(10,400,000)	15-Feb-2023	JP Morgan	A-2	(1,150,497)	(1,150,497)
IRS EUR 1.4% REC FLT	10,400,000	15-Feb-2023	JP Morgan	A-2	1,222,043	1,222,043
P FIX 1.995 VS R FLT USD CPI	(7,200,000)	27-Jun-2027	JP Morgan	A-2	(1,594,827)	(1,594,827)
P UKRPI - R FIX 3.535%	(10,400,000)	15-Feb-2027	Citibank	A-2	(6,190,975)	(6,190,975)
R FIX 3.535% - P UKRPI	10,400,000	15-Feb-2027	Citibank	A-2	6,577,514	6,577,514
R FLT USD CPI VS P FIX 1.995	7,200,000	27-Jun-2027	JP Morgan	A-2	1,924,109	1,924,109
						799,625
Equity Variance Swaps:						
16.7 Var Swap US S&P500	(68)	21-Dec-2018	JP Morgan	A-2	5,021	5,021
17.15 Var Swap US S&P500	(176)	21-Dec-2018	BNP Paribas	A-1	16,209	16,209
17.40 Var Swap US S&P500	(65)	21-Dec-2018	JP Morgan	A-2	6,286	6,286
17.48 Var Swap US S&P500	(131)	21-Dec-2018	JP Morgan	A-2	14,002	14,002
17.49 Var Swap US S&P500	(77)	21-Dec-2018	JP Morgan	A-2	7,516	7,516
17.51 Var Swap US S&P500	(196)	21-Dec-2018	JP Morgan	A-2	21,383	21,383
17.65 Var Swap US S&P500	(151)	21-Dec-2018	JP Morgan	A-2	15,967	15,967
17.67 Var Swap USS and P500	(52)	21-Dec-2018	JP Morgan	A-2	7,968	7,968
17.71 Var Swap US S&P500	(549)	21-Jun-2019	Societie Generale Securities Corp.	A-1	9,599	9,599
17.75 Var Swap USS and P500	(114)	21-Dec-2018	BNP Paribas	A-1	17,675	17,675
18 Var Swap USS and P500	(36)	21-Dec-2018	JP Morgan	A-2	5,944	5,944
18.05 Var Swap USS and P500	(34)	21-Dec-2018	BNP Paribas	A-1	5,754	5,754
18.09 Var Swap USS and P500	(53)	21-Dec-2018	JP Morgan	A-2	9,052	9,052
18.1 Var Swap USS&P500	(51)	21-Dec-2018	Societie Generale Securities Corp.	A-1	9,064	9,064
18.3 Var Swap USS&P500	(55)	21-Dec-2018	Societie Generale Securities Corp.	A-1	10,572	10,572
18.37 Var Swap USS&P500	(55)	21-Dec-2018	JP Morgan	A-2	10,746	10,746
18.41 Var Swap USS&P500	(67)	21-Dec-2018	JP Morgan	A-2	13,276	13,276
19.09 Var Swap USS&P500	(111)	21-Dec-2018	JP Morgan	A-2	26,149	26,149
19.1 Var Swap S&P500	(127)	21-Dec-2018	Societie Generale Securities Corp.	A-1	30,738	30,738
19.1 Var Swap USS&P500	(64)	21-Dec-2018	Societie Generale Securities Corp.	A-1	15,367	15,367
19.1 Var Swap USS&P500	(64)	21-Dec-2018	Societie Generale Securities Corp.	A-1	15,283	15,283
19.15 Var Swap USS&P500	(164)	21-Dec-2018	JP Morgan	A-2	39,116	39,116
19.2 Var Swap USS&P500	(62)	21-Dec-2018	Societie Generale Securities Corp.	A-1	15,325	15,325
19.2 Var Swap USS&P500	(62)	21-Dec-2018	Societie Generale Securities Corp.	A-1	15,266	15,266
19.20 Var Swap S&P500	(64)	20-Dec-2019	JP Morgan	A-2	2,641	2,641
19.24 Var Swap USS&P500	(107)	21-Dec-2018	JP Morgan	A-2	26,530	26,530
19.25 Var Swap USS&P500	(63)	21-Dec-2018	Societie Generale Securities Corp.	A-1	15,741	15,741
19.3 Var Swap USS&P500	(189)	21-Dec-2018	Societie Generale Securities Corp.	A-1	47,437	47,437

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Schedule of Investments (continued)

[4] Swap Contracts (continued)

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Unrealized Gain/(Loss) ($)	Base Market Value
19.35 Var Swap USS&P500	(63)	21-Dec-2018	Societie Generale Securities Corp.	A-1	15,926	15,926
19.5 Var Swap DJEUROSTOXX50	504	21-Jun-2019	Societie Generale Securities Corp.	A-1	(54,240)	(54,240)
19.65 Var Swap S&P500	(47)	20-Dec-2019	Societie Generale Securities Corp.	A-1	3,013	3,013
19.8 Var Swap NIKKEI225	6,341	14-Dec-2018	JP Morgan	A-2	(7,782)	(7,782)
19.85 Var Swap NKY	16,605	14-Dec-2018	BNP Paribas	A-1	(20,484)	(20,484)
19.86 Var Swap S&P500	(81)	20-Dec-2019	JP Morgan	A-2	5,835	5,835
20.1 Var Swap S&P500	(46)	20-Dec-2019	JP Morgan	A-2	6,495	4,063
20.28 Var Swap NKY	12,277	14-Dec-2018	JP Morgan	A-2	(17,791)	(17,791)
20.3 Var Swap S&P500	(47)	20-Dec-2019	BNP Paribas	A-1	7,268	4,758
20.5 Var Swap S&P500	(82)	20-Dec-2019	JP Morgan	A-2	12,833	8,411
20.51 Var Swap NKY	18,197	14-Dec-2018	JP Morgan	A-2	(28,563)	(28,563)
20.58 Var Swap NKY	6,004	14-Dec-2018	JP Morgan	A-2	(9,075)	(9,075)
21.6 Var Swap DJEUROSTOXX50	63	20-Dec-2019	JP Morgan	A-2	(16,276)	(12,096)
21.6 Var Swap DJEUROSTOXX50	36	20-Dec-2019	BNP Paribas	A-1	(9,411)	(7,022)
22.6 Var Swap S&P500	(75)	20-Dec-2019	Goldman Sachs & Co.	A-2	11,914	16,373
23.5 Var Swap DJEUROSTOXX50	58	20-Dec-2019	Goldman Sachs & Co.	A-2	(18,730)	(18,730)
25 Var Swap HKHSCEI	285	28-Dec-2018	Societie Generale Securities Corp.	A-1	(9,408)	(9,408)
25.07 Var Swap HKHSCEI	287	28-Dec-2018	JP Morgan	A-2	(9,354)	(9,354)
25.15 Var Swap HKHSCEI	627	28-Dec-2018	BNP Paribas	A-1	(20,703)	(20,703)
25.32 Var Swap HKHSCEI	417	28-Dec-2018	JP Morgan	A-2	(9,472)	(9,472)
25.4 Var Swap HKHSCEI	198	28-Dec-2018	JP Morgan	A-2	(6,910)	(6,910)
25.45 Var Swap HKHSCEI	190	28-Dec-2018	BNP Paribas	A-1	(6,704)	(6,704)
25.48 Var Swap HKHSCEI	817	28-Dec-2018	JP Morgan	A-2	(19,873)	(19,873)
25.49 Var Swap HKHSCEI	295	28-Dec-2018	JP Morgan	A-2	(10,550)	(10,550)
25.87 Var Swap HKHSCEI	304	28-Dec-2018	JP Morgan	A-2	(12,515)	(12,515)
26.05 Var Swap HKHSCEI	298	28-Dec-2018	Societie Generale Securities Corp.	A-1	(12,827)	(12,827)
26.2 Var Swap HKHSCEI	367	30-Dec-2019	JP Morgan	A-2	(5,360)	(5,360)
26.41 Var Swap HKHSCEI	361	28-Dec-2018	JP Morgan	A-2	(16,710)	(16,710)
26.65 Var Swap HKHSCEI	274	30-Dec-2019	Societie Generale Securities Corp.	A-1	(5,053)	(5,053)
26.76 Var Swap HKHSCEI	472	30-Dec-2019	JP Morgan	A-2	(8,879)	(8,879)
27.09 Var Swap HKHSCEI	606	28-Dec-2018	JP Morgan	A-2	(32,123)	(32,123)
27.1 Var Swap HKHSCEI	899	28-Dec-2018	JP Morgan	A-2	(47,903)	(47,903)
27.1 Var Swap HKHSCEI	269	30-Dec-2019	JP Morgan	A-2	(8,405)	(5,960)
27.6 Var Swap HKHSCEI	342	28-Dec-2018	Societie Generale Securities Corp.	A-1	(19,787)	(19,787)
27.85 Var Swap HKHSCEI	333	28-Dec-2018	Societie Generale Securities Corp.	A-1	(20,061)	(20,061)
27.89 Var Swap HKHSCEI	487	28-Dec-2018	JP Morgan	A-2	(29,579)	(29,579)
27.9 Var Swap HKHSCEI	676	28-Dec-2018	Societie Generale Securities Corp.	A-1	(41,534)	(41,534)
27.9 Var Swap HKHSCEI	338	28-Dec-2018	Societie Generale Securities Corp.	A-1	(20,767)	(20,767)
27.95 Var Swap HKHSCEI	331	28-Dec-2018	Societie Generale Securities Corp.	A-1	(20,363)	(20,363)
28.05 Var Swap HKHSCEI	336	28-Dec-2018	Societie Generale Securities Corp.	A-1	(21,027)	(21,027)
28.05 Var Swap HKHSCEI	1,009	28-Dec-2018	Societie Generale Securities Corp.	A-1	(62,885)	(62,885)
28.15 Var Swap HKHSCEI	335	28-Dec-2018	Societie Generale Securities Corp.	A-1	(21,317)	(21,317)
						(179,401)
						68,962

[5] Credit Default Swaps

Referenced Entity	Payment Frequency	Coupon	Expiry Date	Counterparty	Credit Rating for Counterparty	Notional Amount ($)	Current Value ($)
CDX.NA.HY.30 SP	Quarterly	5.000%	20-Jun-2023	JP Morgan	A-2	96,663	97,887
							97,887

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Multi-Strategy Target Return Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to its investment in interest-bearing securities and indexed equity linked futures and put options. However, as these investments are held exclusively in federally issued securities or directly with the exchanges, credit risk is not a significant risk to the Fund.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	3.55	13.24
AA/Aa	61.92	46.37
A/A	2.04	3.15
BBB/Baa	3.53	3.99
N/R	1.58	0.19
Total	**72.62**	**66.94**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, either directly or indirectly through underlying funds, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	16,610,985	20.51	(6,998,054)	(8.23)
Indian Rupee	5,856,236	7.23	5,951,583	7.00
Indonesian Rupiah	2,895,472	3.57	3,447,054	4.06
Mexican Peso	1,728,597	2.13	4,905,962	5.77
Japanese Yen	404,963	0.50	3,982,094	4.68
Korean Won	9,766	0.01	-	-
South African Rand	320	-	329	-
Polish Zloty	18	-	18	-
New Zealand Dollar	1	-	1	-
Swedish Krona	(21)	-	(22)	-
Brazilian Real	(10,167)	(0.01)	-	-
Turkish Lira	(28,543)	(0.04)	-	-
Hong Kong Dollar	(497,625)	(0.61)	(428,171)	(0.50)
Euro	(1,163,557)	(1.44)	147,728	0.17
Singapore Dollar	(2,352,017)	(2.90)	1	-
British Pound	(2,473,090)	(3.05)	(362,536)	(0.43)
Australian Dollar	(6,432,338)	(7.94)	(6,382,982)	(7.51)
New Taiwan Dollar	(9,957,477)	(12.29)	-	-
Total	**4,591,523**	**5.67**	**4,263,005**	**5.01**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $229,576 ($213,150 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	-	1,683,231	5,699,215	7,382,446
December 31, 2017	-	1,789,392	15,536,468	17,325,860

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $1,134,781 ($2,212,873 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in equity securities directly or indirectly through the underlying funds.

As at June 30, 2018, if the MSCI World Index had increased or decreased 20%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased by $4,592,594 ($11,568,671 as at December 31, 2017) or decreased by $5,718,468 ($7,497,111 as at December 31, 2017) respectively. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
Federal Bonds	9.1	20.4
Equities		
Energy	1.2	0.2
Materials	2.0	0.6
Industrials	1.5	1.3
Consumer Discretionary	0.9	0.6
Consumer Staples	0.2	0.2
Health Care	0.5	0.2
Financials	1.1	0.9
Real Estate	7.6	0.2
Information Technology	0.2	0.2
Telecommunication Services	0.3	0.2
Utilities	0.9	0.6
Mutual Funds		
Emerging Markets Equity	4.8	5.2
Global Equity	-	2.5
Derivative Assets (Liabilities)	2.1	3.5
Other Assets less Liabilities	67.6	63.2
Total	**100.0**	**100.0**

The Fund's Use of Derivatives

The Fund will make significant use of derivative instruments and may take both long and short synthetic positions in markets, assets and groups of assets. As such, derivatives may be used for purposes of hedging, efficient portfolio management and/or investment purposes. The use of derivative instruments as part of the investment strategy will mean that the Fund may, from time to time, have substantial holdings in liquid assets, including deposits and money market instruments.

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	13,233,593	29,724	-	13,263,317
Bonds	-	7,382,446	-	7,382,446
Mutual Funds	3,858,613	-	-	3,858,613
Swap Contracts	-	48,349,529	-	48,349,529
Credit Default Swaps	-	97,887	-	97,887
Futures Contracts	-	-	-	-
Currency Forward Contracts	-	1,333,966	-	1,333,966
Option Contracts	1,555,278	-	-	1,555,278
Financial Liabilities				
Swap Contracts	-	48,280,567	-	48,280,567
Futures Contracts	-	222,434	-	222,434
Currency Forward Contracts	-	667,595	-	667,595
Option Contracts	475,178	-	-	475,178

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	4,449,443	-	-	4,449,443
Bonds	-	17,325,860	-	17,325,860
Mutual Funds	6,551,147	-	-	6,551,147
Swap Contracts	-	34,022,476	-	34,022,476
Credit Default Swaps	-	644,046	-	644,046
Futures Contracts	-	457,912	-	457,912
Currency Forward Contracts	-	671,223	-	671,223
Option Contracts	2,821,106	-	-	2,821,106
Financial Liabilities				
Swap Contracts	-	34,390,790	-	34,390,790
Futures Contracts	-	362,621	-	362,621
Currency Forward Contracts	-	526,089	-	526,089
Option Contracts	341,766	-	-	341,766

There were no transfers between fair value levels during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Derivative assets and liabilities

Derivative assets and liabilities consist of options, foreign currency forward contracts, equity swaps and futures contracts. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

Forward contracts, credit default swaps and equity swaps are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Futures contracts are classified as Level 2 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Leverage

The Fund measures leverage in terms of the total underlying notional value of the securities and/or financial derivative positions as a ratio of the total assets held by such fund. The Fund, by being subject to National Instrument 81-104 ("NI 81-104"), is permitted to lever its assets: that is, the aggregate underlying market exposure of all derivatives held by the Fund calculated on a daily mark-to-market basis can exceed the Fund's cash and cash equivalents, including cash held as margin on deposit to support the Fund's derivatives trading activities. The Fund will generally not use leverage in excess of 7.0 times its net asset value.

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

The following table discloses the minimum and maximum leverage levels for the Fund during the periods ended June 30, 2018 and December 31, 2017; the Fund's leverage at the end of this reporting period; and, approximately what that leverage represents as a percentage of the Fund's net assets.

Period End	Minimum Leverage	Maximum Leverage	Leverage at End of Reporting Period	Approximate Percentage of Net Assets
June 30, 2018	5.54:1	9.58:1	5.60:1	560%
December 31, 2017	3.74:1	9.44:1	7.55:1	755%

Maximum and minimum leverage factors are not adjusted for capital stock activity.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $29,185 ($3,474 for the period ended June 30, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $692,779 ($1,052,583 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series A	1,025	9,831
Series F	1,027	10,045
Series I	2,073	20,633
Series O	1,012	10,083

	December 31, 2017	
	Units	Market Value ($)
Series A	1,024	9,794
Series F	1,026	9,949
Series I	2,073	20,304
Series O	1,017	9,971

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at June 30, 2018 and December 31, 2017, SLA held the following position in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series I	3,118,794	31,047,597

	December 31, 2017	
	Units	Market Value ($)
Series I	3,118,713	30,552,471

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

The accompanying notes are an integral part of the financial statements.

Sun Life Multi-Strategy Target Return Fund (continued)

Financial Assets and Liabilities

	Gross Assets/ (Liabilities) ($)	Amounts Eligible for Offset: Financial Instruments ($)	Amounts Eligible for Offset: Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Currency Forward Contracts	1,333,966	(632,715)	-	701,251
Derivative assets - Credit Default Swaps	97,887	-	-	97,887
Derivative assets - Swaps	48,349,529	(47,962,990)	-	386,539
Total	**49,781,382**	**(48,595,705)**	**-**	**1,185,677**
Derivative liabilities - Currency Forward Contracts	(667,595)	632,715	-	(34,880)
Derivative liabilities - Swaps	(48,280,567)	47,962,990	-	(317,577)
Total	**(48,948,162)**	**48,595,705**	**-**	**(352,457)**
December 31, 2017				
Derivative assets - Currency Forward Contracts	671,223	(349,271)	-	321,952
Derivative assets - Credit Default Swaps	644,046	-	-	644,046
Derivative assets - Swaps	34,022,476	(33,901,349)	-	121,127
Total	**35,337,745**	**(34,250,620)**	**-**	**1,087,125**
Derivative liabilities - Currency Forward Contracts	(526,089)	349,271	-	(176,818)
Derivative liabilities - Swaps	(34,390,790)	33,901,349	-	(489,441)
Total	**(34,916,879)**	**34,250,620**	**-**	**(666,259)**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	May 11, 2016	June 06, 2016
Series F Units	May 11, 2016	June 06, 2016
Series I Units	May 11, 2016	June 06, 2016
Series O Units	May 11, 2016	June 06, 2016

The accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**193,557,563**	280,298,091
Short-term investments	**-**	-
Cash	**4,275,416**	6,459,937
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**2,770,659**	6,959,617
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	-
Accrued interest	**1,924,291**	2,754,882
Dividends receivable	**191,499**	251,812
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**285,474**	429,575
	203,004,902	297,153,914
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**16**	16
Option contracts, at fair value - short	**295,513**	305,588
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**10,365**	4,174
Redemptions payable	**403,108**	163,702
Distributions payable	**-**	-
Due to investment dealers	**295,710**	600,978
Management fees payable	**3,793**	972
Total liabilities (excluding net assets attributable to holders of redeemable units)	**1,008,505**	1,075,430
Net Assets Attributable to Holders of Redeemable Units	**201,996,397**	296,078,484
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**2,741,310**	2,749,209
Series F	**265,479**	89,495
Series I	**198,423,185**	292,672,367
Series O	**566,423**	567,413
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**8.94**	9.40
Series F	**9.07**	9.51
Series I	**9.64**	10.07
Series O	**9.15**	9.55

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**2,073,607**	2,045,572
Interest income for distribution purposes	**5,151,838**	3,458,637
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(1,018,217)**	1,321,636
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(8,858,464)**	803,359
Net realized gain (loss) on option contracts	**(32,652)**	31,313
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**4,103,136**	557,165
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(4,188,957)**	3,536,734
Change in unrealized appreciation (depreciation) in option contracts	**17,655**	3,661
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**(2,752,054)**	11,758,077
Net gain (loss) on foreign exchange	**910,382**	(313,028)
Other income	**-**	-
Total income (loss)	**(1,841,672)**	11,445,049
Expenses (note 6)		
Management fees	**20,828**	19,544
Administration fees	**71,755**	54,547
Independent review committee fees	**34**	32
Withholding tax	**254,804**	192,983
Transaction costs (note 3)	**54,260**	35,193
Total operating expenses	**401,681**	302,299
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(2,243,353)**	11,142,750
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**(2,243,353)**	11,142,750
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(45,635)**	131,931
Series F	**(2,468)**	6,421
Series I	**(2,190,295)**	10,970,843
Series O	**(4,955)**	33,555
Weighted Average Number of Units Outstanding		
Series A	**299,009**	275,760
Series F	**21,125**	12,730
Series I	**24,952,502**	18,459,307
Series O	**60,387**	61,047
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(0.15)**	0.48
Series F	**(0.12)**	0.50
Series I	**(0.09)**	0.59
Series O	**(0.08)**	0.55

The accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series F		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 2,749,209	2,612,885	89,495	114,545	292,672,367	123,159,819
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (45,635)	131,931	(2,468)	6,421	(2,190,295)	10,970,843
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 343,127	156,261	196,155	43,687	58,194,230	86,137,649
Redemption of redeemable units	$ (299,696)	(301,314)	(17,700)	(76,126)	(150,253,118)	(9,204,650)
Reinvestment of distributions to holders of redeemable units	$ 87,986	61,590	6,571	2,877	8,896,366	4,697,710
Capitalized distributions	$ -	-	-	-	-	-
	$ 131,417	(83,463)	185,026	(29,562)	(83,162,522)	81,630,709
Distributions to Holders of Redeemable Units						
From capital gains	$ (25,701)	-	(1,373)	-	(2,858,083)	-
From net investment income	$ (67,980)	(64,268)	(5,201)	(2,877)	(6,038,282)	(4,697,710)
Return of capital	$ -	-	-	-	-	-
	$ (93,681)	(64,268)	(6,574)	(2,877)	(8,896,365)	(4,697,710)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (7,899)	(15,800)	175,984	(26,018)	(94,249,182)	87,903,842
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 2,741,310**	**2,597,085**	**265,479**	**88,527**	**198,423,185**	**211,063,661**
Redeemable Unit Transactions						
Balance - beginning of period	292,427	281,345	9,411	12,264	29,072,081	12,543,412
Units issued	37,370	16,583	21,073	4,638	5,888,341	8,683,949
Units issued on reinvestment of distributions	9,648	6,533	714	303	905,520	468,368
Units redeemed	(32,649)	(31,991)	(1,922)	(7,996)	(15,280,853)	(918,591)
Balance - end of period	**306,796**	**272,470**	**29,276**	**9,209**	**20,585,089**	**20,777,138**

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 567,413	439,577	**296,078,484**	**126,326,826**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (4,955)	33,555	**(2,243,353)**	**11,142,750**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 30,171	242,228	58,763,683	86,579,825
Redemption of redeemable units	$ (26,206)	(105,625)	(150,596,720)	(9,687,715)
Reinvestment of distributions to holders of redeemable units	$ 18,832	14,650	9,009,755	4,776,827
Capitalized distributions	$ -	-	-	-
	$ 22,797	151,253	**(82,823,282)**	**81,668,937**
Distributions to Holders of Redeemable Units				
From capital gains	$ (5,201)	-	(2,890,358)	-
From net investment income	$ (13,631)	(14,650)	(6,125,094)	(4,779,505)
Return of capital	$ -	-	-	-
	$ (18,832)	(14,650)	**(9,015,452)**	**(4,779,505)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (990)	170,158	**(94,082,087)**	**88,032,182**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 566,423**	**609,735**	**201,996,397**	**214,359,008**
Redeemable Unit Transactions				
Balance - beginning of period	59,399	47,299	**29,433,318**	**12,884,320**
Units issued	3,246	25,809	5,950,030	8,730,979
Units issued on reinvestment of distributions	2,024	1,546	917,906	476,750
Units redeemed	(2,789)	(11,210)	(15,318,213)	(969,788)
Balance - end of period	**61,880**	**63,444**	**20,983,041**	**21,122,261**

The accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(2,243,353)**	11,142,750
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**1,018,217**	(1,321,636)
Change in unrealized (appreciation) depreciation in value of investments	**(4,103,136)**	(557,165)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**4,188,957**	(3,536,734)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**(10,075)**	19,335
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(48,504,997)**	(117,987,498)
Proceeds from sale of investments	**137,976,575**	30,463,191
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**890,904**	(976,886)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**2,821**	57
Change in other payables and accrued expenses	**54,793**	39,725
Net Cash Provided by (Used in) Operating Activities	**89,270,706**	(82,714,861)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(5,697)**	(2,678)
Proceeds from redeemable units issued	**58,907,784**	90,608,723
Redemption of redeemable units	**(150,357,314)**	(9,598,400)
Net Cash Provided by (Used in) Financing Activities	**(91,455,227)**	81,007,645
Net increase (decrease) in cash	**(2,184,521)**	(1,707,216)
Cash (bank indebtedness) at beginning of period	**6,459,937**	7,791,158
Cash (bank indebtedness) at end of period	**4,275,416**	6,083,942
Dividends received, net of withholding taxes	**1,879,116**	1,789,238
Interest received, net of withholding taxes	**5,982,429**	2,545,102
Interest paid	**-**	-

The accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS						
Corporate Bonds						
ATS Automation Tooling Systems Inc.	6.500	15-Jun-2023	775,000	1,018,527	1,042,407	
Emera Inc.	6.750	15-Jun-2076	2,245,000	3,147,303	3,086,063	
Transcanada Trust	5.875	15-Aug-2076	1,075,000	1,465,569	1,403,496	
				5,631,399	**5,531,966**	**2.74**
Foreign Bonds						
AK Steel Corp.	7.000	15-Mar-2027	1,625,000	2,141,979	2,041,404	
Albertsons Cos LLC / Safeway Inc. / New Albertson's Inc.	6.625	15-Jun-2024	825,000	1,061,508	1,030,002	
Ally Financial Inc.	5.750	20-Nov-2025	1,525,000	2,078,724	2,051,187	
American Axle & Manufacturing Inc.	6.250	1-Apr-2025	925,000	1,195,300	1,212,222	
American Axle & Manufacturing Inc.	6.500	1-Apr-2027	1,325,000	1,731,601	1,723,354	
Amkor Technology Inc.	6.625	1-Jun-2021	726,000	968,141	950,834	
Anheuser-Busch InBev Finance Inc.	4.900	1-Feb-2046	1,450,000	2,077,724	1,968,939	
ArcelorMittal	7.500	15-Oct-2039	1,000,000	1,381,915	1,516,969	
Bank of America Corp.	6.300	31-Dec-2049	1,375,000	1,927,674	1,914,998	
Bank of America Corp.	6.500	31-Dec-2049	1,375,000	1,878,918	1,924,041	
Blue Cube Spinco Inc.	9.750	15-Oct-2023	1,025,000	1,517,994	1,533,725	
Capital One Financial Corp.	5.550	31-Dec-2049	675,000	886,000	909,412	
CenturyLink Inc.	7.650	15-Mar-2042	2,725,000	3,111,666	2,993,127	
CIT Group Inc.	6.125	9-Mar-2028	800,000	1,063,315	1,083,925	
CIT Group Inc.	5.800	31-Dec-2049	675,000	887,305	879,045	
Citigroup Inc.	5.800	31-Dec-2049	375,000	467,166	504,701	
Citigroup Inc.	6.250	31-Dec-2049	2,725,000	3,782,112	3,723,485	
CoBank ACB	6.250	31-Dec-2049	225,000	296,595	309,294	
Communications Sales & Leasing Inc. / CSL Capital LLC	8.250	15-Oct-2023	1,000,000	1,314,828	1,262,826	
Conduent Finance Inc. / Xerox Business Services LLC	10.500	15-Dec-2024	600,000	897,043	946,133	
Con-way Inc.	6.700	1-May-2034	2,325,000	2,975,057	3,096,636	
Cooper-Standard Automotive Inc.	5.625	15-Nov-2026	800,000	1,055,308	1,041,831	
CVR Partners LP / CVR Nitrogen Finance Corp	9.250	15-Jun-2023	530,000	734,725	720,715	
Dana Financing Luxembourg S.a.r.l	6.500	1-Jun-2026	925,000	1,290,600	1,238,079	
Dean Foods Co.	6.500	15-Mar-2023	825,000	1,066,214	1,044,544	
DISH DBS Corp.	7.750	1-Jul-2026	3,000,000	4,366,258	3,472,770	
DISH Network Corp.	3.375	15-Aug-2026	500,000	711,668	641,016	
Donnelley Financial Solutions Inc.	8.250	15-Oct-2024	1,325,000	1,853,950	1,830,111	
Enviva Partners LP / Enviva Partners Finance Corp.	8.500	1-Nov-2021	2,575,000	3,502,962	3,535,458	
EQT Midstream Partners LP	5.500	15-Jul-2028	725,000	959,345	955,025	
EQT Midstream Partners LP	6.500	15-Jul-2048	875,000	1,152,185	1,156,235	
First Data Corp.	7.000	1-Dec-2023	950,000	1,275,222	1,304,757	
Ford Motor Co.	7.450	16-Jul-2031	700,000	1,128,360	1,084,344	
GCI Inc.	6.875	15-Apr-2025	1,752,000	2,326,291	2,396,843	
General Motors Co.	6.600	1-Apr-2036	2,215,000	3,324,981	3,161,890	
General Motors Financial Co, Inc.	5.750	31-Dec-2049	1,265,000	1,584,655	1,599,554	
Greystar Real Estate Partners LLC	5.750	1-Dec-2025	550,000	701,279	703,598	
Hewlett Packard Enterprise Co.	6.350	15-Oct-2045	2,725,000	3,736,425	3,552,487	
Iron Mountain Inc.	5.750	15-Aug-2024	1,475,000	1,984,905	1,906,324	
JPMorgan Chase & Co.	6.750	29-Aug-2049	1,350,000	1,898,882	1,933,455	
Kennedy-Wilson Inc.	5.875	1-Apr-2024	1,425,000	1,864,178	1,827,644	
Kindred Healthcare Inc.	8.000	15-Jan-2020	2,220,000	2,882,108	3,143,715	
L Brands Inc.	6.950	1-Mar-2033	1,650,000	2,259,349	1,942,581	
L Brands Inc.	6.875	1-Nov-2035	975,000	1,269,817	1,147,889	
Liberty Interactive LLC	3.750	15-Nov-2029	1,850,000	1,597,571	1,678,969	
Liberty Interactive LLC	4.000	15-Feb-2030	3,250,000	2,854,660	2,975,875	
Liberty Mutual Group Inc.	7.800	15-Mar-2037	575,000	907,359	894,419	
Lloyds Bank PLC	12.000	31-Dec-2049	725,000	1,230,749	1,171,267	
McDonald's Corp.	4.875	9-Dec-2045	1,850,000	2,601,368	2,564,704	
Navient Corp.	8.000	25-Mar-2020	2,225,000	3,049,880	3,095,155	
Nexstar Escrow Corp.	5.625	1-Aug-2024	425,000	556,635	542,292	
Nordstrom Inc.	5.000	15-Jan-2044	2,575,000	3,228,095	3,134,124	
NuFarm Australia Ltd / Nufarm Americas Inc.	5.750	Apr-30-2026	70,000	88,256	89,434	
Olin Corp.	5.000	1-Feb-2030	1,525,000	1,885,719	1,898,226	
Qorvo Inc.	7.000	1-Dec-2025	700,000	975,791	994,475	
Raymond James Financial Inc.	4.950	15-Jul-2046	775,000	1,056,057	1,042,764	
RR Donnelley & Sons Co.	6.500	15-Nov-2023	745,000	942,502	965,305	
Seagate HDD Cayman	4.875	1-Jun-2027	3,140,000	3,743,374	3,845,917	

The accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Sealed Air Corp.	6.875	15-Jul-2033	725,000	1,051,844	1,051,450	
Select Inc.ome REIT	4.500	1-Feb-2025	1,425,000	1,780,322	1,824,855	
Southern Copper Corp.	5.875	23-Apr-2045	975,000	1,225,580	1,369,538	
Tech Data Corp.	4.950	15-Feb-2027	1,576,000	2,057,901	2,051,413	
Tempur Sealy International Inc.	5.500	15-Jun-2026	939,000	1,245,738	1,198,145	
Terex Corp.	5.625	1-Feb-2025	725,000	979,833	950,120	
The Goldman Sachs Group Inc.	5.300	31-Dec-2049	675,000	877,436	870,166	
The PNC Financial Services Group Inc.	6.750	29-Jul-2049	750,000	1,098,849	1,065,509	
Trinseo Materials Operating SCA / Trinseo Materials Finance	5.375	1-Sep-2025	775,000	976,428	1,013,097	
Triumph Group Inc.	4.875	1-Apr-2021	1,050,000	1,259,739	1,336,326	
United States Steel Corp.	6.250	15-Mar-2026	800,000	1,038,968	1,040,526	
Versum Materials Inc.	5.500	30-Sep-2024	400,000	526,500	534,807	
Viacom Inc.	6.875	30-Apr-2036	3,475,000	4,965,055	4,952,200	
ViaSat Inc.	5.625	15-Sep-2025	850,000	1,055,098	1,053,835	
Wells Fargo & Co.	5.875	31-Dec-2049	475,000	607,103	645,143	
Zions Bancorporation	7.200	29-Sep-2049	1,425,000	1,988,793	1,972,918	
				124,025,435	**122,740,098**	**60.76**
Total Bonds				**129,656,834**	**128,272,064**	**63.50**

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Dominion Midstream Partners LP	45,700	799,204	817,574	
Enterprise Products Partners LP	28,300	959,206	1,030,072	
EQT Corp.	15,500	1,020,160	1,125,086	
		2,778,570	**2,972,732**	**1.47**
Materials				
CHS Inc., 6.75%, Preferred	74,680	2,566,929	2,599,359	
CHS Inc., 7.10%, Preferred	46,775	1,602,893	1,678,535	
DowDuPont Inc.	11,300	1,028,037	979,868	
United States Cellular Corp., 7.25%, Preferred	86,345	2,900,835	2,924,167	
		8,098,694	**8,181,929**	**4.05**
Industrials				
Delta Air Lines Inc.	14,800	1,009,208	964,473	
Siemens AG, ADR	17,600	1,393,559	1,525,356	
		2,402,767	**2,489,829**	**1.23**
Consumer Discretionary				
Kingfisher PLC	96,900	1,094,584	1,005,710	
		1,094,584	**1,005,710**	**0.50**
Consumer Staples				
Imperial Brands PLC	30,600	1,782,270	1,494,980	
		1,782,270	**1,494,980**	**0.74**
Health Care				
AstraZeneca PLC, Sponsored ADR	43,500	1,779,851	2,009,057	
Gilead Sciences Inc.	11,800	1,206,087	1,099,595	
GlaxoSmithKline PLC, ADR	48,500	2,487,052	2,571,738	
		5,472,990	**5,680,390**	**2.81**
Financials				
American International Group Inc.	15,000	1,140,027	1,046,172	
Apartment Investment & Management Co.	27,700	1,547,639	1,541,318	
Ares Capital Corp.	47,300	1,006,306	1,023,527	
Bank of America Corp., 6.625%, Preferred	575	908,060	945,853	
CIT Group Inc.	15,300	878,264	1,014,566	
Citigroup Inc., 7.125%, Preferred	16,463	594,988	600,525	
CNA Financial Corp.	17,100	1,047,864	1,027,530	
Enstar Group Ltd., 7.000%, Series D, Preferred	30,400	1,010,448	1,010,134	
GMAC Capital Trust I, Series 2, Preferred	83,810	2,777,313	2,899,504	

The accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
GS Finance Corp.	4,900	1,069,427	1,084,381	
Huntington Bancshares Inc., Series D, Preferred	28,827	949,139	990,478	
Kemper Corp., 7.38%, Preferred	16,114	541,472	554,364	
Ladenburg Thalmann Financial Services Inc., Series A, Preferred	68,766	2,148,131	2,305,525	
MGM Growth Properties LLC	54,600	1,830,912	2,187,735	
Morgan Stanley, 7.13%, Preferred	25,644	938,408	951,952	
National General Holdings Corp., 7.63%, Preferred	32,038	1,045,475	1,082,684	
Synchrony Financial	32,800	1,446,641	1,440,232	
The Bank of NT Butterfield & Son Ltd.	15,900	682,527	962,115	
The Charles Schwab Corporation, Series C, Preferred	16,832	571,143	586,972	
VEREIT Inc., Series F, Preferred	31,066	1,011,677	1,026,543	
Wells Fargo & Co.	9,300	616,737	678,232	
Wells Fargo & Co., Series L, Preferred	1,500	2,398,980	2,485,122	
		26,161,578	**27,445,464**	**13.60**
Information Technology				
Cypress Semiconductor Corp.	70,400	1,461,428	1,442,820	
Oracle Corp.	24,600	1,399,256	1,425,777	
Qorvo Inc.	27,200	2,250,885	2,868,487	
		5,111,569	**5,737,084**	**2.84**
Real Estate				
Digital Realty Trust Inc., 6.625%, Series C, Preferred	33,865	1,136,335	1,176,054	
National Storage Affiliates Trust, 8.0%, Preferred, Series A	48,639	1,520,394	1,572,994	
		2,656,729	**2,749,048**	**1.36**
Utilities				
Evergy Inc.	29,067	1,880,530	2,146,951	
FirstEnergy Corp.	59,300	2,399,493	2,801,188	
NextEra Energy Inc., 6.371%, Preferred	15,700	1,242,888	1,539,847	
Veolia Environnement SA	37,200	878,957	1,040,347	
		6,401,868	**7,528,333**	**3.73**
Total Equities		**61,961,619**	**65,285,499**	**32.33**
Transaction Costs		**(38,468)**		
Total Investments		**191,579,985**	**193,557,563**	**95.83**
Currency Forward Contracts[1]			**2,770,659**	**1.37**
Option Contracts[2]			**(295,513)**	**(0.15)**
Other Assets less Liabilities			**5,963,688**	**2.95**
Total Net Assets			**201,996,397**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
Royal Bank of Canada	A-1+	31-Jul-2018	CAD	205,457,407	USD	(154,163,393)	2,770,659
							2,770,659

[2] Option Contracts

	Expiry Date	Number Of Contracts	Average Cost ($)	Current Value ($)
Delta Air Lines Inc. @60 Call Option	21-Dec-2018	(148)	(32,184)	(12,849)
Qorvo Inc. @75 Call Option	17-Aug-2018	(272)	(154,571)	(282,664)
			(32,184)	**(295,513)**

The accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life NWQ Flexible Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	1.37	2.35
AA/Aa	-	0.51
A/A	0.97	1.50
BBB/Bbb	21.83	24.08
BB/Bb	26.81	23.47
B/B	20.69	21.59
CCC/Ccc	0.94	0.61
Not Rated	5.58	4.86
Total	**78.19**	**78.97**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates. However, the Fund also holds foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies and reduce the current risk exposure to the Fund.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	(3,414,877)	(1.69)	12,733,061	4.30
Total	**(3,414,877)**	**(1.69)**	**12,733,061**	**4.30**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $(170,744) ($636,653 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	-	14,869,156	113,402,908	128,272,064
December 31, 2017	-	19,673,626	167,407,196	187,080,822

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $21,241,823 ($30,571,468 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund (continued)

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in foreign equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $3,264,275 ($4,660,863 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
Corporate Bonds	2.7	2.7
Foreign Bonds	60.8	60.4
Equities		
Energy	1.5	0.5
Materials	4.1	3.2
Industrials	1.2	1.3
Consumer Discretionary	0.5	0.6
Consumer Staples	0.7	1.0
Health Care	2.8	2.7
Financials	13.6	15.3
Information Technology	2.8	1.9
Real Estate	1.4	1.5
Utilities	3.7	3.6
Derivative Assets (Liabilities)	1.3	2.3
Other Assets less Liabilities	2.9	3.0
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	52,601,259	11,599,859	1,084,381	65,285,499
Currency Forward Contracts	-	2,770,659	-	2,770,659
Bonds	-	128,272,064	-	128,272,064
Financial Liabilities				
Option Contracts	295,513	-	-	295,513

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	82,412,265	10,805,004	-	93,217,269
Currency Forward Contracts	-	6,959,617	-	6,959,617
Bonds	-	187,080,822	-	187,080,822
Financial Liabilities				
Option Contracts	305,588	-	-	305,588

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The following is a reconciliation of Level 3 fair value assets as at June 30, 2018 and December 31, 2017.

	June 30, 2018	December 31, 2017
	($)	($)
Opening Balance	-	-
Net purchases and sales	1,069,427	-
Net transfers in (out)	-	-
Gains (Losses)		
Realized	-	-
Unrealized	14,954	-
Closing Balance	1,084,381	-

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

The accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund (continued)

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of options and foreign currency forward contracts. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

Forward contracts are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $54,260 ($35,193 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $11,962 ($5,681 for the period ended December 31, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $3,327,097 ($10,692,857 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	2,770,659	-	-	2,770,659
Total	**2,770,659**	**-**	**-**	**2,770,659**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**
December 31, 2017				
Derivative assets - Forward Contracts	6,959,617	-	-	6,959,617
Total	**6,959,617**	**-**	**-**	**6,959,617**
Derivative liabilities - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	January 23, 2014	January 31, 2014
Series F Units	January 23, 2014	January 31, 2014
Series I Units	January 23, 2014	January 31, 2014
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Ryan Labs U.S. Core Fixed Income Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**597,567,352**	412,477,360
Short-term investments	**-**	-
Cash	**3,319,807**	10,677,039
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**4,963,427**	7,098,223
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**2,538,719**	-
Accrued interest	**2,944,441**	1,880,268
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**-**	-
	611,333,746	432,132,890
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**29,579**	5,981
Redemptions payable	**-**	-
Distributions payable	**-**	-
Due to investment dealers	**-**	-
Management fees payable	**-**	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	**29,579**	5,981
Net Assets Attributable to Holders of Redeemable Units	**611,304,167**	432,126,909
Net Assets Attributable to Holders of Redeemable Units per Series		
Series I	**611,304,167**	432,126,909
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series I	**9.87**	10.05

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statement of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)
Investment Income	
Dividend income	**323,454**
Interest income for distribution purposes	**7,934,630**
Distributions from underlying funds	**-**
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss	
Net realized gain (loss) on sale of investments	**(1,512,897)**
Net realized gain (loss) on futures contracts	**-**
Net realized gain (loss) on currency forward contracts	**(25,510,911)**
Net realized gain (loss) on option contracts	**-**
Net realized gain (loss) on swaps	**-**
Change in unrealized appreciation (depreciation) in value of investments	**14,157,755**
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**
Change in unrealized appreciation (depreciation) in currency forward contracts	**(2,134,796)**
Change in unrealized appreciation (depreciation) in option contracts	**-**
Change in unrealized appreciation (depreciation) in value of swaps	**-**
Net gains (losses) on investments	**(6,742,765)**
Net gain (loss) on foreign exchange	**(77,201)**
Other income	**-**
Total income (loss)	**(6,819,966)**
Expenses (note 6)	
Management fees	**-**
Administration fees	**142,162**
Independent review committee fees	**-**
Withholding tax	**72,601**
Transaction costs (note 3)	**-**
Total operating expenses	**214,763**
Expenses waived/absorbed by the Manager	-
Operating Profit (Loss)	**(7,034,729)**
Finance Cost	
Interest expense	**-**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**(7,034,729)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)	
Series I	**(7,034,729)**
Weighted Average Number of Units Outstanding	
Series I	**52,251,331**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)	
Series I	**(0.13)**

The accompanying notes are an integral part of the financial statements.

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Total 2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 432,126,909**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ (7,034,729)**
Redeemable Unit Transactions	
Proceeds from redeemable units issued	$ 197,078,135
Redemption of redeemable units	$ (10,866,148)
Reinvestment of distributions to holders of redeemable units	$ -
Capitalized distributions	$ -
	$ 186,211,987
Distributions to Holders of Redeemable Units	
From capital gains	$ -
From net investment income	$ -
Return of capital	$ -
	$ -
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 179,177,258**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 611,304,167**
Redeemable Unit Transactions	
Balance - beginning of period	**43,011,970**
Units issued	20,014,136
Units issued on reinvestment of distributions	-
Units redeemed	(1,086,153)
Balance - end of period	**61,939,953**

Statement of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)
Cash Flows from Operating Activities	
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(7,034,729)**
Adjustments for:	
Gain on short-term investments	-
Net realized (gain) loss on sale of investments	**1,512,897**
Change in unrealized (appreciation) depreciation in value of investments	**(14,157,755)**
Change in unrealized (appreciation) depreciation in value of futures contracts	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**2,134,796**
Change in unrealized (appreciation) depreciation in value of swaps	-
Non-cash income distributions from underlying funds	-
Change in fair value of option contracts	-
Change in fair value of credit default swaps	-
Change in margin	-
Purchases of investments	**(431,184,900)**
Proceeds from sale of investments	**256,201,047**
Purchases of short-term investments	**-**
Proceeds from sale of short-term investments	**-**
Change in dividends and interest receivable	**(1,064,173)**
Change in distributions receivable from underlying funds	-
Change in management fees payable	**-**
Change in other payables and accrued expenses	**23,598**
Net Cash Provided by (Used in) Operating Activities	**(193,569,219)**
Cash Flows from Financing Activities	
Distributions paid to holders of redeemable units, net of reinvested distributions	**-**
Proceeds from redeemable units issued	**197,078,135**
Redemption of redeemable units	**(10,866,148)**
Net Cash Provided by (Used in) Financing Activities	**186,211,987**
Net increase (decrease) in cash	**(7,357,232)**
Cash (bank indebtedness) at beginning of period	**10,677,039**
Cash (bank indebtedness) at end of period	**3,319,807**
Dividends received, net of withholding taxes	**274,936**
Interest received, net of withholding taxes	**6,846,374**
Interest paid	**-**

The accompanying notes are an integral part of the financial statements.

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
BONDS						
Federal Bonds						
United States Treasury Note	2.375%	15-Mar-2021	3,400,000	4,390,509	4,445,952	
United States Treasury Note	2.375%	15-Apr-2021	16,000,000	20,038,762	20,914,726	
United States Treasury Note	2.625%	15-May-2021	7,365,000	9,389,595	9,689,943	
United States Treasury Note	1.625%	31-Aug-2022	17,600,000	22,082,520	22,175,539	
United States Treasury Note	1.875%	30-Sep-2022	4,484,000	5,593,095	5,703,177	
United States Treasury Note	2.000%	30-Nov-2022	6,445,000	8,100,333	8,229,321	
United States Treasury Note	2.625%	28-Feb-2023	6,780,000	8,768,478	8,883,867	
United States Treasury Note	2.500%	31-Mar-2023	6,155,000	7,670,202	8,016,537	
United States Treasury Note	2.750%	30-Apr-2023	7,140,000	9,058,850	9,402,538	
United States Treasury Note	2.750%	28-Feb-2025	1,400,000	1,822,869	1,835,326	
United States Treasury Note	2.250%	15-Feb-2027	1,230,000	1,502,116	1,544,269	
United States Treasury Note	2.250%	15-Nov-2027	14,650,000	17,617,875	18,322,361	
United States Treasury Note	2.750%	15-Feb-2028	15,220,000	19,218,505	19,853,293	
United States Treasury Note	2.875%	15-May-2028	4,535,000	5,725,425	5,978,235	
United States Treasury Note	3.000%	15-May-2047	10,100,000	13,071,707	13,328,015	
United States Treasury Note	2.750%	15-Aug-2047	2,455,000	2,978,482	3,082,450	
United States Treasury Note	2.750%	15-Nov-2047	11,115,000	13,346,012	13,954,919	
United States Treasury Note	3.000%	15-Feb-2048	1,200,000	1,462,880	1,584,174	
				171,838,215	**176,944,642**	**28.95**
Canadian Corporate Bonds						
Cenovus Energy Inc.	6.750%	15-Nov-2039	1,875,000	2,613,895	2,716,508	
				2,613,895	**2,716,508**	**0.44**
Foreign Corporate Bonds						
Air Lease Corp.	2.125%	15-Jan-2020	1,310,000	1,657,361	1,692,019	
Alexandria Real Estate Equities Inc.	3.450%	30-Apr-2025	2,118,000	2,656,438	2,669,756	
Alibaba Group Holding Ltd.	2.500%	28-Nov-2019	1,530,000	1,960,544	1,999,607	
Alibaba Group Holding Ltd.	3.600%	28-Nov-2024	1,810,000	2,352,973	2,344,663	
Alibaba Group Holding Ltd.	4.000%	06-Dec-2037	200,000	256,638	244,061	
America Movil SAB de CV	5.000%	30-Mar-2020	2,009,000	2,691,197	2,717,979	
America Movil SAB de CV	6.125%	30-Mar-2040	2,000,000	3,152,099	3,096,270	
American Financial Group Inc.	4.500%	15-Jun-2047	1,929,000	2,463,009	2,393,285	
Andeavor	4.750%	15-Dec-2023	2,730,000	3,674,147	3,730,960	
Arrow Electronics Inc.	3.250%	08-Sep-2024	1,345,000	1,637,379	1,656,213	
Arrow Electronics Inc.	3.875%	12-Jan-2028	1,935,000	2,434,101	2,389,936	
AT&T Inc.	4.250%	01-Mar-2027	1,030,000	1,329,450	1,328,442	
AT&T Inc.	5.250%	01-Mar-2037	1,065,000	1,411,911	1,381,959	
Banco Santander SA	3.800%	23-Feb-2028	400,000	500,643	481,549	
Bank of America Corp	3.004%	20-Dec-2023	2,355,000	2,949,103	3,003,399	
Bank of America Corp.	3.705%	24-Apr-2028	1,675,000	2,113,846	2,127,362	
Boardwalk Pipelines LP	4.450%	15-Jul-2027	1,720,000	2,165,319	2,201,020	
Brighthouse Financial Inc.	4.700%	22-Jun-2047	2,638,000	2,897,752	2,870,158	
Broadcom Corp. / Broadcom Cayman Finance Ltd.	3.875%	15-Jan-2027	2,255,000	2,762,305	2,810,719	
Capital One Bank USA NA	3.375%	15-Feb-2023	1,015,000	1,269,488	1,301,918	
Capital One Financial Corp.	3.450%	30-Apr-2021	1,000,000	1,286,167	1,313,285	
Celgene Corp.	4.350%	15-Nov-2047	1,940,000	2,454,330	2,256,198	
Charter Communications Operating LLC	5.375%	01-May-2047	270,000	341,214	323,651	
Citigroup Inc.	4.450%	29-Sep-2027	1,560,000	2,068,338	2,020,771	
Credit Suisse AG	3.625%	09-Sep-2024	2,015,000	2,618,903	2,608,462	
Crown Castle International Corp.	3.200%	01-Sep-2024	2,414,000	2,975,689	3,001,048	
Crown Castel International Corp.	4.750%	15-May-2047	1,145,000	1,472,225	1,425,248	
CVS Health Corp.	5.050%	25-Mar-2048	2,485,000	3,297,252	3,339,501	
Deutsche Telekom International Finance BV	4.750%	21-Jun-2038	700,000	906,788	899,443	
Diamond 1 Finance Corp. / Diamond 2 Finance Corp.	8.350%	15-Jul-2046	1,430,000	2,350,693	2,272,245	
Domtar Corp.	6.750%	15-Feb-2044	985,000	1,385,345	1,375,833	
Enable Midstream Partners LP	4.400%	15-Mar-2027	2,109,000	2,664,248	2,643,411	
EQT Corp.	4.875%	15-Nov-2021	1,380,000	1,824,285	1,876,614	
General Motors Financial Co., Inc.	3.250%	05-Jan-2023	650,000	813,519	829,450	
General Motors Financial Company Inc.	4.350%	17-Jan-2027	1,635,000	2,103,171	2,084,760	
Glencore Funding LLC	4.000%	27-Mar-2027	1,190,000	1,504,144	1,480,276	
Hospitality Properties Trust	4.375%	15-Feb-2030	210,000	252,370	256,165	
Hudson Pacific Properties LP	3.950%	01-Nov-2027	1,215,000	1,484,414	1,497,275	
Hyundai Capital America	2.600%	19-Mar-2020	725,000	925,000	938,540	

The accompanying notes are an integral part of the financial statements.

