

## Sun Life BlackRock Canadian Balanced Class

### Series A

Additional series available

**\$12.3583 CAD**

Net asset value per security (NAVPS) as of May 27, 2020

 **\$0.0640** | **0.52%**

**Benchmark**  
Blended benchmark<sup>8</sup>

**Fund category**  
Canadian Equity  
Balanced

**Morningstar™ Rating**  
★★★

**Funds in category**  
395

Mutual fund categories are maintained by the Canadian Investment Funds Standards Committee (CIFSC).

**NOTE:** Subject to obtaining all necessary unitholder and regulatory approvals, Sun Life BlackRock Canadian Balanced Class will be merged into Sun Life Tactical Balanced ETF Portfolio. If approved, the merger will be effective on or about **June 5, 2020**. The Fund is closed to purchases in new investment accounts effective at the close of business on **February 26, 2020**.

**NOTE:** This Fund is a class of mutual fund shares of Sun Life Global Investments Corporate Class Inc.

### Investment objective

The Fund's investment objective is to seek a combination of income and growth through exposure to primarily Canadian equity securities and Canadian debt instruments by investing primarily in units of Sun Life BlackRock Canadian Balanced Fund or its successor fund (the "underlying Trust Fund").

### This Fund may be suitable for investors who:

- seek a Canadian-focused, balanced fund with broad diversification
- seek a moderate degree of growth and income are medium- to long-term investors
- are comfortable with low to medium investment risk

### Fund essentials

<b>Inception date</b>	Aug 1, 2013
<b>Min initial inv \$</b>	500
<b>Min additional inv \$</b>	50
<b>MER % unaudited as at June 30, 2019</b>	1.92
<b>Management fee %</b>	1.50
<b>Distributions</b>	A distribution may be applicable for this fund. Refer to Simplified Prospectus for more detail.

### Portfolio manager

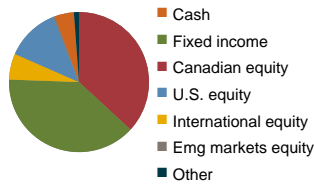
Sun Life Global Investments (Canada) Inc.

Class	Load structure	Currency	Fund Code
A	ISC	CAD	SUN5116
A	DSC	CAD	SUN5216
A	LSC	CAD	SUN5316

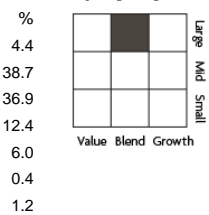
### Risk profile

## PORTFOLIO ANALYSIS (as of March 31, 2020)

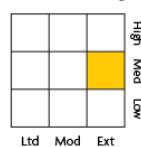
### Composition



### Equity style



### Fixed inc style



### Geographic composition

	%
Canada	63.1
United States	21.5
Japan	3.1
United Kingdom	1.3
France	1.1
Switzerland	0.9
Germany	0.9
Netherlands	0.7
Australia	0.5
Italy	0.5
Others	6.4

### Fixed income

	% of fixed income allocation
Government bonds	61.4
Corporate bonds	23.7
Securitized	4.2
Cash & Equivalents	10.7
Derivatives	0.0

### Credit quality

	% of fixed income allocation
AAA	35.4
AA	27.6
A	14.2
BBB	12.4
BB	4.1
B	2.6
Below B	0.9
Not Rated	2.8

### Global equity sectors<sup>9</sup>

	% of equity allocation
Utilities	3.5
Energy	10.7
Financials	21.7
Materials	7.2
Consumer discretionary	7.0
Consumer staples	6.7
Telecommunication services	7.2
Industrials	9.5
Health care	9.4
Information technology	14.4
Real Estate	2.6