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
JPMorgan Chase & Co.	3.625%	01-Dec-2027	2,090,000	2,553,459	2,589,899	
Kinder Morgan Inc.	3.150%	15-Jan-2023	594,000	739,005	755,219	
Lam Research Corp.	2.800%	15-Jun-2021	1,000,000	1,272,915	1,293,911	
Morgan Stanley	3.950%	23-Apr-2027	1,380,000	1,745,136	1,733,690	
Motorola Solutions Inc.	3.750%	15-May-2022	3,110,000	4,018,307	4,081,431	
MPLX LP	4.700%	15-Apr-2048	220,000	272,553	269,368	
ONEOK Inc.	4.950%	13-Jul-2047	2,201,000	2,810,942	2,829,658	
Oracle Corp.	4.000%	15-Nov-2047	180,000	229,284	223,436	
Sabine Pass Liquefaction LLC	5.000%	15-Mar-2027	2,480,000	3,255,849	3,317,324	
SeagateTechnology PLC	4.875%	01-Jun-2027	1,200,000	1,405,465	1,469,777	
Southern California Edison Co.	4.000%	01-Apr-2047	1,820,000	2,404,362	2,241,323	
Sumitomo Mitsui Financial Group Inc.	2.784%	12-Jul-2022	3,105,000	3,856,641	3,956,299	
Sunoco Logistics Partners Operations LP	4.650%	15-Feb-2022	1,000,000	1,354,561	1,342,941	
TC Pipelines LP	4.375%	13-Mar-2025	345,000	437,868	449,446	
TC Pipelines LP	3.900%	25-May-2027	1,350,000	1,659,807	1,672,786	
Tech Data Corp.	4.950%	15-Feb-2027	2,030,000	2,636,018	2,642,366	
The Goldman Sachs Group Inc.	3.850%	26-Jan-2027	1,260,000	1,605,764	1,593,421	
The Goldman Sachs Group Inc.	4.017%	31-Oct-2038	1,755,000	2,118,563	2,107,582	
The Kroger Co.	4.450%	01-Feb-2047	2,040,000	2,487,198	2,450,165	
UnitedHealth Group Inc.	3.750%	15-Oct-2047	1,310,000	1,623,853	1,590,683	
Verizon Communications Inc.	4.125%	16-Mar-2027	3,075,000	3,993,486	4,010,339	
				117,544,834	**117,504,515**	**19.22**
Mortgage-Backed Securities						
AMCAR 2018-1 D 3.82% 18MAR24	3.820%	18-Mar-2024	1,410,000	1,816,624	1,862,938	
AmeriCredit Automobile Receivables Trust 2016-3	2.710%	08-Sep-2022	2,950,000	3,735,527	3,815,608	
AmeriCredit Automobile Receivables Trust 2017-3	3.180%	18-Jul-2023	3,560,000	4,492,524	4,636,383	
BAMLL Re-REMIC Trust 2014-FRR5	2.658%	27-Jan-2047	1,600,000	1,789,027	1,848,323	
BAMLL Re-REMIC Trust 2016-FRR13	1.677%	27-Aug-2045	2,132,000	2,423,910	2,443,822	
CIM Trust 2018-R3	4.000%	25-Sep-2057	2,196,000	2,791,630	2,861,990	
COMM 2012-CCRE5 Mortgage Trust	4.464%	10-Dec-2045	1,270,000	1,533,608	1,510,560	
COMM 2013-CCRE7 Mortgage Trust	4.426%	10-Mar-2046	1,440,000	1,273,397	1,375,533	
Commercial Mortgage Pass Through Certificates	4.052%	10-Feb-2049	1,830,000	2,136,249	2,212,152	
Commonbond Student Loan Trust 2018-A-GS	3.580%	25-Feb-2044	855,000	1,097,176	1,124,125	
CPS Auto Trust	4.610%	15-Dec-2022	1,000,000	1,299,108	1,336,680	
CSAIL 2015-C3 Commercial Mortgage Trust	3.502%	15-Aug-2048	2,130,923	2,057,677	2,270,935	
CSMC 2014-USA OA LLC	4.373%	15-Sep-2037	1,170,000	1,379,155	1,476,415	
Drive Auto Receivables Trust	2.800%	15-Jul-2022	2,230,000	2,803,924	2,924,568	
Drive Auto Receivables Trust	3.810%	15-May-2024	5,205,000	6,579,510	6,840,266	
Drive Auto Receivables Trust	4.140%	15-Aug-2024	3,400,000	4,354,419	4,501,926	
Drive Auto Receivables Trust 2017-1	3.840%	15-Mar-2023	3,655,000	4,718,078	4,850,934	
DT Auto Owner Trust 2017-3	3.580%	15-May-2023	950,000	1,209,995	1,247,529	
Exeter Automobile Receivables Trust 2018-2	4.040%	15-Mar-2024	1,795,000	2,255,854	2,358,223	
Fannie Mae Pool	3.000%	01-May-2032	2,180,000	2,333,278	2,412,693	
Fannie Mae Pool	3.500%	01-May-2045	5,490,000	5,370,510	5,416,245	
Fannie Mae Pool	3.000%	01-Aug-2046	4,800,000	5,531,546	5,527,016	
Fannie Mae Pool	3.000%	01-Oct-2046	6,355,000	7,157,926	7,295,639	
Fannie Mae Pool	3.500%	01-May-2047	6,450,000	7,403,265	7,629,234	
Fannie Mae Pool	4.500%	01-Jun-2047	2,300,000	2,384,191	2,484,213	
Fannie Mae Pool	4.000%	01-Jun-2047	2,830,000	3,229,428	3,314,825	
Fannie Mae Pool	3.500%	01-Jul-2047	3,400,000	3,970,690	4,150,180	
Fannie Mae Pool	4.000%	01-Aug-2047	6,595,000	7,814,748	8,088,189	
Fannie Mae Pool	3.000%	01-Oct-2047	2,380,000	2,839,889	2,926,692	
Fannie Mae Pool	3.500%	01-Jan-2048	3,960,000	4,890,624	5,045,238	
Fannie Mae Pool	4.500%	01-Jan-2048	1,005,000	1,251,938	1,295,740	
Fannie Mae Pool	3.500%	01-Mar-2048	9,005,000	11,276,656	11,607,916	
Fannie Mae Pool	4.500%	01-Mar-2048	2,600,000	3,357,009	3,447,089	
Foundation Finance Trust 2017-1	3.300%	15-Jul-2033	2,100,000	2,095,415	2,125,921	
Freddie Mac Gold Pool	2.500%	01-Dec-2031	4,430,000	4,695,451	4,746,249	
Freddie Mac Gold Pool	4.000%	01-Feb-2044	2,750,000	2,576,931	2,608,644	
Freddie Mac Gold Pool	3.500%	01-Aug-2045	6,690,000	5,363,876	5,507,824	
Freddie Mac Gold Pool	3.000%	01-Nov-2046	6,330,000	6,960,310	7,221,133	
Freddie Mac Gold Pool	4.500%	01-Jul-2047	2,985,000	3,476,986	3,526,892	
Freddie Mac REMICS	4.000%	15-May-2044	1,125,000	1,458,725	1,493,947	
FREME 2016-K56 Mortgage Trust	4.073%	25-Jun-2049	2,570,000	3,095,967	3,246,696	
FREMF 2014-K41 Mortgage Trust	3.962%	25-Nov-2047	2,005,000	2,536,613	2,505,272	

The accompanying notes are an integral part of the financial statements.

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Coupon Rate	Maturity Date	Par Value	Average Cost ($)	Fair Value ($)	% of Total Net Assets
FREMF 2015-K43 Mortgage Trust	3.862%	25-Feb-2048	2,300,000	2,829,750	2,887,760	
FREMF 2015-K44 Mortgage Trust	3.810%	25-Jan-2048	2,470,000	2,978,375	3,084,930	
FREMF 2015-K45 Mortgage Trust	3.714%	25-Apr-2048	1,050,000	1,250,706	1,308,723	
FREMF 2015-K46 Mortgage Trust	3.818%	25-Apr-2048	1,075,000	1,312,850	1,343,520	
FREMF 2015-K48 Mortgage Trust	3.762%	25-Aug-2048	2,300,000	2,811,560	2,823,024	
FREMF 2015-K50 Mortgage Trust	3.908%	25-Oct-2048	2,310,000	2,826,910	2,878,500	
FREMF 2015-K51 Mortgage Trust	4.088%	25-Oct-2048	1,465,000	1,938,820	1,915,706	
FREMF 2016-K52 Mortgage Trust	4.057%	25-Jan-2049	2,100,000	2,681,799	2,647,970	
FREMF 2016-K53 Mortgage Trust	4.156%	25-Mar-2049	2,280,000	2,842,531	2,898,139	
FREMF 2016-K57 Mortgage Trust	4.053%	25-Aug-2049	3,226,000	3,862,771	3,939,952	
FREMF 2016-K60 Mortgage Trust	3.658%	25-Dec-2049	1,240,000	1,424,604	1,505,174	
FREMF 2017-K726 Mortgage Trust	4.107%	25-Jul-2049	2,140,000	2,799,047	2,784,035	
FREMF 2017-K729 Mortgage Trust	3.801%	25-Nov-2049	2,380,000	3,019,465	3,062,579	
Ginnie Mae I Pool	3.500%	15-Aug-2043	3,819,933	1,893,439	1,896,702	
Ginnie Mae II Pool	3.500%	20-Mar-2046	4,420,000	3,652,704	3,733,601	
Ginnie Mae II Pool	3.500%	20-Sep-2046	1,000,000	1,028,830	1,027,456	
Ginnie Mae II Pool	3.500%	20-Apr-2047	2,000,000	2,248,094	2,305,722	
Ginnie Mae II Pool	3.000%	20-Mar-2048	2,400,000	3,011,939	3,069,019	
Government National Mortgage Association	2.500%	16-Jan-2049	2,500,000	3,098,524	3,149,620	
Government National Mortgage Association	2.600%	16-Jul-2049	3,180,000	3,927,685	3,982,451	
Government National Mortgage Association	2.600%	16-Jul-2057	1,800,000	2,056,883	2,087,517	
GS Mortgage Securities Trust 2011-GC3	5.826%	10-Mar-2044	1,465,000	1,921,158	1,962,635	
GS Mortgage Securities Trust 2011-GC3	5.000%	10-Mar-2044	1,325,000	1,590,877	1,644,872	
GS Mortgage Securities Trust 2012-GC6	5.840%	10-Jan-2045	1,615,000	2,158,800	2,202,722	
Harley Marine Financing LLC	5.682%	15-May-2043	3,120,000	3,991,390	4,156,845	
Hertz Vehicle Financing II LP	3.290%	25-Oct-2023	2,310,000	2,925,154	2,989,833	
Hertz Vehicle Financing II LP	4.390%	25-Feb-2024	730,000	909,321	943,790	
Hudsons Bay Simon JV Trust 2015-HBS	4.155%	05-Aug-2034	1,100,000	1,418,727	1,449,701	
JP Morgan Mortgage Trust 2017-3	3.500%	25-Aug-2047	1,460,000	1,602,049	1,599,371	
JP Morgan Mortgage Trust 2018-4	3.500%	25-Oct-2048	2,460,000	3,083,515	3,157,269	
JPMDB Commercial Mortgage Securities Trust 2018-C8	3.246%	15-Jun-2051	1,410,000	1,426,192	1,472,144	
OneMain Financial Issuance Trust	4.080%	14-Mar-2029	1,700,000	2,152,579	2,244,149	
Santander Drive Auto Receivables Trust 2016-3	2.800%	15-Aug-2022	2,500,000	3,166,797	3,250,023	
Santander Drive Auto Receivables Trust 2017-2	3.490%	17-Jul-2023	3,000,000	3,835,874	3,944,881	
Santander Drive Auto Receivables Trust 2017-3	3.200%	15-Nov-2023	4,800,000	5,992,154	6,262,928	
Santander Drive Auto Receivables Trust 2018-1	3.320%	15-Mar-2024	935,000	1,165,405	1,210,976	
Sequoia Mortgage Trust 2015-2	3.500%	25-May-2045	1,390,000	899,465	918,386	
Shackleton 2017-X CLO Ltd.	3.689%	20-Apr-2029	3,350,000	4,118,259	4,415,708	
Shops at Crystals Trust 2016-CSTL	3.855%	05-Jul-2036	1,200,000	1,424,006	1,429,008	
Sofi Consumer Loan Program 2018-1 Trust	3.650%	25-Jan-2023	940,000	1,158,543	1,227,401	
Sofi Consumer Loan Program 2018-1 Trust	3.970%	25-Feb-2027	1,000,000	1,229,352	1,300,326	
STACR Trust 2018-HRP1	3.741%	25-Apr-2043	940,000	1,211,231	1,244,333	
Tralee CLO II Ltd.	3.679%	20-Jul-2029	1,950,000	2,392,754	2,574,730	
UBS Commercial Mortgage Trust 2018-C10	5.263%	15-May-2051	2,325,000	2,978,837	3,067,994	
UBS Commercial Mortgage Trust 2018-NYCH	4.173%	15-Feb-2032	1,050,000	1,316,043	1,378,624	
UBS-Citigroup Commercial Mortgage Trust 2011-C1	6.252%	10-Jan-2045	2,155,000	2,961,023	2,973,792	
UBS-Citigroup Commercial Mortgage Trust 2011-C1	6.252%	10-Jan-2045	2,060,000	2,548,574	2,616,927	
Vantage Data Centers Issuer LLC	4.072%	16-Feb-2043	1,690,000	2,149,711	2,218,896	
Wells Fargo Commercial Mortgage Trust 2017-C39	4.118%	15-Sep-2050	770,000	966,426	965,553	
Wells Fargo Commercial Mortgage Trust 2017-C39	4.501%	15-Sep-2050	2,535,000	3,067,959	3,084,573	
Westlake Automobile Receivables Trust 2018-1	3.410%	15-May-2023	900,000	1,121,111	1,177,361	
				271,199,936	**278,540,248**	**45.56**
Total Bonds				**563,196,880**	**575,705,913**	**94.17**

The accompanying notes are an integral part of the financial statements.

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares iBoxx $ Investment Grade Corporate Bond ETF	145,056	22,072,817	21,861,439	
Total Exchange-Traded Funds		**22,072,817**	**21,861,439**	**3.58**
Transaction Costs		**(505)**		
Total Investments		**585,269,192**	**597,567,352**	**97.75**
Currency Forward Contracts [1]			**4,963,427**	**0.81**
Other Assets less Liabilities			**8,773,388**	**1.44**
Total Net Assets			**611,304,167**	**100.00**

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Numbers of Contracts	Sold Currency	Numbers of Contracts	Unrealized Gain/(Loss) ($)
Nationale Banque du Canada	A-1	31-Jul-2018	CAD	307,167,532	USD	(231,893,683)	2,287,540
T.D. Bank Corp.	A-1+	31-Jul-2018	CAD	307,167,532	USD	(231,597,849)	2,675,887
							4,963,427

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Ryan Labs U.S. Core Fixed Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund is exposed indirectly to credit risk as a result of its investment in underlying externally managed funds.

The Fund also invests in financial assets which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	Percentage of Net Assets (%)	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	25.67	38.25
AA/Aa	0.59	0.89
A/A	7.83	7.88
BBB/Baa	25.45	24.06
BB/Ba	0.47	0.33
N/R	34.98	19.52
Total	**94.99**	**90.93**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

The accompanying notes are an integral part of the financial statements.

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, either directly or indirectly through underlying externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	(7,383,478)	(1.21)	976,503	0.23
Total	**(7,383,478)**	**(1.21)**	**976,503**	**0.23**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $(369,174) ($48,825 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying externally managed funds.

The following table summarizes the Fund's direct exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year ($)	1-5 years ($)	More than 5 years ($)	Total ($)
June 30, 2018	-	141,390,915	434,314,998	575,705,913
December 31, 2017	-	136,867,075	248,947,869	385,814,944

As at June 30, 2018, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by $96,651,954 ($56,245,248 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
Federal Bonds	28.9	35.3
Corporate Bonds	19.7	18.7
Mortgage-Backed Securities	45.6	35.3
Exchange-Traded Funds		
U.S. Corporate Bond	3.6	6.2
Derivative Assets (Liabilities)	0.8	1.6
Other Assets less Liabilities	1.4	2.9
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	21,861,439	-	-	21,861,439
Bonds	-	297,165,665	-	297,165,665
Mortgage-Backed Securities	-	271,695,807	6,844,441	278,540,248
Currency Forward Contracts	-	4,963,427	-	4,963,427

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Exchange-Traded Funds	26,662,416	-	-	26,662,416
Bonds	-	233,276,820	-	233,276,820
Mortgage-Backed Securities	-	145,823,243	6,714,881	152,538,124
Currency Forward Contracts	-	7,098,223	-	7,098,223

There were no transfers between fair value levels during the periods from January 1 to June 30, 2018 and July 28 to December 31, 2017.

The accompanying notes are an integral part of the financial statements.

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

The following is a reconciliation of Level 3 fair value assets as at June 30, 2018 and December 31, 2017.

	June 30, 2018	December 31, 2017
	($)	($)
Opening Balance	6,714,881	-
Net purchases and sales	3,927,685	6,511,014
Net transfers in (out)	(4,004,373)	-
Gains (Losses)		
Realized	-	-
Unrealized	206,248	203,867
Closing Balance	**6,844,441**	**6,714,881**

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Bonds and Mortgage-Backed Securities

Bonds include primarily government and corporate bonds and mortgage-backed securities, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. Bonds are classified as Level 2, when the inputs that are significant to valuation are generally observable. When one or more of the inputs that are significant to valuation become unobservable, bonds are then classified as Level 3.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $5,018,798. The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series I	15,139	149,425

	December 31, 2017	
	Units	Market Value ($)
Series I	15,139	152,098

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

The accompanying notes are an integral part of the financial statements.

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Financial Assets and Liabilities

	Gross Assets/ (Liabilities) ($)	Amounts Eligible for Offset: Financial Instruments ($)	Amounts Eligible for Offset: Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Currency Forward Contracts	4,963,427	-	-	4,963,427
Total	**4,963,427**	**-**	**-**	**4,963,427**
December 31, 2017				
Derivative assets - Currency Forward Contracts	7,098,223	-	-	7,098,223
Total	**7,098,223**	**-**	**-**	**7,098,223**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series I Units	July 28, 2017	July 31, 2017

The accompanying notes are an integral part of the financial statements.

Sun Life Excel Emerging Markets Fund

(formerly Sun Life Schroder Emerging Markets Fund)

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**624,739,927**	386,458,879
Short-term investments	**-**	-
Cash	**28,416,800**	3,834,262
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**2,220,546**	226,450
Accrued interest	**-**	159
Dividends receivable	**2,817,323**	451,210
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**3,547,766**	493,840
	661,742,362	391,464,800
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**32,230**	5,447
Redemptions payable	**424,474**	3,117,278
Distributions payable	**-**	-
Due to investment dealers	**15,091,834**	71,302
Management fees payable	**54,686**	2,228
Total liabilities (excluding net assets attributable to holders of redeemable units)	**15,603,224**	3,196,255
Net Assets Attributable to Holders of Redeemable Units	**646,139,138**	388,268,545
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**54,048,204**	3,307,235
Series DB	**92,600**	-
Series F	**13,201,534**	165,527
Series I	**569,854,357**	384,197,744
Series IS	**7,993,234**	-
Series O	**949,209**	598,039
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**10.90**	11.13
Series DB	**9.71**	-
Series F	**11.50**	11.73
Series I	**11.83**	12.03
Series IS	**9.71**	-
Series O	**14.10**	14.35

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**8,315,487**	4,111,465
Interest income for distribution purposes	**45,733**	385
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**5,668,541**	-
Net realized gain (loss) on futures contracts	**-**	3,092,961
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(23,057,318)**	-
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	29,618,785
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**(9,027,557)**	36,823,596
Net gain (loss) on foreign exchange	**(236,247)**	(136,729)
Other income	**-**	-
Total income (loss)	**(9,263,804)**	36,686,867
Expenses (note 6)		
Management fees	**93,493**	33,084
Administration fees	**165,754**	109,040
Independent review committee fees	**37,012**	26
Withholding tax	**973,298**	479,737
Transaction costs (note 3)	**451,672**	183,457
Total operating expenses	**1,721,229**	805,344
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**(10,985,033)**	35,881,523
Finance Cost		
Interest expense	**(2)**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**(10,985,035)**	35,881,523
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**(1,651,543)**	329,617
Series DB	**(2,777)**	-
Series F	**(396,426)**	4,755
Series I	**(8,670,843)**	35,495,899
Series IS	**(239,392)**	-
Series O	**(24,054)**	51,252
Weighted Average Number of Units Outstanding		
Series A	**703,404**	251,310
Series DB	**9,538**	-
Series F	**109,959**	4,294
Series I	**38,232,327**	23,488,794
Series IS	**824,169**	-
Series O	**58,022**	28,494

The accompanying notes are an integral part of the financial statements.