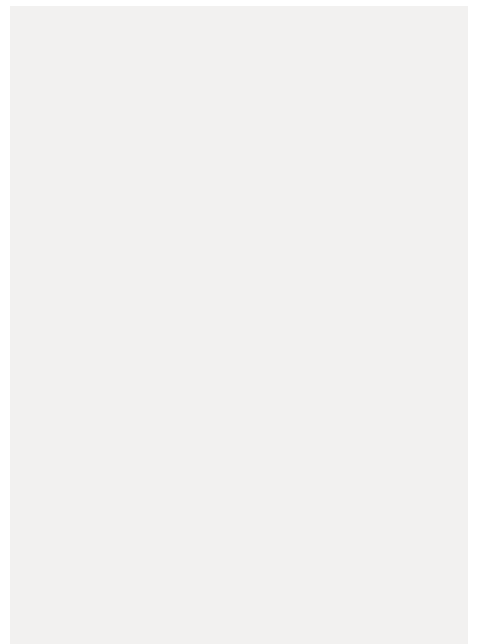
Refer to the Simplified Prospectus for greater detail.

Top ten holdings	%
as of March 31, 2020	
Sun Life BlackRock Cdn Composite Equity	38.1
Sun Life BlackRock Cdn Univ Bond	24.5
iShares Core US Aggregate Bond ETF	6.7
iShares International Treasury Bond ETF	5.8
iShares Global Tech ETF	5.7
iShares Global Healthcare ETF	4.9
iShares Global Consumer Discr ETF	2.5
iShares Global Consumer Staples ETF	2.3
iShares iBoxx \$ High Yield Corp Bd ETF	2.1
iShares JP Morgan USD Em Mkts Bd ETF	2.1
Total number of portfolio holdings	15

Cash and cash equivalents are not shown.

The Sun Life BlackRock Canadian Balanced Class invests directly in units of the Sun Life BlackRock Canadian Balanced Fund (the "underlying Trust Fund"). The portfolio analysis section is representative of the underlying Trust Fund.

\*Global Industry Classification Standard (GICS).



## PERFORMANCE ANALYSIS (as of April 30, 2020)

Calendar year	YTD	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Total assets \$M	4.9	1.1	1.0	1.1	1.1	0.7	0.7	0.2	-	-	-
Fund return %	-5.2	15.0	-5.7	7.4	8.0	-2.3	8.1	6.2	-	-	-
Category return %	-8.5	14.7	-6.6	6.9	12.0	-2.4	8.0	-	-	-	-
Distribution \$/security	0.02	0.31	0.26	0.18	0.15	0.10	0.10	0.07	-	-	-
Quartile (within category)	2	3	2	2	4	3	3	-	-	-	-

Trailing	1 mth	3 mth	6 mth	1 yr	2 yr	3 yr	5 yr	10 yr	Since inception
Fund return %	7.0	-6.8	-3.0	-1.4	2.4	2.0	2.4	-	4.4
Category return %	6.8	-9.8	-6.2	-5.5	0.2	0.4	2.2	-	-
Morningstar™ rating	-	-	-	-	-	★★★★★	★★★	-	-
Quartile (within category)	2	2	2	1	2	1	2	-	-
# of funds in category	462	462	462	460	420	395	311	-	-

\*For the period August 01 to December 31.

## 3-YEAR RISK MEASURES (as of April 30, 2020)

Annualized returns are used to calculate the risk metrics below.

Standard deviation (fund)	9.29	Sharpe ratio	0.13	Alpha	-1.54
Standard deviation (category)	10.93	R <sup>2</sup>	98.40	Beta	1.00

**Standard deviation** is a measure of volatility; it shows how broadly returns have varied over a given time period. Generally, a high standard deviation implies greater volatility.

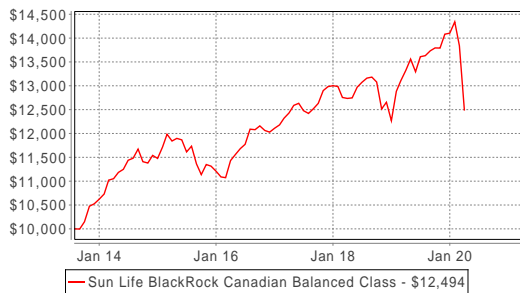
**Sharpe ratio** combines a risk measurement and a return measurement into a single number to determine a fund's risk-adjusted return. A higher value is better.

**R<sup>2</sup>**: reflects the percentage of a portfolio's movements that can be explained by movements in its benchmark. It is measured on a scale of 0-100.