Sun Life Excel Emerging Markets Fund (continued)

(formerly Sun Life Schroder Emerging Markets Fund)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**(2.35)**	1.31
Series DB	**(0.29)**	-
Series F	**(3.61)**	1.11
Series I	**(0.23)**	1.51
Series IS	**(0.29)**	-
Series O	**(0.41)**	1.80

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series DB		Series F		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 3,307,235	2,185,377	-	-	165,527	30,578	384,197,744	188,505,123
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (1,651,543)	329,617	(2,777)	-	(396,426)	4,755	(8,670,843)	35,495,899
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 72,963,694	332,499	95,377	-	13,771,656	27,171	233,385,232	64,296,077
Redemption of redeemable units	$ (20,571,132)	(277,544)	-	-	(339,213)	(797)	(39,057,776)	(10,218,393)
Reinvestment of distributions to holders of redeemable units	$ 293	190	-	-	2,309	34	4,341,743	-
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 52,392,855	55,145	95,377	-	13,434,752	26,408	198,669,199	54,077,684
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	-	-	-
From net investment income	$ (343)	(182)	-	-	(2,319)	(32)	(4,341,743)	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (343)	(182)	-	-	(2,319)	(32)	(4,341,743)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 50,740,969	384,580	92,600	-	13,036,007	31,131	185,656,613	89,573,583
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 54,048,204**	**2,569,957**	**92,600**	**-**	**13,201,534**	**61,709**	**569,854,357**	**278,078,706**
Redeemable Unit Transactions								
Balance - beginning of period	297,220	253,822	-	-	14,108	3,382	31,933,112	20,544,164
Units issued	6,504,881	33,995	9,538	-	1,163,060	2,567	18,980,077	6,308,447
Units issued on reinvestment of distributions	25	20	-	-	195	3	356,547	-
Units redeemed	(1,841,533)	(29,427)	-	-	(29,026)	(74)	(3,102,374)	(985,344)
Balance - end of period	**4,960,593**	**258,410**	**9,538**	**-**	**1,148,337**	**5,878**	**48,167,362**	**25,867,267**

The accompanying notes are an integral part of the financial statements.

Sun Life Excel Emerging Markets Fund (continued)

(formerly Sun Life Schroder Emerging Markets Fund)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series IS		Series O		Total	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	598,039	295,898	**388,268,545**	**191,016,976**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ (239,392)	-	(24,054)	51,252	**(10,985,035)**	**35,881,523**
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 8,247,085	-	502,210	88,950	328,965,254	64,744,697
Redemption of redeemable units	$ (14,459)	-	(126,986)	(37,182)	(60,109,566)	(10,533,916)
Reinvestment of distributions to holders of redeemable units	$ -	-	7,070	-	4,351,415	224
Capitalized distributions	$ -	-	-	-	-	-
	$ 8,232,626	-	382,294	51,768	**273,207,103**	**54,211,005**
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ -	-	(7,070)	-	(4,351,475)	(214)
Return of capital	$ -	-	-	-	-	-
	$ -	-	(7,070)	-	**(4,351,475)**	**(214)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 7,993,234	-	351,170	103,020	**257,870,593**	**90,092,314**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 7,993,234**	**-**	**949,209**	**398,918**	**646,139,138**	**281,109,290**
Redeemable Unit Transactions						
Balance - beginning of period	-	-	41,690	27,039	**32,286,130**	**20,828,407**
Units issued	824,709	-	33,756	7,089	27,516,021	6,352,098
Units issued on reinvestment of distributions	-	-	487	-	357,254	23
Units redeemed	(1,460)	-	(8,636)	(2,997)	(4,983,029)	(1,017,842)
Balance - end of period	**823,249**	**-**	**67,297**	**31,131**	**55,176,376**	**26,162,686**

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**(10,985,035)**	35,881,523
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(5,668,541)**	(3,092,961)
Change in unrealized (appreciation) depreciation in value of investments	**23,057,318**	(29,618,785)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(318,550,504)**	(86,835,254)
Proceeds from sale of investments	**75,455,443**	32,100,743
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(2,365,954)**	(1,329,331)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**52,458**	1,200
Change in other payables and accrued expenses	**478,455**	189,363

	2018 ($)	2017 ($)
Net Cash Provided by (Used in) Operating Activities	**(238,526,360)**	(52,703,502)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(60)**	10
Proceeds from redeemable units issued	**325,911,328**	65,417,062
Redemption of redeemable units	**(62,802,370)**	(9,258,541)
Net Cash Provided by (Used in) Financing Activities	**263,108,898**	56,158,531
Net increase (decrease) in cash	**24,582,538**	3,455,029
Cash (bank indebtedness) at beginning of period	**3,834,262**	1,443,844
Cash (bank indebtedness) at end of period	**28,416,800**	4,898,873
Dividends received, net of withholding taxes	**4,976,076**	2,302,397
Interest received, net of withholding taxes	**45,892**	385
Interest paid	**(2)**	-

The accompanying notes are an integral part of the financial statements.

Sun Life Excel Emerging Markets Fund (continued)

(formerly Sun Life Schroder Emerging Markets Fund)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
China Petroleum & Chemical Corporation, H Shares	12,506,000	13,221,736	14,699,102	
CNOOC Ltd.	5,201,000	9,710,346	11,803,811	
Lukoil PJSC	182,839	13,107,746	16,583,464	
MOL Hungarian Oil & Gas PLC	214,719	2,548,008	2,727,378	
NovaTek OAO	20,882	3,632,466	4,073,666	
Petroleo Brasileiro SA	165,739	2,222,045	2,186,743	
Petroleo Brasileiro SA, ADR	50,129	642,059	582,926	
PTT Exploration & Production PCL	498,400	2,775,221	2,780,385	
SK Innovation Co., Ltd.	41,833	9,107,283	9,973,841	
Thai Oil PCL	493,000	1,652,412	1,521,941	
Tupras Turkiye Petrol Rafinerileri AS	93,046	3,366,049	2,885,454	
		61,985,371	**69,818,711**	**10.81**
Materials				
Anhui Conch Cement Co., Ltd.	767,000	4,268,524	5,787,117	
Klabin SA	397,500	2,741,058	2,663,781	
Korea Zinc Co., Ltd.	7,420	3,898,490	3,380,518	
LG Chem Ltd.	21,171	8,355,140	8,333,535	
Polymetal International PLC	56,219	767,021	654,163	
Ternium SA	39,009	1,629,446	1,786,758	
Vale SA, ADR	359,156	4,788,500	6,056,801	
		26,448,179	**28,662,673**	**4.44**
Industrials				
CCR SA	377,517	2,327,344	1,306,238	
DP World Ltd.	114,356	3,276,057	3,459,863	
SK Holdings Co., Ltd.	11,518	3,908,813	3,521,023	
Weg SA	373,861	2,217,570	2,077,155	
Zhuzhou CSR Times Electric Co., Ltd.	495,500	3,370,699	3,098,895	
		15,100,483	**13,463,174**	**2.08**
Consumer Discretionary				
CJ CGV Co., Ltd.	18,624	1,723,186	1,477,183	
Guangzhou Automobile Group Co., Ltd., Class H	1,458,800	2,891,064	1,876,055	
Hyundai Motor Company	39,561	6,948,577	5,860,073	
Hyundai Motor Company, Preferred	26,004	3,050,030	2,786,879	
iQIYI Inc.	49,664	1,127,207	2,110,165	
Lojas Renner SA	431,350	5,015,813	4,331,507	
Maruti Suzuki India Ltd.	34,182	4,699,240	5,791,995	
Naspers Ltd.	42,028	12,056,189	14,057,078	
New Oriental Education & Technology Group Inc.	63,908	5,758,893	7,957,815	
SACI Falabella	126,088	1,388,856	1,526,993	
Shenzhou International Group Holdings Ltd.	405,000	4,433,711	6,576,715	
The Foschini Group Ltd.	137,499	2,439,628	2,296,161	
		51,532,394	**56,648,619**	**8.77**
Consumer Staples				
Amorepacific Corp.	15,210	5,619,848	5,789,632	
AVI Ltd.	237,592	2,436,811	2,467,247	
China Mengniu Dairy Co., Ltd.	1,814,000	5,949,903	8,090,461	
China Resources Beer Holdings Co., Ltd.	788,000	3,189,671	5,033,911	
Hindustan Unilever Ltd.	222,171	5,162,381	7,000,389	
Indofood Sukses Makmur Tbk PT	600,000	394,910	366,268	
ITC Ltd.	660,177	3,625,400	3,374,077	
Korea Kolmar Co., Ltd.	23,765	2,071,781	2,370,209	
Raia Drogasil SA	108,900	2,928,895	2,472,301	
Thai Beverage PCL	1,380,100	1,209,342	958,652	
X5 Retail Group NV	54,169	2,059,664	1,886,865	
		34,648,606	**39,810,012**	**6.16**
Health Care				
Medy-Tox Inc.	2,514	1,769,546	2,276,788	
Richter Gedeon Nyrt	122,056	3,314,950	2,933,277	
		5,084,496	**5,210,065**	**0.81**
Financials				
AIA Group Ltd.	1,257,000	12,142,793	14,458,184	
Alpha Bank A.E.	1,182,547	3,386,706	3,478,026	
Banco Bradesco SA	317,790	3,514,135	2,867,718	
Banco Santander Chile SA	67,416	2,715,199	2,787,273	
Bangkok Bank PCL	258,600	1,957,069	2,007,363	
Bank Negara Indonesia Persero Tbk PT	822,800	627,266	532,487	
Bank Pekao SA	160,112	7,021,898	6,356,888	
Barclays Africa Group Ltd.	299,046	4,759,552	4,591,815	
BBVA Banco Frances S.A.	138,197	3,126,289	2,246,928	
Cathay Financial Holding Co., Ltd.	3,871,809	7,829,432	8,987,362	
China Construction Bank Corporation	19,672,000	22,276,355	23,913,375	
China Pacific Insurance Group Co., Ltd.	1,587,600	8,388,821	8,078,936	
Commercial International Bank Egypt SAE	554,017	3,229,659	3,607,451	
Credicorp Ltd.	15,678	4,298,132	4,642,767	
DGB Financial Group	117,068	1,442,505	1,416,296	
FirstRand Ltd.	788,893	5,460,672	4,837,317	
Habib Bank Ltd.	679,200	1,360,021	1,224,419	
Hana Financial Group Inc.	132,332	5,621,306	6,692,799	
HDFC Bank Ltd.	94,352	3,406,886	3,820,051	
HDFC Bank Ltd., ADR	58,157	5,828,179	8,034,265	
Industrial and Commercial Bank of China Ltd.	3,800,000	4,178,247	3,740,038	
Itau Unibanco Holding SA, ADR	384,641	5,952,373	5,252,004	
Kasikornbank PCL	853,200	6,436,656	6,572,086	
National Bank of Greece SA	2,993,589	1,369,691	1,209,187	
OTP Bank PLC	112,223	4,704,773	5,346,804	
Pagseguro Digital Ltd.	83,866	3,181,973	3,061,407	
PICC Property & Casualty Co., Ltd.	4,387,000	6,938,059	6,230,249	
Powszechna Kasa Oszczednosci Bank Polski SA	545,689	8,002,014	7,092,049	
Powszechny Zaklad Ubezpieczen SA	341,457	4,608,230	4,676,491	
Sberbank of Russia, ADR	791,211	12,182,437	14,924,975	
Shinhan Financial Group Co.,Ltd.	158,143	8,872,012	8,082,206	
United Bank Ltd.	605,800	1,227,472	1,108,764	
		176,046,812	**181,877,980**	**28.14**
Real Estate				
Emaar Properties PJSC	324,001	833,813	570,880	
		833,813	**570,880**	**0.09**

The accompanying notes are an integral part of the financial statements.

Sun Life Excel Emerging Markets Fund (continued)

(formerly Sun Life Schroder Emerging Markets Fund)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Information Technology				
Alibaba Group Holding Ltd.	141,123	25,926,642	34,441,660	
ASE Industrial Holding Co Ltd.	1,181,492	3,971,711	3,649,891	
Ennoconn Corp.	122,000	2,281,206	2,329,213	
Hon Hai Precision Industry Co., Ltd.	2,230,091	7,871,466	8,005,380	
Infosys Ltd.	416,522	9,177,650	10,453,615	
Largan Precision Co., Ltd.	45,000	7,396,222	8,717,559	
Mail.ru Group Ltd.	70,835	2,340,201	2,702,203	
NCSoft Corp.	11,542	4,828,246	5,054,137	
NHN Corp.	6,311	5,555,385	5,683,486	
Samsung Electronics Co., Ltd.	791,098	38,251,012	43,558,609	
Taiwan Semiconductor Manufacturing Co., Ltd.	3,152,000	25,357,746	29,442,870	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	20,888	1,066,240	1,004,558	
Tencent Holdings Ltd.	677,700	31,915,859	44,747,374	
		165,939,586	**199,790,555**	**30.92**
Telecommunication Services				
America Movil SAB de CV	218,666	4,656,943	4,792,128	
China Mobile Ltd.	65,500	765,579	765,470	
China Unicom Hong Kong Ltd.	1,252,000	2,221,482	2,057,239	
Hellenic Telecommunications Organization SA	193,233	2,878,887	3,145,812	
PLAY Communications S.A.	147,018	1,823,207	1,322,369	
Telefonica Brasil SA	142,437	2,506,419	2,224,056	
Turkcell Iletisim Hizmetleri AS	437,498	1,941,951	1,528,830	
		16,794,468	**15,835,904**	**2.45**
Utilities				
Enersis SA	134,619	1,688,664	1,560,107	
Equatorial Energia SA	113,100	2,725,680	2,195,651	
Light SA	6,600	56,977	25,386	
		4,471,321	**3,781,144**	**0.59**
Total Equities		**558,885,529**	**615,469,717**	**95.26**
EXCHANGE-TRADED FUNDS				
Schroder International Selection Fund Frontier Markets Equity Fund, Series I	39,489	8,791,608	9,270,210	
Total Exchange-Traded Funds		**8,791,608**	**9,270,210**	**1.43**
Transaction Costs		**(648,221)**		
Total Investments		**567,677,137**	**624,739,927**	**96.69**
Other Assets less Liabilities			**21,399,211**	**3.31**
Total Net Assets			**646,139,138**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Excel Emerging Markets Fund (formerly Sun Life Schroder Emerging Markets Fund) (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in underlying externally managed funds.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, either directly or indirectly through underlying externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life Excel Emerging Markets Fund (continued)

(formerly Sun Life Schroder Emerging Markets Fund)

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
Hong Kong Dollar	160,943,626	24.91	90,181,939	23.23
United States Dollar	152,091,503	23.54	98,145,287	25.28
Korean Won	116,257,214	17.99	73,371,173	18.90
Taiwan Dollar	53,973,060	8.35	41,139,705	10.60
Indian Rupee	30,545,740	4.73	13,792,111	3.55
South African Rand	28,900,602	4.47	13,820,348	3.56
Polish Zloty	18,817,628	2.91	11,514,223	2.97
Brazilian Real	14,533,195	2.25	14,374,473	3.70
Thai Baht	12,881,775	1.99	8,131,000	2.09
Hungarian Forint	11,007,575	1.70	7,554,170	1.95
Euro	7,864,293	1.22	4,355,017	1.12
Turkish Lira	4,414,340	0.68	5,469,814	1.41
Pakistani Rupee	2,333,183	0.36	-	-
Chilean Peso	1,526,993	0.24	1,699,822	0.44
British Pound	1,018,851	0.16	789,272	0.20
Singapore Dollar	958,785	0.15	1,025,609	0.26
Indonesian Rupiah	909,851	0.14	-	-
Philippine Peso	689,734	0.11	-	-
UAE Dirham	570,880	0.09	2,100,156	0.54
Chinese Renminbi	438,279	0.07	-	-
Malaysian Ringgit	215,142	0.03	-	-
Mexican Peso	4,668	-	88	-
Colombian Peso	3,612	-	-	-
Czech Koruna	94	-	94	-
Peruvian Nuevo Sol	1	-	-	-
Total	**620,900,624**	**96.09**	**387,464,301**	**99.80**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $31,045,031 ($19,373,215 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying externally managed funds.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying externally managed funds.

The Fund is also exposed to other market risk as a result of its investment in global equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $30,773,486 ($19,035,786 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Energy	10.8	7.9
Materials	4.4	6.0
Industrials	2.1	2.9
Consumer Discretionary	8.8	9.5
Consumer Staples	6.2	6.2
Health Care	0.8	0.3
Financials	28.1	28.4
Real Estate	0.1	0.5
Information Technology	30.9	30.7
Telecommunication Services	2.5	4.5
Utilities	0.6	1.1
Exchange-Traded Funds	1.4	1.5
Other Assets less Liabilities	3.3	0.5
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	9,270,210	-	-	9,270,210
Equities	583,143,491	32,326,226	-	615,469,717

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-Traded Funds	5,743,164	-	-	5,743,164
Equities	361,763,893	18,951,822	-	380,715,715

The accompanying notes are an integral part of the financial statements.

Sun Life Excel Emerging Markets Fund (continued)

(formerly Sun Life Schroder Emerging Markets Fund)

The following are transfers in the Fund between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

	Transfers from level 1 to level 2 ($)	Transfers from level 2 to level 1 ($)	Transfers from level 1 to level 2 ($)	Transfers from level 2 to level 1 ($)
	June 30, 2018		December 31, 2017	
Equities	817,788	-	-	-

The following is a reconciliation of Level 3 fair value assets as at June 30, 2018 and December 31, 2017.

	June 30, 2018 ($)	December 31, 2017 ($)
Opening Balance	-	-
Net purchases and sales	(3,685,295)	-
Net transfers in (out)	4,208,401	-
Gains (losses)	-	-
Realized		-
Unrealized	(523,106)	-
Closing Balance	-	-

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $451,672 ($183,457 for the period ended June 30, 2017).

Taxation of the Fund

As at December 31, 2017, the Fund had accumulated capital losses of $5,363,636 ($6,540,846 as at December 31, 2016). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F	-	-

	December 31, 2017	
	Units	Market Value ($)
Series F	2,173	25,498

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

The accompanying notes are an integral part of the financial statements.

Sun Life Excel Emerging Markets Fund (continued)

(formerly Sun Life Schroder Emerging Markets Fund)

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	August 24, 2011	August 31, 2011
Series DB Units	June 15, 2018	June 15, 2018
Series F Units	August 24, 2011	August 31, 2011
Series I Units	August 24, 2011	August 31, 2011
Series IS Units	June 15, 2018	June 15, 2018
Series O Units	April 01, 2014	March 31, 2014

Fund Name Change

Effective June 18, 2018, the Fund changed its name from the Sun Life Schroder Emerging Markets Fund to the Sun Life Excel Emerging Markets Fund.

Fund Merger

As of close of business on June 15, 2018, all assets of the Excel Chindia Fund and Excel Emerging Markets Fund (the "Terminating Funds") were reclassified into the Sun Life Excel Emerging Markets Fund (formerly Sun Life Schroder Emerging Markets Fund) (the "Continuing Fund").

Terminating Funds	Continuing Fund	Net Assets Acquired by Continuing Fund	Units Issued by Continuing Fund
Excel Chindia Fund	**Sun Life Excel Emerging Markets Fund (formerly Sun Life Schroder Emerging Markets Fund)**		
Series A	Series A	37,428,052	3,334,912
Series F	Series F	4,466,616	377,315
Excel Emerging Markets Fund	**Sun Life Excel Emerging Markets Fund (formerly Sun Life Schroder Emerging Markets Fund)**		
Series A	Series A	15,349,301	1,367,653
Series DB	Series DB	95,377	9,538
Series F	Series F	8,797,518	743,165
Series I	Series I	13,847,831	1,137,193
Series IS	Series IS	8,247,084	824,708

Under the tax reorganization rules in the *Income Tax Act* (Canada), the discontinuation of the Terminating Funds was executed on a non-taxable basis. The execution of this merger is recorded as a subscription on the Continuing Fund's Statements of Changes in Net Assets Attributable to Holders of Redeemable Units.

The accompanying notes are an integral part of the financial statements.

Sun Life Schroder Global Mid Cap Fund

(formerly Sun Life Sentry Global Mid Cap Fund)

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**380,126,712**	177,813,539
Short-term investments	**-**	-
Cash	**14,276,220**	10,025,975
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**386,659**	29,648
Accrued interest	**-**	-
Dividends receivable	**420,742**	181,059
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**272,060**	5,487,741
	395,482,393	193,537,962
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**19,330**	2,566
Redemptions payable	**12,390**	12,695
Distributions payable	**-**	-
Due to investment dealers	**793,178**	4,558,090
Management fees payable	**3,530**	809
Total liabilities (excluding net assets attributable to holders of redeemable units)	**828,428**	4,574,160
Net Assets Attributable to Holders of Redeemable Units	**394,653,965**	188,963,802
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**1,593,304**	1,367,971
Series T5	**12,310**	11,804
Series T8	**12,309**	11,804
Series F	**365,115**	313,992
Series F5	**14,799**	-
Series F8	**10,804**	-
Series I	**392,184,439**	186,801,262
Series O	**460,885**	456,969
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**11.50**	11.04
Series T5	**15.11**	14.87
Series T8	**13.62**	13.61
Series F	**11.77**	11.23
Series F5	**15.88**	-
Series F8	**15.69**	-
Series I	**12.00**	11.38
Series O	**11.99**	11.37

Approved on behalf of Trustee

"signed" Rick Headrick
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**2,917,429**	660,671
Interest income for distribution purposes	**48,428**	91
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**4,437,789**	375,370
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	137,268
Net realized gain (loss) on option contracts	**-**	(84,885)
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**8,672,129**	4,920,277
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	(44,151)
Change in unrealized appreciation (depreciation) in option contracts	**-**	71,025
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**16,075,775**	6,035,666
Net gain (loss) on foreign exchange	**177,246**	(25,603)
Other income	**-**	-
Total income (loss)	**16,253,021**	6,010,063
Expenses (note 6)		
Management fees	**18,194**	13,074
Administration fees	**79,908**	16,050
Independent review committee fees	**22**	16
Withholding tax	**385,317**	41,025
Transaction costs (note 3)	**225,430**	112,762
Total operating expenses	**708,871**	182,927
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**15,544,150**	5,827,136
Finance Cost		
Interest expense	**(101)**	(186)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**15,544,049**	5,826,950
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**62,552**	104,213
Series T5	**508**	1,074
Series T8	**507**	1,073
Series F	**16,539**	5,989
Series F5	**679**	-
Series F8	**805**	-
Series I	**15,432,588**	5,669,218
Series O	**29,871**	45,383
Weighted Average Number of Units Outstanding		
Series A	**132,616**	107,188
Series T5	**803**	747
Series T8	**882**	799
Series F	**29,051**	12,081
Series F5	**688**	-
Series F8	**676**	-
Series I	**24,054,258**	4,827,632
Series O	**46,855**	37,992

The accompanying notes are an integral part of the financial statements.

Sun Life Schroder Global Mid Cap Fund (continued)

(formerly Sun Life Sentry Global Mid Cap Fund)

Statements of Comprehensive Income (Loss) (continued)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.47**	0.97
Series T5	**0.63**	1.44
Series T8	**0.57**	1.34
Series F	**0.57**	0.50
Series F5	**0.99**	-
Series F8	**1.19**	-
Series I	**0.64**	1.17
Series O	**0.64**	1.19

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series T5		Series T8		Series F	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 1,367,971	955,729	11,804	10,118	11,804	10,118	313,992	45,714
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 62,552	104,213	508	1,074	507	1,073	16,539	5,989
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 289,434	346,919	-	-	-	-	47,694	196,992
Redemption of redeemable units	$ (126,643)	(161,824)	-	-	-	-	(13,082)	(11,854)
Reinvestment of distributions to holders of redeemable units	$ 77	1,216	312	282	494	439	142	112
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 162,868	186,311	312	282	494	439	34,754	185,250
Distributions to Holders of Redeemable Units								
From capital gains	$ -	(1,034)	-	(11)	-	(11)	-	(49)
From net investment income	$ (87)	(175)	(314)	(271)	(496)	(427)	(170)	(45)
Return of capital	$ -	-	-	-	-	-	-	-
	$ (87)	(1,209)	(314)	(282)	(496)	(438)	(170)	(94)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 225,333	289,315	506	1,074	505	1,074	51,123	191,145
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 1,593,304**	**1,245,044**	**12,310**	**11,192**	**12,309**	**11,192**	**365,115**	**236,859**
Redeemable Unit Transactions								
Balance - beginning of period	123,955	97,838	794	738	867	785	27,972	4,650
Units issued	25,723	32,577		-	-	-	4,196	18,113
Units issued on reinvestment of distributions	7	123	22	20	37	33	13	11
Units redeemed	(11,148)	(15,067)	(1)	-	-	-	(1,154)	(1,066)
Balance - end of period	**138,537**	**115,471**	**815**	**758**	**904**	**818**	**31,027**	**21,708**

The accompanying notes are an integral part of the financial statements.