**Alpha** measures the difference between a fund's return and its benchmark, taking into account volatility (beta). An alpha of 1 means a fund outperformed its benchmark by 1%; -1 means the fund underperformed by 1%.

**Beta** measures the movement of a fund in relation to its benchmark. A beta over 1 means price moves are greater (up or down) than the benchmark's; below 1 means less extreme price moves; 1 means it moves in step with its benchmark.

## CURRENT VALUE OF A \$10,000 INVESTMENT



Initial investment amount:

\$10000

Time frame:

Start Aug 2013

End Apr 2020

The calculator generates an approximate rate of return using performance information as at the first business day of each month in your chosen time frame. Returns for funds less than 1 year old cannot be displayed. The default settings invest \$10,000 on the inception date of the fund, with an end date of January in the current year. For informational purposes, the initial investment amount and time frame can be adjusted according to your preference.

## INVESTMENT MANAGEMENT APPROACH

The Fund's target allocation is approximately 60% Equity and 40% Fixed Income\*. The equity component of the portfolio will hold approximately 70% Canadian equity and 30% global sector equity, primarily in areas where the Canadian market is under-represented. The Fund will obtain broad-based exposure to Canadian equity. This Fund invests in the Sun Life BlackRock Composite Equity Fund which attempts to replicate the performance of a well-known Canadian Equity Index. The Fund obtains global equity exposure by investing in global sector iShares exchange traded funds (ETFs). The Fixed Income component of the portfolio consists of broad-based exposure to Canadian bonds by investing in the Sun Life BlackRock Canadian Universe Bond Fund which attempts to replicate a well-known Canadian Bond index. The Fund obtains exposure to global bonds by investing in iShares global bond ETFs. The Fund is monitored and periodically rebalanced according to target allocations, which may change in order to meet changing market conditions. Approximately 50% of non-Canadian equity exposure and the majority of non-Canadian debt exposure will be hedged.

\*Target allocation of the Fund may vary in accordance with the targets outlined in the prospectus.

## NOTES AND DISCLAIMERS

§ Blended benchmark: 60% S&P/TSX Capped Composite Index, 40% FTSE Canada Universe Bond Index.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. For periods greater than one year, the indicated rates of return are the historical annual compounded total returns as of the date indicated including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

Compound growth calculations are used only for the purpose of illustrating the effects of compound growth and are not intended to reflect the future value of any mutual fund or returns on investment in any mutual fund.

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods.

Morningstar quartile rankings show how well a fund has performed compared to all other funds in its peer group. Each fund within a peer group is ranked based on its performance, and these rankings are broken into quarters or quartiles. Within a group, the top 25% (or quarter) of the funds are in the first quartile, the next 25% are in the second quartile, the next group in the third quartile, and the bottom 25% of funds with the poorest relative performance are in the fourth quartile. The point in which half the funds had better performance and half had worse performance is the median. If 100 funds are being compared, there would be four quartiles of twenty-five funds each. The median would be the fiftieth fund.

For more details on the calculation of Morningstar star ratings or quartile rankings, please see [www.morningstar.ca](http://www.morningstar.ca).

The Morningstar Style Box™ reveals a fund's investment strategy. For equity funds the vertical axis shows the market capitalization of the stocks owned and the horizontal axis shows investment style (value, blend or growth). For fixed-income funds the vertical axis shows the average credit quality of the bonds owned, and the horizontal axis shows interest rate sensitivity as measured by a bond's duration (short, intermediate or long).

Average credit quality gives a snapshot of the fund's overall credit quality. It is an average of each fixed income security's credit rating, adjusted for its relative weighting in the fixed income portion of the fund. Morningstar, Inc. is not itself a Designated Rating Organization (DRO), nor does it issue a credit rating on the fund. A DRO's ratings can change from time-to-time.

Morningstar category averages are equal-weighted category returns. The calculation is simply the average of the returns for all the funds in a given category. The standard category average calculation is based on constituents of the category at the end of the period.

Categories are assigned by Canadian Investment Funds Standards Committee (CIFSC) based on an evaluation of a fund's holdings. A fund's category may change at any time. Funds within the same category may differ in terms of investment philosophy, investment process, as well as overall composition.

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