Sun Life Schroder Global Mid Cap Fund (continued)

(formerly Sun Life Sentry Global Mid Cap Fund)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30 (unaudited)

	Series F5		Series F8		Series I		Series O	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ -	-	-	-	186,801,262	56,066,426	456,969	454,437
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 679	-	805	-	15,432,588	5,669,218	29,871	45,383
Redeemable Unit Transactions								
Proceeds from redeemable units issued	$ 14,120	-	10,000	-	222,776,304	4,354,690	147,833	5,925
Redemption of redeemable units	$ -	-	-	-	(32,825,715)	(13,499,209)	(173,788)	(140,787)
Reinvestment of distributions to holders of redeemable units	$ 227	-	338	-	-	60,685	-	492
Capitalized distributions	$ -	-	-	-	-	-	-	-
	$ 14,347	-	10,338	-	189,950,589	(9,083,834)	(25,955)	(134,370)
Distributions to Holders of Redeemable Units								
From capital gains	$ -	-	-	-	-	(60,687)	-	(492)
From net investment income	$ (227)	-	(339)	-	-	-	-	-
Return of capital	$ -	-	-	-	-	-	-	-
	$ (227)	-	(339)	-	-	(60,687)	-	(492)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 14,799	-	10,804	-	205,383,177	(3,475,303)	3,916	(89,479)
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 14,799**	**-**	**10,804**	**-**	**392,184,439**	**52,591,123**	**460,885**	**364,958**
Redeemable Unit Transactions								
Balance - beginning of period	-	-	-	-	16,411,256	5,664,692	40,182	45,992
Units issued	917	-	667	-	19,108,114	422,835	12,602	594
Units issued on reinvestment of distributions	15	-	22	-	-	6,116	-	50
Units redeemed	-	-	-	-	(2,843,974)	(1,336,161)	(14,332)	(13,539)
Balance - end of period	**932**	**-**	**689**	**-**	**32,675,396**	**4,757,482**	**38,452**	**33,097**

	Total	
	2018	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	**$ 188,963,802**	**57,542,542**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**$ 15,544,049**	**5,826,950**
Redeemable Unit Transactions		
Proceeds from redeemable units issued	$ 223,285,385	4,904,526
Redemption of redeemable units	$ (33,139,228)	(13,813,674)
Reinvestment of distributions to holders of redeemable units	$ 1,590	63,226
Capitalized distributions	$ -	-
	$ 190,147,747	**(8,845,922)**
Distributions to Holders of Redeemable Units	**$ -**	**-**
From capital gains	$ -	(62,284)
From net investment income	$ (1,633)	(918)
Return of capital	$ -	-
	$ (1,633)	**(63,202)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	**$ 205,690,163**	**(3,082,174)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 394,653,965**	**54,460,368**
Redeemable Unit Transactions		
Balance - beginning of period	**16,605,026**	**5,814,695**
Units issued	19,152,219	474,119
Units issued on reinvestment of distributions	116	6,353
Units redeemed	(2,870,609)	(1,365,833)
Balance - end of period	**32,886,752**	**4,929,334**

The accompanying notes are an integral part of the financial statements.

Sun Life Schroder Global Mid Cap Fund (continued)

(formerly Sun Life Sentry Global Mid Cap Fund)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**15,544,049**	5,826,950
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(4,437,789)**	(375,370)
Change in unrealized (appreciation) depreciation in value of investments	**(8,672,129)**	(4,920,277)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	44,151
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**-**	13,860
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(252,194,073)**	(25,920,197)
Proceeds from sale of investments	**58,643,465**	32,867,200
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(239,683)**	(4,401)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**2,721**	1,117
Change in other payables and accrued expenses	**242,194**	113,242
Net Cash Provided by (Used in) Operating Activities	**(191,111,245)**	7,646,275
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(43)**	24
Proceeds from redeemable units issued	**228,501,066**	4,912,882
Redemption of redeemable units	**(33,139,533)**	(16,706,366)
Net Cash Provided by (Used in) Financing Activities	**195,361,490**	(11,793,460)
Net increase (decrease) in cash	**4,250,245**	(4,147,185)
Cash (bank indebtedness) at beginning of period	**10,025,975**	6,146,973
Cash (bank indebtedness) at end of period	**14,276,220**	1,999,788
Dividends received, net of withholding taxes	**2,292,429**	615,245
Interest received, net of withholding taxes	**48,428**	91
Interest paid	**(101)**	(186)

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
Fugro NV	65,790	1,261,961	1,256,468	
Gulfport Energy Corp.	61,178	946,339	1,011,586	
Newfield Exploration Co.	33,937	1,196,363	1,350,427	
Parsley Energy Inc.	41,887	1,433,594	1,668,427	
ProPetro Holding Corp.	56,397	1,205,936	1,163,253	
Solaris Oilfield Infrastructure Inc.	72,164	1,532,010	1,356,516	
SRC Energy Inc.	121,095	1,505,789	1,755,416	
		9,081,992	**9,562,093**	**2.42**
Industrials				
Advanced Disposal Services Inc.	86,518	2,617,562	2,820,199	
Aica Kogyo Co., Ltd.	28,800	1,314,023	1,330,490	
Allison Transmission Holdings Inc.	19,344	976,386	1,030,306	
Aumann AG	10,459	1,024,278	851,357	
Befesa SA	23,144	1,521,247	1,638,645	
Bingo Industries Ltd.	616,846	1,450,436	1,606,713	
Bodycote PLC	82,000	1,315,138	1,394,911	
Bravida Holding AB	78,646	737,481	822,801	
Bufab AB	50,919	850,198	849,056	
Carlisle Cos Inc.	20,243	2,719,736	2,884,134	
Coor Service Management Holding AB	86,041	809,962	791,996	
CTCI Corp.	254,000	546,762	534,798	
Diploma PLC	58,000	1,127,626	1,320,563	
Duerr AG	12,456	977,324	761,199	
Dycom Industries Inc.	12,680	1,510,088	1,576,410	
Elis SA	46,312	1,486,957	1,396,949	
FLSmidth & Co A/S	16,890	1,362,292	1,329,622	
Fortune Brands Home & Security Inc.	53,227	4,124,966	3,759,217	
Franklin Electric Co, Inc.	30,856	1,711,990	1,830,578	
Fukushima Industries Corp.	24,600	1,276,594	1,484,118	
Generac Holdings Inc.	22,436	1,382,924	1,526,722	
Gima TT SpA	39,412	999,675	852,874	
Glory Ltd.	43,400	1,992,542	1,597,795	
GrafTech International Ltd.	72,888	1,432,098	1,724,882	
Hexcel Corp.	36,908	3,034,819	3,222,774	
Hitachi Transport System Ltd.	47,600	1,538,897	1,604,312	
HomeServe PLC	85,500	1,164,724	1,334,917	
IDEX Corp.	12,302	2,089,344	2,208,599	
Industria Macchine Automatiche SpA	5,852	659,393	670,485	
Interroll Holding AG	300	563,760	691,537	
Intrum Justitia AB	32,135	1,352,392	982,372	
Johnson Electric Holdings Ltd.	163,000	808,803	624,494	
KAR Auction Services Inc.	58,747	3,816,187	4,234,852	
King Slide Works Co., Ltd.	46,000	849,339	854,411	
Kingspan Group PLC	14,756	795,684	971,186	
Kirby Corp.	15,375	1,429,862	1,690,805	
Kyung Dong Navien Co., Ltd.	5,391	386,852	380,507	
Lennox International Inc.	8,760	2,194,971	2,306,385	
Loomis AB	26,467	1,303,795	1,211,899	
Maire Tecnimont SpA	216,602	1,402,541	1,280,763	
Maxar Technologies Ltd.	8,256	549,876	548,662	
Nippon Densetsu Kogyo Co., Ltd.	60,200	1,627,594	1,743,725	
Nitta Corp.	23,500	1,157,620	1,214,022	
Obara Group Inc.	19,900	1,524,576	1,493,619	
OC Oerlikon Corp AG	72,091	1,526,631	1,450,721	

The accompanying notes are an integral part of the financial statements.

Sun Life Schroder Global Mid Cap Fund (continued)

(formerly Sun Life Sentry Global Mid Cap Fund)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Owens Corning	20,549	1,942,905	1,712,957	
Philips Lighting NV	20,070	939,702	685,840	
Prosegur Cash SA	244,290	959,572	866,689	
REV Group Inc.	43,129	1,333,397	965,041	
Ryder System Inc.	17,629	1,786,487	1,666,430	
Senvion SA	107,558	1,769,280	1,519,764	
Shinmaywa Industries Ltd.	75,600	998,192	1,168,967	
SPIE SA	49,618	1,512,029	1,324,447	
Spirit Airlines Inc.	52,596	2,520,722	2,514,949	
Stabilus SA	4,269	488,342	505,178	
Stericycle Inc.	23,525	1,979,196	2,020,452	
Teleperformance	6,331	1,207,172	1,471,150	
TKH Group NV	23,099	1,947,478	1,929,913	
Tomra Systems ASA	47,570	1,007,949	1,312,873	
Trusco Nakayama Corp.	45,400	1,475,214	1,491,882	
Univar Inc.	46,223	1,722,792	1,595,490	
Valmont Industries Inc.	13,145	2,562,086	2,606,694	
		91,198,460	**91,796,098**	**23.26**
Consumer Discretionary				
Advance Auto Parts Inc.	30,037	3,958,056	5,361,774	
Aramark	115,077	5,877,708	5,616,096	
Arcs Co., Ltd.	33,200	976,347	1,190,734	
Asbury Automotive Group Inc.	24,907	2,119,447	2,245,955	
Basic-Fit NV	50,691	1,701,189	2,249,958	
Brunswick Corp/DE	27,793	2,090,761	2,357,396	
Cairo Communication SpA	80,325	516,218	422,529	
Caleres Inc.	28,848	1,194,638	1,305,029	
Cavco Industries Inc.	9,823	2,005,216	2,683,170	
Cineplex Inc.	37,536	1,101,291	1,095,300	
Cineworld Group PLC	325,000	1,597,575	1,499,132	
Coats Group PLC	810,000	1,158,971	1,093,036	
Cranswick PLC	25,500	1,326,398	1,495,102	
Crystal International Group Ltd.	1,025,000	1,295,177	940,082	
Dalata Hotel Group PLC	119,102	1,060,712	1,276,792	
Darling Ingredients Inc.	64,284	1,439,770	1,681,092	
Dunelm Group PLC	115,000	1,288,172	1,008,597	
Eagle Industry Co., Ltd.	17,300	403,804	366,120	
Extended Stay America Inc.	60,690	1,546,287	1,724,420	
First Resources Ltd.	399,200	679,833	600,805	
Giant Manufacturing Co., Ltd.	75,000	491,638	417,433	
Glanbia PLC	23,910	582,141	583,878	
Gourmet Master Co., Ltd.	82,800	1,175,626	1,053,873	
HelloFresh SE	76,514	1,412,516	1,535,897	
Hemisphere Media Group Inc.	14,564	225,967	250,971	
Hudson Ltd.	77,295	1,658,263	1,778,334	
J D Wetherspoon PLC	60,000	1,264,495	1,312,956	
Kaufman & Broad SA	23,922	1,476,772	1,483,575	
Koito Manufacturing Co., Ltd.	18,700	1,619,940	1,625,632	
Mando Corp.	21,020	1,094,235	952,700	
Marie Brizard Wine & Spirits	66,174	1,058,755	859,812	
MDC Partners Inc.	208,761	2,097,892	1,263,221	
Musashi Seimitsu Industry Co., Ltd.	25,900	1,085,724	1,127,310	
Nexteer Automotive Group Ltd.	464,000	1,017,930	902,465	
Nien Made Enterprise Co., Ltd.	40,000	467,504	449,577	
Nifco Inc.	30,000	1,279,566	1,222,039	
OVS SpA	181,187	1,209,425	778,054	
Oxford Industries Inc.	24,493	2,354,907	2,673,545	
Paddy Power Betfair PLC	3,300	439,201	481,485	
Performance Food Group Co.	39,873	1,506,394	1,924,940	
Pets at Home Group PLC	330,000	1,032,967	742,185	
Photo-Me International PLC	450,000	1,109,435	797,152	
Pola Orbis Holdings Inc.	5,600	235,261	324,214	
ServiceMaster Global Holdings Inc.	38,609	2,515,120	3,020,358	
Shenzhou International Group Holdings Ltd.	88,670	860,420	1,439,895	
SMCP SAS	62,548	1,986,618	2,351,638	
Spectrum Brands Holdings Inc.	16,281	2,147,161	1,748,034	
SSP Group PLC	99,000	1,064,282	1,090,582	
Standard Motor Products Inc.	24,769	1,459,936	1,575,024	
Stemmer Imaging AG	15,325	870,413	981,482	
Steven Madden Ltd.	23,148	1,308,751	1,616,889	
Sumitomo Forestry Co., Ltd.	69,200	1,468,192	1,378,189	
Superdry PLC	63,000	1,349,046	1,227,614	
Techtronic Industries Co., Ltd.	235,350	1,580,503	1,726,421	
Ted Baker PLC	34,500	1,583,766	1,290,604	
TEGNA Inc.	159,085	2,463,825	2,270,550	
The Cheesecake Factory Inc.	37,294	2,258,984	2,701,141	
The Hain Celestial Group Inc	30,257	1,429,605	1,186,081	
TPR Co., Ltd.	22,800	904,162	698,864	
Tsuruha Holdings Inc.	7,500	1,237,637	1,237,181	
Unipres Corp.	21,900	703,648	564,642	
		86,426,193	**88,859,556**	**22.51**
Materials				
AMG Advanced Metallurgical Group NV	19,990	1,191,362	1,479,808	
Ardagh Group SA	67,766	1,713,051	1,481,546	
Ashland Global Holdings Inc.	30,241	2,697,635	3,110,024	
Crown Holdings Inc.	37,836	2,249,691	2,227,755	
D&L Industries Inc.	3,119,900	821,344	781,321	
Elementis PLC	275,000	1,373,512	1,207,364	
Elkem ASA	214,231	1,049,938	1,313,891	
Fletcher Building Ltd.	137,997	878,996	854,178	
Graphic Packaging Holding Co.	143,021	2,610,182	2,729,854	
Iluka Resources Ltd.	103,300	1,030,922	1,122,455	
JSP Corp.	34,100	1,398,011	1,354,628	
Kureha Corp.	21,400	1,709,559	2,012,837	
Lenzing AG	6,724	1,115,618	1,067,810	
Nihon Parkerizing Co., Ltd.	61,600	1,265,493	1,167,571	
OCI NV	48,267	1,515,651	1,714,635	
Valvoline Inc.	104,076	3,088,449	2,953,064	
Wacker Chemie AG	6,896	1,369,196	1,187,797	
		27,078,610	**27,766,538**	**7.04**
Health Care				
Ambu A/S	23,392	540,209	1,037,669	
Ansell Ltd.	29,877	718,914	789,538	
Catalent Inc.	45,931	2,453,138	2,530,978	
Dechra Pharmaceuticals PLC	20,000	746,680	966,308	
DENTSPLY SIRONA Inc.	42,452	2,915,989	2,444,257	
Flexion Therapeutics Inc.	43,378	1,380,656	1,475,035	
Henry Schein Inc.	19,743	1,751,166	1,886,519	
Intra-Cellular Therapies Inc.	20,199	514,573	469,503	
K2M Group Holdings Inc.	42,543	1,091,861	1,259,165	
Masimo Corp.	9,802	1,070,067	1,259,097	
Medy-Tox Inc.	657	569,412	595,008	
Neuronetics Inc.	12,715	286,685	445,075	
Nippon Shinyaku Co., Ltd.	20,100	1,735,393	1,642,306	
Pacira Pharmaceuticals Inc.	30,841	1,386,882	1,300,255	
PerkinElmer Inc.	17,150	1,595,949	1,652,058	
Puma Biotechnology Inc.	9,336	985,627	726,420	

The accompanying notes are an integral part of the financial statements.

Sun Life Schroder Global Mid Cap Fund (continued)

(formerly Sun Life Sentry Global Mid Cap Fund)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Repligen Corp.	22,131	1,048,931	1,369,432	
Syneos Health Inc.	31,663	1,827,067	1,953,426	
The Cooper Companies Inc.	4,448	1,327,274	1,377,640	
Universal Health Services Inc.	5,286	777,653	774,891	
		24,724,126	**25,954,580**	**6.58**
Financials				
AMERISAFE Inc.	19,484	1,446,392	1,480,138	
Anima Holding SpA	221,469	2,051,749	1,566,688	
Arthur J Gallagher & Co.	20,738	1,738,058	1,780,816	
Bursa Malaysia Bhd	384,450	838,061	920,177	
Centerstate Banks Inc.	35,059	1,210,698	1,375,243	
Cerved Information Solutions SpA	122,950	1,879,363	1,737,249	
Chemical Financial Corp	31,616	2,214,552	2,315,263	
Commerce Bancshares Inc.	16,757	1,254,285	1,426,416	
Compass Diversified Holdings	54,948	1,181,371	1,250,461	
Credito Emiliano SpA	107,603	1,192,380	1,047,754	
Dah Sing Banking Group Ltd.	214,400	609,171	590,991	
doBank SpA	74,333	1,382,369	1,290,048	
First Horizon National Corp.	77,324	1,880,206	1,814,602	
First Merchants Corp.	23,994	1,316,287	1,464,511	
First Midwest Bancorp Inc.	69,538	2,163,286	2,329,825	
Golub Capital BDC Inc.	72,864	1,723,218	1,754,027	
Intermediate Capital Group PLC	76,000	1,367,146	1,454,533	
National General Holdings Corp.	47,505	1,314,760	1,645,365	
Nishi-Nippon Financial Holdings Inc.	98,800	1,539,856	1,519,485	
OceanFirst Financial Corp.	60,075	2,406,174	2,367,597	
Raymond James Financial Inc.	13,782	1,562,611	1,619,865	
Reinsurance Group of America Inc.	8,493	1,606,248	1,491,247	
Santander Consumer USA Holdings Inc.	66,585	1,435,840	1,672,070	
Tokai Tokyo Financial Holdings Inc.	210,900	1,779,332	1,773,289	
Torchmark Corp.	14,214	1,520,445	1,522,181	
Unicaja Banco SA	462,557	946,272	1,037,913	
United Community Banks Inc.	52,201	2,030,056	2,106,031	
Van Lanschot Kempen NV	39,987	1,567,100	1,486,209	
Westamerica Bancorporation	20,006	1,488,266	1,487,160	
Western Alliance Bancorp.	38,759	2,858,215	2,886,276	
Zions Bancorporation	27,210	1,772,332	1,885,944	
		49,276,099	**50,099,374**	**12.69**
Real Estate				
Brixmor Property Group Inc.	89,932	1,799,112	2,061,977	
Daibiru Corp.	72,700	1,065,422	973,034	
Douglas Emmett Inc.	30,864	1,517,588	1,631,302	
Equity Lifestyle Properties Inc.	13,869	1,553,666	1,676,613	
Grand City Properties SA	39,127	1,101,341	1,336,463	
Kennedy-Wilson Holdings Inc.	83,008	1,975,633	2,309,418	
Lamar Advertising Co.	24,061	2,065,343	2,162,072	
Mid-America Apartment Communities Inc.	13,548	1,674,184	1,794,103	
Mirvac Group	225,850	504,271	476,329	
Nexity SA	10,053	786,200	835,293	
Safestore Holdings PLC	110,000	905,471	1,049,757	
Terreno Realty Corp.	39,283	1,790,188	1,946,581	
UOL Group Ltd.	109,517	747,230	805,109	
		17,485,649	**19,058,051**	**4.83**
Consumer Staples				
Glanbia PLC	32,185	735,464	785,952	
Vinda International Holdings Ltd.	29,000	67,424	66,226	
		802,888	**852,178**	**0.22**
Information Technology				
Ai Holdings Corp.	62,400	2,011,666	1,780,029	
Ascom Holding AG	42,917	1,178,274	1,023,404	
ASM Pacific Technology Ltd.	74,000	1,359,926	1,230,829	
Auto Trader Group PLC	101,750	643,747	752,611	
Chroma Ate Inc.	148,000	1,051,033	1,047,229	
Ciena Corp.	74,099	2,241,379	2,584,010	
Computershare Ltd.	29,065	423,466	520,622	
CoreLogic Inc.	31,728	1,899,428	2,166,117	
CSG Systems International Inc.	28,567	1,621,616	1,535,824	
Datalogic SpA	18,311	752,305	890,085	
Digital Garage Inc.	29,700	988,276	1,518,445	
Domain Holdings Australia Ltd.	300,251	972,841	939,652	
Duzon Bizon Co., Ltd.	13,182	804,520	964,640	
Entegris Inc.	44,759	1,842,977	1,995,962	
Fabrinet	21,991	876,857	1,067,151	
Halma PLC	52,500	1,018,595	1,249,132	
Integrated Device Technology Inc.	52,033	2,004,519	2,182,073	
Kakaku.com Inc.	44,600	872,819	1,325,232	
LEENO Industrial Inc.	10,918	777,330	811,850	
Leidos Holdings Inc.	32,375	2,612,114	2,512,661	
Link Administration Holdings Ltd.	58,289	471,529	415,257	
Logitech International SA	26,419	1,242,764	1,528,427	
Match Group Inc.	16,244	644,481	827,799	
Micro Focus International PLC	30,000	1,173,074	689,562	
NEC Networks & System Integration Corp.	38,600	1,223,975	1,142,824	
OBIC Business Consultants Ltd.	13,500	958,561	1,261,764	
ON Semiconductor Corp.	71,517	2,043,622	2,091,792	
PlayAGS Inc.	49,654	1,199,881	1,768,132	
PTC Inc.	20,247	1,745,098	2,498,515	
Sabre Corp.	86,351	2,259,706	2,798,854	
Solutions 30 SE	11,403	672,576	725,045	
Synopsys Inc.	11,729	1,270,762	1,320,245	
UBISOFT Entertainment	23,562	2,450,986	3,400,895	
VeriSign Inc.	10,337	1,515,286	1,868,601	
XING AG	2,396	933,114	1,017,484	
Yelp Inc.	18,921	1,049,803	975,171	
		46,808,906	**52,427,925**	**13.28**
Utilities				
Alliant Energy Corp.	28,271	1,488,672	1,573,834	
IDACORP Inc.	16,942	1,895,173	2,055,683	
NiSource Inc.	44,876	1,431,040	1,551,357	
Telecom Plus PLC	57,500	1,140,615	1,124,436	
		5,955,500	**6,305,310**	**1.60**
Total Equities		**358,838,423**	**372,681,703**	**94.43**

The accompanying notes are an integral part of the financial statements.

Sun Life Schroder Global Mid Cap Fund (continued)

(formerly Sun Life Sentry Global Mid Cap Fund)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
db x-trackers Russell 2000 UCITS ETF DR	11,367	3,102,571	3,423,524	
SPDR MSCI World Small Cap UCITS ETF	40,675	3,843,243	4,021,485	
Total Exchange-Traded Funds		**6,945,814**	**7,445,009**	**1.89**
Transaction Costs		**(364,748)**		
Total Investments		**365,784,237**	**380,126,712**	
Other Assets less Liabilities			**14,527,253**	**3.68**
Total Net Assets			**394,653,965**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Schroder Global Mid Cap Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in underlying internally and externally managed funds.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund is exposed indirectly to currency risk as a result of its investment in underlying externally managed funds. The Fund also holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	230,781,525	58.48	102,770,619	54.39
Euro	53,674,759	13.60	26,022,458	13.77
Japanese Yen	40,504,848	10.26	20,716,110	10.96
British Pound	27,588,717	6.99	11,549,907	6.11
Hong Kong Dollar	7,475,430	1.89	4,426,536	2.34
Australian Dollar	5,881,808	1.49	3,570,143	1.89
Swiss Franc	4,703,808	1.19	2,245,724	1.19
Swedish Krona	4,658,124	1.18	3,546,499	1.88
New Taiwan Dollar	4,372,854	1.11	-	-
Korean Won	3,530,753	0.89	-	-
Norwegian Krone	2,626,764	0.67	449,587	0.24
Danish Krone	2,383,614	0.60	792,768	0.42
Singapore Dollar	1,405,914	0.36	1,120,556	0.59
Malaysian Ringgit	920,177	0.23	396,968	0.21
New Zealand Dollar	854,178	0.22	502,843	0.27
Philippine Peso	796,317	0.20	782,058	0.41
Total	**392,159,590**	**99.36**	**178,892,776**	**94.67**

The accompanying notes are an integral part of the financial statements.

Sun Life Schroder Global Mid Cap Fund (continued)

(formerly Sun Life Sentry Global Mid Cap Fund)

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $19,607,980 ($8,944,639 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying internally and externally managed funds.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying internally and externally managed funds.

The Fund is also directly exposed to other market risk as a result of its investment in publicly traded equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $18,634,085 ($8,890,677 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Energy	2.4	2.4
Industrials	23.3	24.9
Consumer Discretionary	22.5	22.4
Materials	7.0	6.9
Health Care	6.6	6.1
Financials	12.7	12.1
Real Estate	4.8	5.0
Consumer Staples	0.2	-
Information Technology	13.3	12.7
Utilities	1.6	1.6
Exchange-Traded Funds	1.9	-
Other Assets less Liabilities	3.7	5.9
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	380,126,712	-	-	380,126,712

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	177,813,539	-	-	177,813,539

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $225,430 ($112,762 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was nil ($1,395 for the period ended December 31, 2017).

The accompanying notes are an integral part of the financial statements.

Sun Life Schroder Global Mid Cap Fund (continued)

(formerly Sun Life Sentry Global Mid Cap Fund)

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series F5	680	10,804
Series F8	688	10,804
Series T5	815	12,310
Series T8	904	12,309

	December 31, 2017	
	Units	Market Value ($)
Series F5	-	-
Series F8	-	-
Series T5	794	11,804
Series T8	867	11,804

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	January 29, 2015	January 30, 2015
Series T5 Units	January 29, 2015	January 30, 2015
Series T8 Units	January 29, 2015	January 30, 2015
Series F Units	January 29, 2015	January 30, 2015
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 29, 2015	January 30, 2015
Series O Units	January 29, 2015	January 30, 2015

The accompanying notes are an integral part of the financial statements.

Sun Life Sentry Value Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**86,741,084**	80,821,877
Short-term investments	**-**	-
Cash	**9,520,261**	15,715,677
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	89,468
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**846,939**	-
Accrued interest	**2**	-
Dividends receivable	**297,914**	204,301
Distributions receivable from underlying funds	**-**	-
Subscriptions receivable	**70,475**	23,593
	97,476,675	96,854,916
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**47,816**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**45,294**	4,954
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**11,797**	3,545
Redemptions payable	**21,167**	29,231
Distributions payable	**7**	-
Due to investment dealers	**421,378**	32,278
Management fees payable	**73,891**	21,715
Total liabilities (excluding net assets attributable to holders of redeemable units)	**621,350**	91,723
Net Assets Attributable to Holders of Redeemable Units	**96,855,325**	96,763,193
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**40,244,972**	40,738,518
Series F	**4,008,144**	4,235,268
Series I	**45,884,737**	44,869,612
Series O	**6,717,472**	6,919,795
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**13.93**	13.74
Series F	**14.40**	14.12
Series I	**14.81**	14.44
Series O	**11.57**	11.29

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**1,461,183**	1,007,482
Interest income for distribution purposes	**10,924**	1,131
Distributions from underlying funds	**-**	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**5,601,030**	5,509,107
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**(130,505)**	(9,398)
Net realized gain (loss) on option contracts	**54,018**	41,223
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(4,433,633)**	(2,623,984)
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**(129,808)**	247,451
Change in unrealized appreciation (depreciation) in option contracts	**(20,003)**	(13,855)
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**2,413,206**	4,159,157
Net gain (loss) on foreign exchange	**83,150**	(19,599)
Other income	**-**	-
Total income (loss)	**2,496,356**	4,139,558
Expenses (note 6)		
Management fees	**411,758**	401,925
Administration fees	**65,961**	62,053
Independent review committee fees	**479**	432
Withholding tax	**24,088**	19,774
Transaction costs (note 3)	**75,708**	90,457
Total operating expenses	**577,994**	574,641
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**1,918,362**	3,564,917
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**1,918,362**	3,564,917
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**555,839**	1,376,404
Series F	**82,778**	150,809
Series I	**1,111,256**	1,710,464
Series O	**168,489**	327,240
Weighted Average Number of Units Outstanding		
Series A	**2,937,992**	2,606,490
Series F	**302,025**	244,601
Series I	**3,115,398**	2,773,884
Series O	**607,103**	589,952
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.19**	0.53
Series F	**0.27**	0.62
Series I	**0.36**	0.62
Series O	**0.28**	0.55

The accompanying notes are an integral part of the financial statements.

Sun Life Sentry Value Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series F		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 40,738,518	33,802,550	4,235,268	3,027,004	44,869,612	48,982,953
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 555,839	1,376,404	82,778	150,809	1,111,256	1,710,464
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 5,902,351	6,320,749	924,138	839,737	4,306,967	8,989,303
Redemption of redeemable units	$ (6,950,898)	(4,129,665)	(1,233,805)	(371,016)	(4,403,098)	(20,790,054)
Reinvestment of distributions to holders of redeemable units	$ 4,273	562,535	1,154	38,376	-	973,160
Capitalized distributions	$ -	-	-	-	-	-
	$ (1,044,274)	2,753,619	(308,513)	507,097	(96,131)	(10,827,591)
Distributions to Holders of Redeemable Units						
From capital gains	$ -	(553,682)	-	(51,066)	-	(855,404)
From net investment income	$ (5,111)	(11,217)	(1,389)	(5,246)	-	(117,755)
Return of capital	$ -	-	-	-	-	-
	$ (5,111)	(564,899)	(1,389)	(56,312)	-	(973,159)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (493,546)	3,565,124	(227,124)	601,594	1,015,125	(10,090,286)
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 40,244,972**	**37,367,674**	**4,008,144**	**3,628,598**	**45,884,737**	**38,892,667**
Redeemable Unit Transactions						
Balance - beginning of period	2,965,408	2,480,736	300,020	217,441	3,107,047	3,449,902
Units issued	436,944	460,220	66,456	59,741	299,554	627,823
Units issued on reinvestment of distributions	317	42,344	83	2,826	-	70,322
Units redeemed	(514,438)	(299,538)	(88,268)	(26,073)	(307,863)	(1,492,851)
Balance - end of period	**2,888,231**	**2,683,762**	**278,291**	**253,935**	**3,098,738**	**2,655,196**

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 6,919,795	6,885,280	**96,763,193**	**92,697,787**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 168,489	327,240	**1,918,362**	**3,564,917**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 865,449	1,742,564	11,998,905	17,892,353
Redemption of redeemable units	$ (1,236,261)	(2,510,909)	(13,824,062)	(27,801,644)
Reinvestment of distributions to holders of redeemable units	$ -	125,938	5,427	1,700,009
Capitalized distributions	$ -	-	-	-
	$ (370,812)	(642,407)	**(1,819,730)**	**(8,209,282)**
Distributions to Holders of Redeemable Units				
From capital gains	$ -	(114,299)	-	(1,574,451)
From net investment income	$ -	(14,257)	(6,500)	(148,475)
Return of capital	$ -	-	-	-
	$ -	(128,556)	**(6,500)**	**(1,722,926)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (202,323)	(443,723)	**92,132**	**(6,367,291)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 6,717,472**	**6,441,557**	**96,855,325**	**86,330,496**
Redeemable Unit Transactions				
Balance - beginning of period	612,910	620,087	**6,985,385**	**6,768,166**
Units issued	77,321	154,410	880,275	1,302,194
Units issued on reinvestment of distributions	-	11,636	400	127,128
Units redeemed	(109,632)	(223,465)	(1,020,201)	(2,041,927)
Balance - end of period	**580,599**	**562,668**	**6,845,859**	**6,155,561**

The accompanying notes are an integral part of the financial statements.

Sun Life Sentry Value Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**1,918,362**	3,564,917
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**(5,601,030)**	(5,509,107)
Change in unrealized (appreciation) depreciation in value of investments	**4,433,633**	2,623,984
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**129,808**	(247,451)
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**-**	-
Change in fair value of option contracts	**47,816**	17,375
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(39,350,435)**	(40,711,901)
Proceeds from sale of investments	**34,065,078**	43,245,143
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**(93,615)**	(14,547)
Change in distributions receivable from underlying funds	**-**	-
Change in management fees payable	**52,176**	9,600
Change in other payables and accrued expenses	**83,960**	92,160
Net Cash Provided by (Used in) Operating Activities	**(4,314,247)**	3,070,173
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(1,066)**	(22,917)
Proceeds from redeemable units issued	**11,952,023**	19,431,295
Redemption of redeemable units	**(13,832,126)**	(27,773,951)
Net Cash Provided by (Used in) Financing Activities	**(1,881,169)**	(8,365,573)
Net increase (decrease) in cash	**(6,195,416)**	(5,295,400)
Cash (bank indebtedness) at beginning of period	**15,715,677**	11,449,261
Cash (bank indebtedness) at end of period	**9,520,261**	6,153,861
Dividends received, net of withholding taxes	**1,343,482**	973,161
Interest received, net of withholding taxes	**10,922**	1,131
Interest paid	**-**	-

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
EQUITIES				
Energy				
AltaGas Ltd., Subscription Receipts	134,500	4,112,413	3,651,675	
ARC Resources Ltd.	86,800	1,357,411	1,178,744	
Canadian Natural Resources Ltd.	30,500	1,312,168	1,447,225	
Enerflex Ltd.	76,000	1,210,755	1,074,640	
Keyera Corp.	81,500	3,114,428	2,981,270	
Kinder Morgan Canada Ltd.	39,400	668,738	626,460	
Parkland Fuel Corp.	56,100	1,555,489	1,812,030	
Pembina Pipeline Corp.	23,700	890,520	1,079,061	
Seven Generations Energy Ltd.	71,000	1,286,653	1,028,790	
ShawCor Ltd.	67,700	2,356,296	1,727,704	
Whitecap Resources Inc.	224,300	2,082,929	1,998,513	
		19,947,800	**18,606,112**	**19.22**
Industrials				
Aecon Group Inc.	54,000	843,030	834,840	
Bird Construction Inc.	156,000	1,273,470	1,132,560	
Heroux-Devtek Inc.	47,000	682,080	712,990	
Maxar Technologies Ltd.	19,800	1,308,416	1,306,800	
Morneau Shepell Inc.	33,950	554,339	922,761	
SNC-Lavalin Group Inc.	42,600	2,429,052	2,473,356	
Stanley Black & Decker Inc.	8,800	1,627,550	1,537,395	
StorageVault Canada Inc.	615,000	1,547,303	1,519,050	
Westshore Terminals Investment Corp.	70,000	1,625,038	1,668,100	
		11,890,278	**12,107,852**	**12.50**
Consumer Discretionary				
Comcast Corporation, Class A	72,600	3,280,593	3,133,394	
Corus Entertainment Inc.	126,400	1,131,164	626,944	
Gildan Activewear Inc.	50,500	1,710,698	1,870,015	
Liberty Global PLC	36,300	1,374,291	1,270,643	
Linamar Corp.	9,750	562,799	563,648	
Live Nation Entertainment Inc.	15,100	743,238	964,755	
Magna International Inc.	985	55,103	75,313	
Park Lawn Corp.	26,000	637,000	632,580	
		9,494,886	**9,137,292**	**9.43**
Consumer Staples				
Alimentation Couche-Tard Inc., Class B	38,400	2,339,222	2,193,024	
CVS Caremark Corp.	47,200	4,793,873	3,995,422	
George Weston Ltd.	18,400	1,924,879	1,973,584	
Metro Inc., Class A	28,500	1,181,610	1,273,665	
		10,239,584	**9,435,695**	**9.74**
Real Estate				
American Hotel Income Properties REIT LP	118,000	1,070,440	981,760	
Automotive Properties Real Estate Investment Trust	174,400	1,758,176	1,820,736	
BSR Real Estate Investment Trust	90,000	1,150,689	1,130,624	
First Capital Realty Inc.	38,400	763,254	793,344	
InterRent Real Estate Investment Trust	142,000	1,066,996	1,562,000	
Killam Apartment Real Estate Investment Trust	139,400	1,608,660	2,088,212	
Minto Apartment Real Estate Investment Trust	17,900	259,550	259,550	

The accompanying notes are an integral part of the financial statements.

Sun Life Sentry Value Fund (continued)

Schedule of Investments (continued)

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Smart Real Estate Investment Trust	88,950	2,636,790	2,715,644	
WPT Industrial Real Estate Investment Trust	40,000	658,465	730,860	
		10,973,020	**12,082,730**	**12.48**
Financials				
Royal Bank of Canada	10,200	980,712	1,009,698	
The Bank of Nova Scotia	33,400	2,607,520	2,486,296	
Wells Fargo & Co.	17,000	1,309,862	1,239,779	
		4,898,094	**4,735,773**	**4.89**
Information Technology				
Applied Materials Inc.	26,600	1,744,463	1,616,225	
CGI Group Inc.	14,400	987,553	1,199,664	
CommScope Holding Co., Inc.	7,800	274,927	299,657	
Evertz Technologies Ltd.	77,700	1,303,497	1,241,646	
Information Services Corp.	54,700	1,002,446	931,541	
		5,312,886	**5,288,733**	**5.46**
Materials				
Canfor Pulp Products Inc.	101,000	1,176,835	2,547,220	
Chemtrade Logistics Income Fund	81,500	1,547,458	1,220,055	
Interfor Corp.	48,000	1,141,144	1,212,000	
Mountain Province Diamonds Inc.	360,400	1,316,805	1,189,320	
Neo Performance Materials Inc.	68,000	1,103,140	1,107,040	
		6,285,382	**7,275,635**	**7.51**
Telecommunication Services				
BCE Inc.	45,176	2,600,922	2,405,170	
TELUS Corp.	60,100	2,781,134	2,806,670	
		5,382,056	**5,211,840**	**5.38**
Utilities				
Fortis Inc.	46,100	1,892,060	1,937,122	
Superior Plus Corp.	50,000	612,500	638,500	
TransAlta Corporation	43,000	302,976	283,800	
		2,807,536	**2,859,422**	**2.95**
Total Equities		**87,231,522**	**86,741,084**	**89.56**
Transaction Costs		**(81,642)**		**-**
Total Investments		**87,149,880**	**86,741,084**	**89.56**
Currency Forward Contracts[1]			**(45,294)**	**(0.05)**
Option Contracts[2]			**(47,816)**	**(0.05)**
Other Assets less Liabilities			**10,207,351**	**10.54**
Total Net Assets			**96,855,325**	**100.00**

The accompanying notes are an integral part of the financial statements.

Sun Life Sentry Value Fund (continued)

Schedule of Investments (continued)

[1] Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) ($)
The Toronto-Dominion Bank	A-1+	31-Aug-2018	CAD	2,579,793	USD	(1,985,800)	(29,523)
Royal Bank of Canada	A-1+	31-Aug-2018	CAD	1,274,363	USD	(981,850)	(15,771)
							(45,294)

[2] Option Contracts

	Option Type	Strike	Expiry Date	Number of Contracts	Average Cost ($)	Current Value ($)
Micron Technology Inc. @55 Put Option	Put	$ 55	20-Jul-2018	(100)	(24,204)	(47,417)
Oracle Corp. @40.5 Put Option	Put	$ 41	20-Jul-2018	(20)	(552)	(224)
Applied Materials Inc. @62.5 Call Option	Call	$ 63	20-Jul-2018	(60)	(4,121)	(158)
CVS Health Corp. @79 Call Option	Call	$ 79	20-Jul-2018	(10)	(211)	(17)
					(29,088)	**(47,816)**
						(47,816)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Sentry Value Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

As at June 30, 2018 and December 31, 2017, the Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund invests in financial assets, which have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2018 and December 31, 2017 are noted below:

	As a % of Net Assets	
Rating	June 30, 2018	December 31, 2017
AAA/Aaa	-	0.09
Total	**-**	**0.09**

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates. However, the Fund also holds foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies and reduce the current risk exposure to the Fund.

The accompanying notes are an integral part of the financial statements.

Sun Life Sentry Value Fund (continued)

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2018 and December 31, 2017. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk ($CAD)	Percentage of Net Assets (%)
	June 30, 2018		December 31, 2017	
United States Dollar	14,452,216	14.92	8,530,449	8.82
Total	**14,452,216**	**14.92**	**8,530,449**	**8.82**

As at June 30, 2018, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $722,611 ($426,522 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in publicly traded equities.

As at June 30, 2018, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by $4,337,054 ($4,041,094 as at December 31, 2017). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Equities		
Energy	19.2	19.6
Industrials	12.5	10.5
Consumer Discretionary	9.4	15.6
Consumer Staples	9.7	6.6
Real Estate	12.5	11.7
Financials	4.9	4.8
Information Technology	5.5	3.6
Materials	7.5	6.1
Telecommunication Services	5.4	2.3
Utilities	3.0	2.8
Derivative Assets (Liabilities)	(0.1)	-
Other Assets less Liabilities	10.5	16.4
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	86,741,084	-	-	86,741,084
Financial Liabilities				
Currency Forward Contracts	-	45,294	-	45,294
Option Contracts	-	47,816	-	47,816

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Financial Assets				
Equities	80,821,877	-	-	80,821,877
Currency Forward Contracts	-	89,468	-	89,468
Financial Liabilities				
Currency Forward Contracts	-	4,954	-	4,954

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

The accompanying notes are an integral part of the financial statements.

Sun Life Sentry Value Fund (continued)

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of options and foreign currency forward contracts. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

Forward contracts are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended June 30, 2018 were $75,708 ($90,457 for the period ended June 30, 2017).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended June 30, 2018 was $6,422 ($16,344 for the period ended December 31, 2017).

Taxation of the Fund

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at June 30, 2018 and December 31, 2017, SLA held the following position in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series I	538,208	7,969,509

	December 31, 2017	
	Units	Market Value ($)
Series I	538,208	7,772,364

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

		Amounts Eligible for Offset		
	Gross Assets/ (Liabilities) ($)	Financial Instruments ($)	Collateral received/ paid ($)	Net ($)
June 30, 2018				
Derivative assets - Forward Contracts	-	-	-	-
Total	**-**	**-**	**-**	**-**
Derivative liabilities - Forward Contracts	(45,294)	-	-	(45,294)
Total	**(45,294)**	**-**	**-**	**(45,294)**
December 31, 2017				
Derivative assets - Forward Contracts	89,468	(4,954)	-	84,514
Total	**89,468**	**(4,954)**	**-**	**84,514**
Derivative liabilities - Forward Contracts	(4,954)	4,954	-	-
Total	**(4,954)**	**4,954**	**-**	**-**

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 16, 2013
Series F Units	January 11, 2013	January 16, 2013
Series I Units	January 11, 2013	January 16, 2013
Series O Units	April 01, 2014	March 31, 2014

The accompanying notes are an integral part of the financial statements.

Sun Life Templeton Global Bond Fund

Statements of Financial Position

As at June 30, 2018 (unaudited) and December 31, 2017

	June 30, 2018 ($)	December 31, 2017 ($)
Assets		
Current Assets		
Investments (non-derivative financial assets) (notes 2 and 3)	**5,081,520**	4,226,342
Short-term investments	**-**	-
Cash	**12,798**	108,575
Margin	**-**	-
Option contracts, at fair value - long	**-**	-
Credit default swaps, sell protection	**-**	-
Unrealized appreciation on futures contracts	**-**	-
Unrealized appreciation on currency forward contracts	**-**	-
Unrealized appreciation on swaps	**-**	-
Due from investment dealers	**-**	22
Accrued interest	**-**	-
Dividends receivable	**-**	-
Distributions receivable from underlying funds	**11,789**	-
Subscriptions receivable	**3,576**	380
	5,109,683	4,335,319
Liabilities		
Current Liabilities		
Bank indebtedness	**-**	-
Margin	**-**	-
Option contracts, at fair value - short	**-**	-
Credit default swaps, buy protection	**-**	-
Unrealized depreciation on futures contracts	**-**	-
Unrealized depreciation on currency forward contracts	**-**	-
Unrealized depreciation on swaps	**-**	-
Accrued expenses	**710**	182
Redemptions payable	**-**	-
Distributions payable	**-**	-
Due to investment dealers	**12,897**	110,699
Management fees payable	**2,959**	708
Total liabilities (excluding net assets attributable to holders of redeemable units)	**16,566**	111,589
Net Assets Attributable to Holders of Redeemable Units	**5,093,117**	4,223,730
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	**2,334,178**	2,250,236
Series F	**131,814**	79,364
Series I	**2,020,187**	1,277,986
Series O	**606,938**	616,144
Net Assets Attributable to Holders of Redeemable Units per Unit (note 5)		
Series A	**8.55**	8.62
Series F	**9.55**	9.60
Series I	**8.98**	9.00
Series O	**8.92**	8.93

Approved on behalf of Trustee

"signed" Rick Headrick	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Investment Income		
Dividend income	**-**	-
Interest income for distribution purposes	**20**	142
Distributions from underlying funds	**56,907**	56,775
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	**(1,007)**	60,280
Net realized gain (loss) on futures contracts	**-**	-
Net realized gain (loss) on currency forward contracts	**-**	-
Net realized gain (loss) on option contracts	**-**	-
Net realized gain (loss) on swaps	**-**	-
Change in unrealized appreciation (depreciation) in value of investments	**(19,597)**	137,169
Change in unrealized appreciation (depreciation) in value of futures contracts	**-**	-
Change in unrealized appreciation (depreciation) in currency forward contracts	**-**	-
Change in unrealized appreciation (depreciation) in option contracts	**-**	-
Change in unrealized appreciation (depreciation) in value of swaps	**-**	-
Net gains (losses) on investments	**36,323**	254,366
Net gain (loss) on foreign exchange	**-**	-
Other income	**-**	-
Total income (loss)	**36,323**	254,366
Expenses (note 6)		
Management fees	**15,569**	16,802
Administration fees	**3,835**	3,964
Independent review committee fees	**28**	31
Withholding tax	**-**	-
Transaction costs (note 3)	**-**	-
Total operating expenses	**19,432**	20,797
Expenses waived/absorbed by the Manager	**-**	-
Operating Profit (Loss)	**16,891**	233,569
Finance Cost		
Interest expense	**-**	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	**16,891**	233,569
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	**12,576**	76,123
Series F	**(54)**	104,653
Series I	**(3,712)**	33,857
Series O	**8,081**	18,936
Weighted Average Number of Units Outstanding		
Series A	**254,675**	220,996
Series F	**13,009**	86,838
Series I	**191,930**	85,635
Series O	**68,578**	54,683
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	**0.05**	0.34
Series F	**-**	1.21
Series I	**(0.02)**	0.40
Series O	**0.12**	0.35

The accompanying notes are an integral part of the financial statements.

Sun Life Templeton Global Bond Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30 (unaudited)

	Series A		Series F		Series I	
	2018	**2017**	**2018**	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 2,250,236	1,921,051	79,364	2,250,979	1,277,986	773,049
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 12,576	76,123	(54)	104,653	(3,712)	33,857
Redeemable Unit Transactions						
Proceeds from redeemable units issued	$ 541,632	342,245	65,315	73,979	846,959	159,618
Redemption of redeemable units	$ (470,188)	(259,721)	(12,809)	(2,388,968)	(101,046)	(32,874)
Reinvestment of distributions to holders of redeemable units	$ 31,159	30,102	1,855	461	27,720	14,358
Capitalized distributions	$ -	-	-	-	-	-
	$ 102,603	112,626	54,361	(2,314,528)	773,633	141,102
Distributions to Holders of Redeemable Units						
From capital gains	$ -	-	-	-	-	-
From net investment income	$ (31,237)	(30,101)	(1,857)	(13,363)	(27,720)	(14,358)
Return of capital	$ -	-	-	-	-	-
	$ (31,237)	(30,101)	(1,857)	(13,363)	(27,720)	(14,358)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ 83,942	158,648	52,450	(2,223,238)	742,201	160,601
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 2,334,178**	**2,079,699**	**131,814**	**27,741**	**2,020,187**	**933,650**
Redeemable Unit Transactions						
Balance - beginning of period	260,906	217,176	8,264	229,918	141,980	84,510
Units issued	61,391	36,982	6,678	7,500	91,097	16,554
Units issued on reinvestment of distributions	3,537	3,292	189	46	3,002	1,509
Units redeemed	(52,982)	(28,084)	(1,334)	(234,709)	(11,150)	(3,507)
Balance - end of period	**272,852**	**229,366**	**13,797**	**2,755**	**224,929**	**99,066**

	Series O		Total	
	2018	**2017**	**2018**	**2017**
Net Assets Attributable to Holders of Redeemable Units at beginning of period	$ 616,144	464,355	**4,223,730**	**5,409,434**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	$ 8,081	18,936	**16,891**	**233,569**
Redeemable Unit Transactions				
Proceeds from redeemable units issued	$ 1,240	112,413	1,455,146	688,255
Redemption of redeemable units	$ (18,527)	(11,178)	(602,570)	(2,692,741)
Reinvestment of distributions to holders of redeemable units	$ 8,223	7,434	68,957	52,355
Capitalized distributions		-	-	-
	$ (9,064)	108,669	**921,533**	**(1,952,131)**
Distributions to Holders of Redeemable Units				
From capital gains	$ -	-	-	-
From net investment income	$ (8,223)	(7,434)	(69,037)	(65,256)
Return of capital	$ -	-	-	-
	$ (8,223)	(7,434)	**(69,037)**	**(65,256)**
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	$ (9,206)	120,171	**869,387**	**(1,783,818)**
Net Assets Attributable to Holders of Redeemable Units at end of period	**$ 606,938**	**584,526**	**5,093,117**	**3,625,616**
Redeemable Unit Transactions				
Balance - beginning of period	69,018	51,449	**480,168**	**583,053**
Units issued	136	11,677	159,302	72,713
Units issued on reinvestment of distributions	897	794	7,625	5,641
Units redeemed	(2,014)	(1,190)	(67,480)	(267,490)
Balance - end of period	**68,037**	**62,730**	**579,615**	**393,917**

The accompanying notes are an integral part of the financial statements.

Sun Life Templeton Global Bond Fund (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2018 ($)	2017 ($)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	**16,891**	233,569
Adjustments for:		
Gain on short-term investments	**-**	-
Net realized (gain) loss on sale of investments	**1,007**	(60,280)
Change in unrealized (appreciation) depreciation in value of investments	**19,597**	(137,169)
Change in unrealized (appreciation) depreciation in value of futures contracts	**-**	-
Change in unrealized (appreciation) depreciation in currency forward contracts	**-**	-
Change in unrealized (appreciation) depreciation in value of swaps	**-**	-
Non-cash income distributions from underlying funds	**(56,907)**	(56,775)
Change in fair value of option contracts	**-**	-
Change in fair value of credit default swaps	**-**	-
Change in margin	**-**	-
Purchases of investments	**(1,349,272)**	(4,076,492)
Proceeds from sale of investments	**432,617**	894,112
Purchases of short-term investments	**-**	-
Proceeds from sale of short-term investments	**-**	-
Change in dividends and interest receivable	**-**	-
Change in distributions receivable from underlying funds	**(11,789)**	-
Change in management fees payable	**2,251**	2,964
Change in other payables and accrued expenses	**528**	693
Net Cash Provided by (Used in) Operating Activities	**(945,077)**	(3,199,378)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	**(80)**	(6,178)
Proceeds from redeemable units issued	**1,451,950**	4,351,838
Redemption of redeemable units	**(602,570)**	(1,134,723)
Net Cash Provided by (Used in) Financing Activities	**849,300**	3,210,937
Net increase (decrease) in cash	**(95,777)**	11,559
Cash (bank indebtedness) at beginning of period	**108,575**	(5,190)
Cash (bank indebtedness) at end of period	**12,798**	6,369
Dividends received, net of withholding taxes	**-**	-
Interest received, net of withholding taxes	**20**	275
Interest paid	**-**	-

Schedule of Investments

As at June 30, 2018 (unaudited)

	Number of Shares	Average Cost ($)	Fair Value ($)	% of Total Net Assets
Mutual Funds				
Templeton Global Bond Fund, Series O	413,132	5,247,134	5,081,520	
		5,247,134	**5,081,520**	**99.77**
Total Investments		**5,247,134**	**5,081,520**	**99.77**
Other Assets less Liabilities			**11,597**	**0.23**
Total Net Assets			**5,093,117**	**100.00**

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Templeton Global Bond Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at June 30, 2018 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 9 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in underlying externally managed funds.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities indirectly through underlying externally managed funds, including cash and cash equivalents. It is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The accompanying notes are an integral part of the financial statements.

Sun Life Templeton Global Bond Fund (continued)

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying externally managed funds.

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in underlying externally managed funds.

(c) Liquidity risk

As at June 30, 2018 and December 31, 2017, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
Portfolio by Category	June 30, 2018	December 31, 2017
Bonds		
South Korea	9.8	10.0
India	9.3	10.1
Indonesia	8.8	9.8
Brazil	8.3	9.4
Colombia	5.4	5.1
Argentina	4.3	5.4
Mexico	3.0	5.5
Philippines	1.9	3.0
Ghana	1.9	2.0
United States	0.8	2.7
Ukraine	0.7	0.6
Peru	0.3	0.3
Supranational	0.1	0.1
South Africa	-	1.9
Serbia	-	1.7
Short-Term investments	15.6	7.3
Derivative Assets (Liabilities)	-	(0.4)
Other Assets less Liabilities	29.8	25.5
Total	**100.0**	**100.0**

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2018 and December 31, 2017.

	June 30, 2018			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Mutual Funds	5,081,520	-	-	5,081,520

	December 31, 2017			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Mutual Funds	4,226,342	-	-	4,226,342

There were no transfers between fair value levels 1 and 2 during the periods from January 1 to June 30, 2018 and January 1 to December 31, 2017.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Related Party Transactions

Seed Capital Investment by the Company

The Company is the issuer of the Fund. Investment by the Company in the Fund is for the purposes of regulatory seed money investments. As at June 30, 2018 and December 31, 2017, the Company held the following positions in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series A	15,283	130,740
Series F	1,086	10,378
Series I	1,174	10,542
Series O	1,149	10,253

	December 31, 2017	
	Units	Market Value ($)
Series A	15,060	129,886
Series F	1,071	10,282
Series I	1,156	10,404
Series O	1,137	10,152

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at June 30, 2018 and December 31, 2017, SLA held the following position in the Fund:

	June 30, 2018	
	Units	Market Value ($)
Series I	41,084	368,989

	December 31, 2017	
	Units	Market Value ($)
Series I	40,456	364,152

The accompanying notes are an integral part of the financial statements.

Sun Life Templeton Global Bond Fund (continued)

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2018 and December 31, 2017, there were no significant interests in underlying funds.

Establishment of the Fund

The origin dates on the series of units of the Fund are shown below:

	Date of creation	Date available for sale
Series A Units	January 29, 2015	January 30, 2015
Series F Units	February 05, 2016	February 10, 2016
Series I Units	January 29, 2015	January 30, 2015
Series O Units	January 29, 2015	January 30, 2015

The accompanying notes are an integral part of the financial statements.

Notes to Financial Statements

For the periods ended June 30, 2018 (unaudited) and December 31, 2017

1. Establishment of the Funds

With the exception of the Sun Life Milestone 2020 Fund, Sun Life Milestone 2025 Fund, Sun Life Milestone 2030 Fund and Sun Life Milestone 2035 Fund (the "Milestone Funds"), all Funds are open-ended mutual fund trusts established under the laws of the Province of Ontario pursuant to a Master Declaration of Trust as of September 10, 2010, as further amended and restated on July 13, 2018 and may be amended from time to time.

The Milestone Funds are open-ended mutual fund trusts established under the laws of the Province of Ontario pursuant to a Master Declaration of Trust as of September 10, 2010, as further amended and restated on August 28, 2014 and as further amended and restated on January 1, 2015.

Sun Life Global Investments (Canada) Inc. (the "Manager" or the "Company") is the trustee and Manager of the Funds. The Company has its registered office at 1 York Street, Toronto, Ontario, Canada, M5J 0B6.

Valuation, accounting and custodial duties of the Funds are provided by RBC Investor Services Trust. Unitholder recordkeeping duties are provided by International Financial Data Services (Canada) Limited.

Each Fund may issue an unlimited number of series of redeemable units and may issue an unlimited number of redeemable units of each series. Each individual series of redeemable units is sold under differing purchasing options and may have lower or higher management fees reflecting the extent of investment advice provided. The management fee rates for each of the Funds and their various series are provided in note 6.

The financial statements of the Funds include the Schedule of Investments for each Fund as at June 30, 2018, the Statements of Financial Position as at June 30, 2018 and December 31, 2017, and the Statements of Comprehensive Income (Loss), Statements of Changes in Net Assets Attributable to Holders of Redeemable Units and Statements of Cash Flows for the six months ended June 30, 2018 and 2017. For details on each Fund's date of origin, refer to the Establishment of the Fund disclosure within the Fund Specific Notes to the Financial Statements of each Fund.

The financial statements of the Funds for the six months ended June 30, 2018 were authorized for issue on August 27, 2018 by the Trustee.

2. Changes in Accounting Policies

IFRS 15 Transition

IFRS 15, *Revenue from Contracts with Customers* ("IFRS 15") established a five-step model to account for revenue arising from contracts with customers. Given that primarily all revenue streams of the Funds fall outside of the scope of IFRS 15, there was minimal impact to the financial statements.

IFRS 9 Transition

Effective January 1, 2018, the Funds adopted IFRS 9, *Financial Instruments* ("IFRS 9"). The new standard requires financial assets to be carried at amortized cost or fair value, with changes in fair value recognized in fair value through profit or loss ("FVTPL") or fair value through other comprehensive income ("FVOCI") based on the entity's business model for managing financial assets and the contractual cash flow characteristics of the financial assets. Assessment and decision on the business model approach used is an accounting judgment.

Upon transition to IFRS 9 from IAS 39, *Financial Instruments: Recognition and Measurement* ("IAS 39"), the Funds' financial assets and certain financial liabilities were classified as FVTPL. This financial instrument categorization of financial assets and financial liabilities under IFRS 9 is different than IAS 39 . However, there were no significant changes to the accounting for the financial assets and liabilities of the Funds.

All financial assets that had previously been designated as FVTPL are classified as FVTPL upon adoption to the new standard. Derivative assets and derivative liabilities that were previously considered as held-for-trading financial instruments and were classified as FVTPL remain unchanged upon adoption to the new standard.

There were no changes in the measurement values for any of the financial assets and financial liabilities upon transition to IFRS 9.

3. Significant Accounting Policies

Basis of presentation

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

The financial statements have been prepared on a going concern basis using the historical cost convention. However, each Fund is an investment entity and primarily all financial assets and financial liabilities are measured at fair value in accordance with IFRS. Accordingly, the Funds' accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the Net Asset Value ("NAV") for transactions with redeemable unitholders.

Financial instruments

(a) Classification and recognition of financial instruments

Financial instruments include financial assets and financial liabilities such as debt and equity securities, open-ended investment funds and derivatives, cash and other receivables and payables. The Funds classify and measure financial instruments in accordance with IFRS 9.

All financial assets and financial liabilities are recognized in the Statements of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. As such, investment purchase and sale transactions are recorded as of the trade date. Purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that a Fund commits to purchase or sell the asset.

In accordance with IFRS 9, financial instruments are classified into one of three categories based on the entity's business model for managing financial assets and the contractual cash flow characteristics of the financial assets. Those categories are:

- Amortized cost - assets held within a business model whose objective is to collect cash flows and where the contractual cash flows of the assets are Solely Payments of Principal and Interest (SPPI criterion). Items in this category include cash and cash equivalents, receivables, and other financial assets.
- Fair value through other comprehensive income ("FVOCI") - Financial assets such as debt instruments that meet the SPPI criterion and are held within a business model with objectives that include both collecting the associated contractual cash flows and selling financial assets. Gains and losses are reclassified to profit or loss upon derecognition.
- Fair value through profit or loss ("FVTPL") - A financial asset is measured at FVTPL unless it is measured at amortized cost or FVOCI. Derivative contracts are measured at FVTPL. For all instruments classified as FVTPL, the gains and losses are recognized in profit or loss.

Financial liabilities are measured at amortized cost except for the following items:

- Financial liabilities at FVTPL such as derivatives;
- Financial liabilities arising from the transfer of a financial asset that did not qualify for derecognition;
- Financial guarantee contracts; and
- Commitments to provide a loan at below-market interest rates.

In addition, financial liabilities can be designated as FVTPL upon initial recognition using the fair value option when it results in more relevant information.

The Manager has assessed the business models of the Funds and has determined that the Funds' portfolio of financial assets and financial liabilities are managed and performance is evaluated on a fair value basis in accordance with the Funds' risk management and investment strategies; therefore, classification and measurement of financial assets is FVTPL.

All Funds have contractual obligations to distribute cash to the unitholders. As a result, each Fund's obligation for net assets attributable to holders of redeemable units represents a financial liability and is presented at the redemption amount.

(b) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Statements of Financial Position only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Funds enter into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statements of Financial Position but still allow for the related amounts to be offset in certain circumstances, such as bankruptcy or termination of the contracts.

(c) Valuation of financial instruments

Financial assets and financial liabilities at FVTPL are recorded in the Statements of Financial Position at fair value upon initial recognition. All transaction costs such as brokerage commissions, incurred in the purchase and sale of securities for such instruments, are recognized directly in profit or loss. Loans and receivables and other financial liabilities are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue. For financial assets and financial liabilities where the fair value at initial recognition does not equal the transaction price, the Funds recognize the difference in the Statements of Comprehensive Income (Loss), unless specified otherwise.

After initial measurement, the Funds measure financial instruments that are classified as FVTPL at fair value. Subsequent changes in the fair value of those financial instruments (i.e., the excess/shortfall of the sum of the fair value of portfolio investments over/below the sum of the average cost of each portfolio investment) are recorded in "Change in unrealized appreciation (depreciation) in value of investments" in the Statements of Comprehensive Income (Loss).

The average cost of portfolio investments represents the sum of the average cost of each portfolio investment. For the purposes of determining the average cost of each portfolio investment, the purchase price of portfolio investments acquired by a Fund is added to the average cost of the particular portfolio investment immediately prior to the purchase. The average cost of a portfolio investment is reduced by the number of units sold multiplied by the average cost of the portfolio investment at the time of the sale. The average cost per unit of each portfolio investment sold is determined by dividing the cost of the portfolio investment by the number of units held immediately prior to the sale transaction. Transaction costs incurred in portfolio transactions are excluded from the average cost of investments and are recognized immediately in income and are presented in "Transaction costs" in the Statements of Comprehensive Income (Loss). Realized gains and losses from the sale of portfolio investments are also calculated based on the average cost, excluding transaction costs, of the related investment.

Loans and receivables and other assets and liabilities (other than those classified as FVTPL) are measured at amortized cost.

The Funds measure their financial instruments, such as equities, bonds and other interest-bearing investments and derivatives, at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to the Funds.

The fair values of each specific type of investment and derivative, where applicable, are determined in the following manner:

i) Securities traded in an active market are valued at the last traded prices (when the price falls within the day's bid-ask spread) through recognized public stock exchanges or through recognized investment dealers on the valuation date. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the value that is most representative of fair value within the bid-ask spread based on the specific facts and circumstances.

ii) Securities not traded in an active market are valued using fair valuation techniques, on such basis and in such manner established by the Manager.

iii) Short-term notes and treasury bills are valued at cost or amortized cost, which approximates the fair value.

iv) Bonds, debentures, and other debt obligations are valued at the average bid quotations obtained from recognized investment dealers.

v) Underlying funds are fair valued each business day using the most recent NAV per unit quoted by the manager on the valuation date.

vi) The Funds may buy and sell currency forward contracts, which are agreements between two parties to buy and sell currencies at a set price at a future date. These contracts are generally used to lock in the Canadian dollar value of other currencies that the Funds are purchasing or selling. The Canadian dollar value of currency forward contracts is determined using current currency forward exchange rates supplied by a quotation service. The fair value of the contract will fluctuate with changes in currency exchange rates. The contract is marked to market daily and the change in fair value is recorded as an unrealized gain or loss. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

vii) The Funds may buy and sell options, which are recorded on the trade date, and any realized gains or losses are recognized using the average cost of the investments. Net realized gains or losses on investments and options include net realized gains or losses from foreign currency changes. Option premiums paid or received by the Funds are, so long as the options are outstanding, reflected as an asset or liability, respectively, in the Statements of Financial Position and are valued at an amount equal to the current market value of an option that would have the effect of closing the position.

viii) Futures contracts are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized appreciation (depreciation) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized. The margin deposits balance with brokers relating to futures contracts is disclosed as "Margin" on the Statements of Financial Position.

ix) For all other financial assets and financial liabilities, the carrying value approximates the fair value for cash, short-term investments, due from investment dealers, accrued interest, dividends receivable, distributions receivable from underlying funds, subscriptions receivable, accrued expenses, redemptions payable, distributions payable, due to investment dealers and management fees payable due to the short-term nature of these assets and liabilities.

(d) Cash and short-term investments

Cash consists of cash on hand and short-term investments consist of debt instruments with maturities of less than one year.

Cash is valued at fair value or at recorded cost, plus or minus any foreign exchange between recognition of the asset by the Fund and the current valuation date, which approximates fair value.

(e) Other assets and other liabilities

Due from investment dealers, accrued interest, dividends receivable, distributions receivable from underlying funds, subscriptions receivable, accrued expenses, redemptions payable, distributions payable, due to investment dealers and management fees payable are valued at fair value or at their recorded cost, plus or minus any foreign exchange between recognition of the asset by the Fund and the current valuation date, which approximates fair value due to the short-term nature of these assets and liabilities.

(f) Distributions from underlying funds

Distributions from underlying funds are recorded in the year to which the distribution relates. Distributions from underlying funds may include a combination of capital gains/(losses), Canadian and foreign dividends, and interest income.

(g) Transaction costs

Transaction costs incurred in portfolio transactions, if any, are excluded from the average cost of investments and are recognized immediately in income and are presented as a separate expense item in the Statements of Comprehensive Income (Loss).

(h) Redeemable unit valuation and valuation date

Redeemable units are issued and redeemed on a continuous basis at their NAV which is determined, for every series of redeemable units of each Fund, except for the Sun Life Money Market Fund, on each day that the Toronto Stock Exchange is open for business. The Sun Life Money Market Fund is valued on each day that the Canadian chartered banks are open for business, other than Saturdays and Sundays.

The redeemable unit valuation per series is determined by dividing the aggregate market value of the net assets of that series of the Fund by the total number of redeemable units of that series outstanding at the close of business on the valuation day.

(i) Investment transactions

Investment transactions are accounted for on the trade date. Realized gains and losses arising from the sale of investments and unrealized appreciation and depreciation on investments are calculated with reference to the average cost of the related investments and derivative instruments.

(j) Revenue recognition

i) Interest income for distribution purposes resulting from investments in bonds is recorded on the accrual basis based on the bond coupon rate.
ii) Dividend income is recorded on the ex-dividend date.
iii) Realized gains (losses) on investments and unrealized appreciation (depreciation) in the value of investments are calculated with reference to the average cost of the related investments.
iv) Income, realized gain (loss) and unrealized gain (loss) are allocated among the series of a Fund on a pro-rata basis.

(k) Foreign currency translation

Foreign currency amounts are expressed in Canadian dollars on the following bases:

i) Fair value of investments and other assets and liabilities at the rate of exchange prevailing at the period end; and
ii) Value of investment transactions, income and expenses at the rates prevailing on the respective dates of such transactions.

The Funds' functional currency and presentation currency is the Canadian dollar, which is the currency of the primary economic environment in which the Funds operate.

Foreign exchange gains (losses) are included in "Net gain (loss) on foreign exchange" in the Statements of Comprehensive Income (Loss).

(l) Increase (decrease) in net assets attributable to holders of redeemable units per unit

Increase (decrease) in net assets attributable to holders of redeemable units per unit in the Statements of Comprehensive Income (Loss) represents the increase (decrease) in net assets attributable to holders of redeemable units for the period, divided by the weighted average number of units outstanding during the period.

(m) Multi-series structured funds

The realized and unrealized capital gains or losses, income, and common expenses (other than series-specific fixed operating expenses and fixed management fees) of the Funds are allocated on each valuation date to the unitholders in proportion to the respective prior day's NAV, which includes unitholder trade(s) dated for that day, of each series at the date on which the allocation is made. The fixed management fees and operating expenses are charged directly to the Funds. Additional details of the calculation are disclosed in note 6.

4. Critical Accounting Judgments, Estimates and Assumptions

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. Actual results may materially differ from such estimates. The following discusses the most significant accounting judgments and estimates that the Funds have made in preparing the financial statements:

(a) Judgments

Assessment as investment entity

The Manager has determined that each of the Funds meets the characteristics of an investment entity as defined by IFRS 10, *Consolidated Financial Statements*, and as such, subsidiaries are accounted for at fair value. Associates are investments over which the Funds have significant influence or joint control, all of which have been recorded at FVTPL.

(b) Estimates and assumptions

Fair value measurement of derivatives and securities not quoted in an active market

The Funds hold financial instruments that are not quoted in an active market, including derivatives. Fair values of such instruments are determined using valuation techniques and may be determined using reputable pricing sources (such as pricing agencies) or indicative prices from market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. Where no market data is available, the Funds may value positions using their own models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. The models used to determine fair values are validated and periodically reviewed by experienced personnel of the Manager, independent of the party that created them. The models used for private equity securities are based mainly on earnings multiples adjusted for a lack of marketability, as appropriate.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Funds consider observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. Refer to the "Fair Value Disclosure" section in the Fund Specific Notes to the Financial Statements for further information about the fair value measurement of the Funds' financial instruments.

5. Redeemable Units of the Funds

The series of redeemable units offered by each Fund have been outlined in the Fund Specific Notes to the Financial Statements. The outstanding redeemable units represent the capital of the Funds. Each redeemable unit has no par value, and the value of each redeemable unit is its NAV. Settlement of the cost for redeemable units is completed as per securities regulations in place at the time of issue. Distributions made by the Funds and re-invested by unitholders in additional redeemable units also constitute issued capital of the Funds.

Redeemable units are redeemed at the NAV per unit of the Fund. A right to redeem redeemable units of a Fund may be suspended with the approval of the Canadian securities regulatory authorities or when normal trading is suspended on a stock, options, or futures exchange in Canada or outside Canada on which securities or derivatives that make up more than 50% of the value or underlying exposure of the total assets of a Fund, not including any liabilities of the Fund, are traded, and when those securities or derivatives are not traded on any other exchange that represents a reasonably practical alternative for the Fund.

The Manager is responsible for managing the capital of the Funds. The capital received by a Fund is utilized within the respective investment mandate of a Fund. This includes, for all Funds, the ability to make liquidity available to satisfy unitholder unit redemption requirements upon the unitholder's request.

Changes in the Funds' capital during the period are reflected in the Statements of Changes in Net Assets Attributable to Holders of Redeemable Units.

The Funds' redeemable units are classified as financial liabilities on the Statements of Financial Position since the Funds have a contractual obligation for the issuer to repurchase or redeem the units for cash or another financial asset and to distribute their income to minimize taxes such that they have no discretion to avoid cash distributions and have an ongoing redemption option.

6. Management Fees and Expenses

The Funds pay management fees to the Manager, which are accrued daily and paid monthly based on the NAV of each series of a Fund. The maximum rate of the fee, excluding GST/HST and other applicable taxes if any, is set out below.

	Maximum Annual Management Fees											
	Series A units	Series AH units	Series T5 units	Series T8 units	Series D units	Series DB units	Series F units	Series FH units	Series FX units	Series F5 units	Series F8 units	Series IS units
Sun Life BlackRock Canadian Balanced Fund	1.50%	-	1.50%	-	-	-	0.50%	-	-	0.50%	-	-
Sun Life BlackRock Canadian Composite Equity Fund	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life BlackRock Canadian Equity Fund	1.50%	-	1.50%	1.50%	-	-	0.50%	-	-	0.50%	0.50%	-
Sun Life BlackRock Canadian Universe Bond Fund	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Dynamic American Fund	2.00%	-	2.00%	2.00%	-	-	1.00%	-	-	1.00%	1.00%	-
Sun Life Dynamic Energy Fund	1.85%	-	1.85%	1.85%	-	-	0.85%	-	-	0.85%	0.85%	-
Sun Life Dynamic Equity Income Fund	1.75%	-	-	-	-	-	0.75%	-	-	-	-	-
Sun Life Dynamic Strategic Yield Fund	1.85%	-	-	-	-	-	0.85%	-	-	-	-	-
Sun Life Granite Balanced Growth Portfolio	1.85%	-	1.85%	1.85%	-	-	0.85%	-	-	0.85%	0.85%	-
Sun Life Granite Balanced Portfolio	1.80%	-	1.80%	-	0.95%	-	0.80%	-	-	0.80%	-	-
Sun Life Granite Conservative Portfolio	1.50%	-	1.50%	-	-	-	0.75%	-	-	0.75%	-	-
Sun Life Granite Enhanced Income Portfolio	1.80%	-	-	-	-	-	0.80%	-	-	-	-	-
Sun Life Granite Growth Portfolio	1.90%	-	1.90%	1.90%	-	-	0.90%	-	-	0.90%	0.90%	-
Sun Life Granite Income Portfolio	1.50%	-	1.50%	-	-	-	0.75%	-	-	0.75%	-	-
Sun Life Granite Moderate Portfolio	1.75%	-	1.75%	-	-	-	0.75%	-	-	0.75%	-	-
Sun Life Granite Tactical Completion Fund	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Infrastructure Fund	2.00%	-	2.00%	2.00%	-	-	1.00%	-	-	1.00%	1.00%	-
Sun Life MFS Canadian Bond Fund	1.05%	-	-	-	0.65%	-	0.55%	-	-	-	-	-
Sun Life MFS Canadian Equity Growth Fund	1.80%	-	-	-	1.25%	-	0.80%	-	-	-	-	-
Sun Life MFS Dividend Income Fund	1.70%	-	-	-	1.25%	-	0.70%	-	-	-	-	-
Sun Life MFS Global Growth Fund	1.85%	-	1.85%	1.85%	1.25%	-	0.85%	-	-	0.85%	0.85%	-
Sun Life MFS Global Total Return Fund	1.80%	-	1.80%	-	-	-	0.80%	-	-	0.80%	-	-
Sun Life MFS Global Value Fund	2.00%	-	2.00%	2.00%	-	-	1.00%	-	-	1.00%	1.00%	-
Sun Life MFS International Growth Fund	1.85%	-	1.85%	1.85%	1.25%	-	0.85%	-	-	0.85%	0.85%	-
Sun Life MFS International Value Fund	2.00%	-	2.00%	2.00%	-	-	1.00%	-	-	1.00%	1.00%	-

Notes to Financial Statements

For the periods ended June 30, 2018 (unaudited) and December 31, 2017

	Maximum Annual Management Fees											
	Series A units	Series AH units	Series T5 units	Series T8 units	Series D units	Series DB units	Series F units	Series FH units	Series FX units	Series F5 units	Series F8 units	Series IS units
Sun Life MFS Low Volatility Global Equity Fund	1.80%	-	1.80%	1.80%	-	-	0.80%	-	-	0.80%	0.80%	-
Sun Life MFS Low Volatility International Equity Fund	1.80%	-	1.80%	1.80%	-	-	0.80%	-	-	0.80%	0.80%	-
Sun Life MFS Monthly Income Fund	1.25%	-	1.25%	-	-	-	0.75%	-	-	0.75%	-	-
Sun Life MFS U.S. Equity Fund	1.85%	-	-	-	1.25%	-	0.85%	-	-	-	-	-
Sun Life MFS U.S. Growth Fund	1.85%	1.85%	1.85%	1.85%	-	-	0.85%	0.85%	-	0.85%	0.85%	-
Sun Life MFS U.S. Value Fund	1.85%	1.85%	1.85%	1.85%	-	-	0.85%	0.85%	-	0.85%	0.85%	-
Sun Life Milestone 2020 Fund	1.00%	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone 2025 Fund	1.85%	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone 2030 Fund	1.85%	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone 2035 Fund	1.85%	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone Global Equity Fund	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Money Market Fund*	1.00%	-	-	-	0.55%	-	0.75%	-	-	-	-	-
Sun Life Multi-Strategy Bond Fund	1.05%	-	-	-	-	-	0.55%	-	-	-	-	-
Sun Life Multi-Strategy Target Return Fund	2.25%	-	-	-	-	-	1.25%	-	-	-	-	-
Sun Life NWQ Flexible Income Fund	1.35%	-	-	-	-	-	0.85%	-	-	-	-	-
Sun Life Ryan Labs U.S. Core Fixed Income Fund	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Excel Emerging Markets Fund	2.15%	-	-	-	-	1.40%	1.15%	-	-	-	-	0.85%
Sun Life Schroder Global Mid Cap Fund	2.00%	-	2.00%	2.00%	-	-	1.00%	-	-	1.00%	1.00%	-
Sun Life Sentry Value Fund	1.80%	-	0.80%	-	-	-	0.80%	-	-	-	-	-
Sun Life Templeton Global Bond Fund	1.25%	-	-	-	-	-	0.75%	-	-	-	-	-

* As money market yields have remained low during the period, the Manager has opted to waive a portion of the management fees that otherwise would have been charged. The Manager may discontinue waiving fees and expenses at any time, without notice.

The maximum rate of the management fee chargeable to each Milestone Fund reduces over time based on the remaining years to the scheduled maturity date of the Milestone Fund. This reduction in the management fee is based on the fact that the portion of the portfolio of each Milestone Fund invested in the underlying fund will decrease over time.

For Series I and Series IH units, unitholders negotiate and pay the management fees directly. These fees will not exceed the Series A management fee of the Fund.

Notes to Financial Statements

For the periods ended June 30, 2018 (unaudited) and December 31, 2017

For Series O and Series OH units, unitholders pay the management fees directly to the Manager. The maximum rate of the fee, excluding GST/HST and other applicable taxes if any, is set out below.

	Series O and Series OH units
Sun Life BlackRock Canadian Balanced Fund	0.50%
Sun Life BlackRock Canadian Composite Equity Fund	-
Sun Life BlackRock Canadian Equity Fund	0.50%
Sun Life BlackRock Canadian Universe Bond Fund	-
Sun Life Dynamic American Fund	1.00%
Sun Life Dynamic Energy Fund	0.85%
Sun Life Dynamic Equity Income Fund	0.75%
Sun Life Dynamic Strategic Yield Fund	0.85%
Sun Life Granite Balanced Growth Portfolio	0.85%
Sun Life Granite Balanced Portfolio	0.80%
Sun Life Granite Conservative Portfolio	0.75%
Sun Life Granite Enhanced Income Portfolio	0.80%
Sun Life Granite Growth Portfolio	0.90%
Sun Life Granite Income Portfolio	0.75%
Sun Life Granite Moderate Portfolio	0.75%
Sun Life Granite Tactical Completion Fund	-
Sun Life Infrastructure Fund	1.00%
Sun Life MFS Canadian Bond Fund	0.55%
Sun Life MFS Canadian Equity Growth Fund	0.80%
Sun Life MFS Dividend Income Fund	0.70%
Sun Life MFS Global Growth Fund	0.85%
Sun Life MFS Global Total Return Fund	0.80%
Sun Life MFS Global Value Fund	1.00%

	Series O and Series OH units
Sun Life MFS International Growth Fund	0.85%
Sun Life MFS International Value Fund	1.00%
Sun Life MFS Low Volatility Global Equity Fund	0.80%
Sun Life MFS Low Volatility International Equity Fund	0.80%
Sun Life MFS Monthly Income Fund	0.75%
Sun Life MFS U.S. Equity Fund	0.85%
Sun Life MFS U.S. Growth Fund	0.85%
Sun Life MFS U.S. Value Fund	0.85%
Sun Life Milestone 2020 Fund	-
Sun Life Milestone 2025 Fund	-
Sun Life Milestone 2030 Fund	-
Sun Life Milestone 2035 Fund	-
Sun Life Milestone Global Equity Fund	-
Sun Life Money Market Fund*	0.75%
Sun Life Multi-Strategy Bond Fund	0.55%
Sun Life Multi-Strategy Target Return Fund	1.25%
Sun Life NWQ Flexible Income Fund	0.85%
Sun Life Ryan Labs U.S. Core Fixed Income Fund	-
Sun Life Excel Emerging Markets Fund	1.15%
Sun Life Schroder Global Mid Cap Fund	1.00%
Sun Life Sentry Value Fund	0.80%
Sun Life Templeton Global Bond Fund	0.75%

* As money market yields have remained low during the period, the Manager has opted to waive a portion of the management fees that otherwise would have been charged. The Manager may discontinue waiving fees and expenses at any time, without notice.

Series O and Series OH units are available to unitholders through the Private Client program and must be purchased through a Private Client account. Each Series O and Series OH unitholder is eligible for management fee reductions, if any, based on the value of Series O and/or Series OH units held in the unitholder's Private Client account. A Series O and/or Series OH management fee is paid, after subtracting any management fee reductions, by redemption of Series O and/or Series OH units held in the unitholder's account.

The Manager bears certain operating expenses of the Funds in return for fixed annual administration fees. These expenses include, but are not limited to, recordkeeper fees, accounting, audit and legal fees, bank and interest charges, safekeeping and custodial fees, taxes, administrative and system costs, cost of reports to unitholders, prospectus and other disclosure documents, regulatory filing fees (including those incurred by the Company) and trustee fees for registered plans. The fixed annual administration fees are calculated as a fixed annual percentage of the NAV of each class of a Fund at the end of each business day.

Each Fund pays certain operating expenses directly, in addition to the fixed annual administration fees. These direct operating expenses are certain taxes, borrowing costs and fees and expenses payable to or in connection with the Funds' Independent Review Committee. Each Fund also pays costs in connection with brokerage commissions and other portfolio transaction costs, including any tax applicable to such costs.

Notes to Financial Statements

For the periods ended June 30, 2018 (unaudited) and December 31, 2017

The fixed annual administration fees, excluding GST/HST and other applicable taxes, if any, are set out below:

	Maximum Annual Administration Fees			
	Series A, AH, T5 and T8, DB and IS units	Series D units	Series F, F5, F8, and O units	Series I and IH units
Sun Life BlackRock Canadian Balanced Fund	0.10%	-	0.05%	0.05%
Sun Life BlackRock Canadian Composite Equity Fund	-	-	-	-
Sun Life BlackRock Canadian Equity Fund	0.10%	-	0.05%	0.05%
Sun Life BlackRock Canadian Universe Bond Fund	-	-	-	-
Sun Life Dynamic American Fund	0.20%	-	0.20%	0.05%
Sun Life Dynamic Energy Fund	0.20%	-	0.15%	0.05%
Sun Life Dynamic Equity Income Fund	0.15%	-	0.15%	0.05%
Sun Life Dynamic Strategic Yield Fund	0.20%	-	0.15%	0.05%
Sun Life Granite Balanced Growth Portfolio	0.20%	-	0.15%	0.03%
Sun Life Granite Balanced Portfolio	0.20%	0.20%	0.15%	0.03%
Sun Life Granite Conservative Portfolio	0.20%	-	0.15%	0.03%
Sun Life Granite Enhanced Income Portfolio	0.20%	-	0.15%	0.03%
Sun Life Granite Growth Portfolio	0.20%	-	0.15%	0.03%
Sun Life Granite Income Portfolio	0.20%	-	0.15%	0.03%
Sun Life Granite Moderate Portfolio	0.20%	-	0.15%	0.03%
Sun Life Granite Tactical Completion Fund	-	-	-	0.05%
Sun Life Infrastructure Fund	0.20%	-	0.20%	0.05%
Sun Life MFS Canadian Bond Fund	0.15%	0.15%	0.10%	0.03%
Sun Life MFS Canadian Equity Growth Fund	0.20%	0.20%	0.15%	0.05%
Sun Life MFS Dividend Income Fund	0.20%	0.20%	0.15%	0.05%
Sun Life MFS Global Growth Fund	0.20%	0.05%	0.15%	0.05%
Sun Life MFS Global Total Return Fund	0.20%	-	0.15%	0.05%
Sun Life MFS Global Value Fund	0.20%	-	0.15%	0.05%
Sun Life MFS International Growth Fund	0.20%	0.05%	0.15%	0.05%
Sun Life MFS International Value Fund	0.20%	-	0.15%	0.05%
Sun Life MFS Low Volatility Global Equity Fund	0.20%	-	0.15%	0.05%
Sun Life MFS Low Volatility International Equity Fund	0.20%	-	0.15%	0.05%
Sun Life MFS Monthly Income Fund	0.20%	-	0.15%	0.05%
Sun Life MFS U.S. Equity Fund	0.20%	0.20%	0.15%	0.05%
Sun Life MFS U.S. Growth Fund	0.20%	-	0.15%	0.05%
Sun Life MFS U.S. Value Fund	0.20%	-	0.15%	0.05%
Sun Life Milestone 2020 Fund	0.10%	-	-	-
Sun Life Milestone 2025 Fund	0.10%	-	-	-
Sun Life Milestone 2030 Fund	0.20%	-	-	-
Sun Life Milestone 2035 Fund	0.20%	-	-	-
Sun Life Milestone Global Equity Fund	-	-	-	-
Sun Life Money Market Fund*	0.05%	0.01%	0.05%	0.01%
Sun Life Multi-Strategy Bond Fund	0.15%	-	0.10%	0.03%
Sun Life Multi-Strategy Target Return Fund	0.20%	-	0.15%	0.05%

	Maximum Annual Administration Fees			
	Series A, AH, T5 and T8, DB and IS units	Series D units	Series F, F5, F8, and O units	Series I and IH units
Sun Life NWQ Flexible Income Fund	0.20%	-	0.15%	0.05%
Sun Life Ryan Labs U.S. Core Fixed Income Fund	-	-	-	0.05%
Sun Life Excel Emerging Markets Fund	0.25%	-	0.20%	0.05%
Sun Life Schroder Global Mid Cap Fund	0.20%	-	0.15%	0.05%
Sun Life Sentry Value Fund	0.20%	-	0.15%	0.05%
Sun Life Templeton Global Bond Fund	0.20%	-	0.20%	0.05%

* As money market yields have remained low during the period, the Manager has opted to waive a portion of the administration fees that otherwise would have been charged. The Manager may discontinue waiving fees and expenses at any time, without notice.

7. Taxation of the Funds and Allocation to Unitholders

With the exception of the Sun Life BlackRock Canadian Composite Equity Fund, Sun Life BlackRock Canadian Universe Bond Fund, Sun Life Milestone Global Equity Fund, Sun Life Granite Tactical Completion Fund and Sun Life Ryan Labs U.S. Core Fixed Income Fund, which are unit trusts, all Funds qualify as mutual fund trusts as defined in the *Income Tax Act* (Canada) (the "Act"). Pursuant to the terms of the Declaration of Trust, the Funds pay or make payable in the calendar year to the unitholders all the net income and such portion of the net capital gains that will result in the Funds paying no tax under the current provisions of the Act. As a result, under existing tax legislation, the net income and net capital gains are taxable in the hands of the unitholders of the Funds. Accordingly, no provision for Canadian income taxes has been made in these financial statements. All Funds have a December 15 taxation year-end except for the Sun Life BlackRock Canadian Composite Equity Fund, Sun Life BlackRock Canadian Universe Bond Fund, Sun Life Milestone Global Equity Fund, Sun Life Granite Tactical Completion Fund and Sun Life Ryan Labs U.S. Core Fixed Income Fund, which have a December 31 taxation year-end.

The details by Fund of the non-capital losses and net capital losses are included in the Fund Specific Notes to the Financial Statements, as applicable.

The Funds may incur withholding taxes imposed by certain countries on investment income and capital gains. Such income and capital gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the Statements of Comprehensive Income (Loss).

8. Related Party Transactions

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

As trustee, the Manager holds legal title to the Funds' investments in trust for unitholders. For its services, the Manager receives a management fee that is calculated as a percentage of the average NAV of each Fund. This fee is calculated daily and payable monthly. The dollar amount, including all applicable taxes, of each Fund's management fees that the Manager receives is reported in the line item "Management fees" on the Statements of Comprehensive Income (Loss).

An operating expense incurred by the Manager on behalf of each Fund is considered a fund administration expense. Under the terms of the Funds' trust documentation, each Fund is responsible for the payment of its administration and operating expenses. The Manager recovers these expenses from each Fund through fixed administration fees and the amounts of these charges are disclosed in the line item "Expenses" in each Fund's Statements of Comprehensive Income (Loss).

As Portfolio Manager, the Company is responsible for managing the investment portfolios of the Funds directly or through sub-advisors. The Company has retained MFS Investment Management Canada Limited ("MFS Canada"), an affiliate, to act as a sub-advisor for the Sun Life MFS Canadian Bond Fund, Sun Life MFS Canadian Equity Growth Fund, Sun Life MFS Dividend Income Fund, Sun Life Money Market Fund, Sun Life MFS Monthly Income Fund, Sun Life MFS U.S. Equity Fund, Sun Life MFS Low Volatility Global Equity Fund and Sun Life MFS Low Volatility International Equity Fund. The Company has retained MFS Institutional Advisors Inc. ("MFS"), an affiliate, to act as a sub-advisor for the Sun Life MFS Global Growth Fund, Sun Life MFS Global Total Return Fund, Sun Life MFS Global Value Fund, Sun Life MFS International Growth Fund, Sun Life MFS International Value Fund, Sun Life MFS U.S. Growth Fund and Sun Life MFS U.S. Value Fund. In addition, MFS acts as a sub-advisor to MFS Canada in respect of certain of the Funds that are primarily sub-advised by MFS Canada. The Company has retained Sun Life Assurance Company of Canada ("SLA"), an affiliate, to act as a sub-advisor for the Milestone Funds and Sun Life Milestone Global Equity Fund. The Company has retained Ryan Labs Asset Management Inc. ("Ryan Labs"), an affiliate, to act as a sub-advisor for the Sun Life Ryan Labs U.S. Core Fixed Income Fund. These relationships are described in more detail in the applicable simplified prospectus and annual information forms for the Funds.

The Company and Ryan Labs are indirect wholly owned subsidiaries of Sun Life Financial Inc. SLA is a direct wholly owned subsidiary of Sun Life Financial Inc. Sun Life Financial Inc. also has an indirect majority ownership in MFS and MFS Canada.

9. Financial Risk Management

Each Fund is exposed to various types of risks that are associated with its investment strategies, financial instruments, and markets in which it invests. These risks include credit risk, market risk (which includes currency risk, interest rate risk and other market risk), liquidity risk and concentration risk.

The value of investments within a Fund's portfolio can fluctuate on a daily basis as a result of corporate developments, changes in interest rates, changes in the level of inflation, and other political and economic developments. The level of risk depends on the Fund's investment objectives and the type of securities in which it invests.

These risks and related risk management practices employed by the Funds are discussed below and for each Fund specifically in the "Financial Risk Management" section in the Fund Specific Notes to the Financial Statements. Additional risks that may be associated with investments in the Funds are described in the simplified prospectus of the Funds.

(a) Credit risk

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with a Fund. The Funds' main credit risk concentration is spread between short-term debt securities, fixed income securities, and derivative contracts, and represents the maximum credit risk exposure of the Funds. The Funds limit their exposure to credit risk by placing their cash and cash equivalents, derivative instruments and fixed income securities with high credit quality counterparties.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the broker/dealer. The trade will fail if either party fails to meet its obligation.

(b) Market risk

(i) Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the Canadian dollar (the functional currency of the Funds), will fluctuate due to changes in foreign exchange rates. The "Financial Risk Management" section in the Fund Specific Notes to the Financial Statements identifies all investments denominated in foreign currencies. Equities in foreign markets and foreign bonds are exposed to currency risk as the prices denominated in foreign currencies are converted into the Canadian dollar in determining fair value. The Funds could be exposed to currency risk if the value of the foreign currency changes unfavourably.

(ii) Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. Interest rate risk arises when the Funds invest in interest-bearing financial instruments. The Funds are exposed to the risk that the value of such financial instruments will fluctuate due to changes in the prevailing levels of market interest rates.

(iii) Other market risk

Other market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of the Funds are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by the Funds is determined by the fair value of the financial instruments.

The value of investments in various markets can be affected by political, social and economic instability, diplomatic developments, imposition of taxes, expropriation of assets, and ability to invest in and withdraw assets from these markets. The Manager moderates this risk through diversification of the Funds. The Manager monitors the Funds' overall market positions on a daily basis and positions are maintained within established ranges.

(c) Liquidity risk

The Funds are exposed to daily cash redemptions of redeemable units. The units of the Funds are redeemed on demand at the current NAV per unit at the option of the unitholder. Liquidity risk is the possibility that investments in a Fund cannot be readily converted into cash when required. Liquidity risk is managed by investing the majority of the Funds' assets in investments that are traded in an active market and can be readily transacted. In addition, the Funds aim to retain sufficient cash and cash equivalent positions to maintain liquidity. Each Fund may, from time to time, hold securities that are not traded in an active market and may be illiquid. All liabilities mature within three months with the exception of some derivative liabilities, which mature within 12 months.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposure within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Funds limit their exposure to concentration risk through diversification and a thorough understanding of each investment in the portfolio.

(e) Fair value measurement

The Funds categorize assets and liabilities recorded at fair value based upon a fair value hierarchy. The Funds classify fair value measurements within a hierarchy that gives the highest priority to unadjusted quoted prices in active markets when the related security or derivative is actively traded (Level 1) and the lowest priority to unobservable inputs (Level 3).

The three levels of the fair value hierarchy are as follows:

1) Level 1 - for unadjusted quoted prices in active markets when the related security or derivative is actively traded.
2) Level 2 - for inputs, other than quoted prices included in Level 1, that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
3) Level 3 - for inputs that are based on unobservable market data.

If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such a case, the instrument is reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3. If the Fund's equities do not trade frequently, observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

All fair value measurements are recurring. The carrying values of short-term investments, due from investment dealers, accrued interest, dividends receivable, distributions receivable from underlying funds, subscriptions receivable, accrued expenses, redemptions payable, distributions payable, due to investment dealers, management fees payable and the Fund's obligation for Net Assets Attributable to Holders of Redeemable Units approximate their fair values due to their short-term nature.

10. Capital Management

Units issued and outstanding are considered to be capital of the Funds. The Funds are not subject to externally imposed capital requirements and have no legal restrictions on the issue, repurchase or resale of redeemable units beyond those included in the Funds' prospectus. The capital received by a Fund is managed to achieve its investment objective while maintaining liquidity to satisfy unitholder redemptions.

Units are redeemable at the NAV per unit of the respective Fund. A right to redeem units of a Fund may be suspended with the approval of the Canadian Securities Administrators. Changes in the units issued and outstanding of each Fund for the period ended June 30, 2018 and the year ended December 31, 2017, if applicable, are reported in a footnote "Redeemable units issued and outstanding" to the Statements of Changes in Net Assets Attributable to Holders of Redeemable Units.

11. Comparative Balances

The comparative financial statements may have been reclassified from the statements previously presented in order to conform to the current period's presentation.

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Sun Life BlackRock Canadian Balanced Fund
Sun Life BlackRock Canadian Composite Equity Fund
Sun Life BlackRock Canadian Equity Fund
Sun Life BlackRock Canadian Universe Bond Fund
Sun Life Dynamic American Fund
Sun Life Dynamic Energy Fund
Sun Life Dynamic Equity Income Fund
Sun Life Dynamic Strategic Yield Fund
Sun Life Granite Balanced Growth Portfolio
Sun Life Granite Balanced Portfolio
Sun Life Granite Conservative Portfolio
Sun Life Granite Enhanced Income Portfolio
Sun Life Granite Growth Portfolio
Sun Life Granite Income Portfolio
Sun Life Granite Moderate Portfolio
Sun Life Granite Tactical Completion Fund
Sun Life Infrastructure Fund (formerly Sun Life Sentry Infrastructure Fund)
Sun Life MFS Canadian Bond Fund
Sun Life MFS Canadian Equity Growth Fund
Sun Life MFS Dividend Income Fund
Sun Life MFS Global Growth Fund
Sun Life MFS Global Total Return Fund
Sun Life MFS Global Value Fund
Sun Life MFS International Growth Fund
Sun Life MFS International Value Fund
Sun Life MFS Low Volatility Global Equity Fund
Sun Life MFS Low Volatility International Equity Fund
Sun Life MFS Monthly Income Fund
Sun Life MFS U.S. Equity Fund
Sun Life MFS U.S. Growth Fund
Sun Life MFS U.S. Value Fund
Sun Life Milestone 2020 Fund
Sun Life Milestone 2025 Fund
Sun Life Milestone 2030 Fund
Sun Life Milestone 2035 Fund
Sun Life Milestone Global Equity Fund
Sun Life Money Market Fund
Sun Life Multi-Strategy Bond Fund
Sun Life Multi-Strategy Target Return Fund
Sun Life NWQ Flexible Income Fund
Sun Life Ryan Labs U.S. Core Fixed Income Fund
Sun Life Excel Emerging Markets Fund (formerly Sun Life Schroder Emerging Markets Fund)
Sun Life Schroder Global Mid Cap Fund (formerly Sun Life Sentry Global Mid Cap Fund)
Sun Life Sentry Value Fund
Sun Life Templeton Global Bond Fund

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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** or **www.sedar.com**.

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