



# University of Winnipeg Foundation Inc.

MFS Canadian Equity Core Fund

MFS U.S. Equity Core Fund

MFS International Equity Fund

MFS Canadian Fixed Income Fund

MFS Canadian Money Market Fund

First quarter 2017 investment report

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## Table of contents

### Page

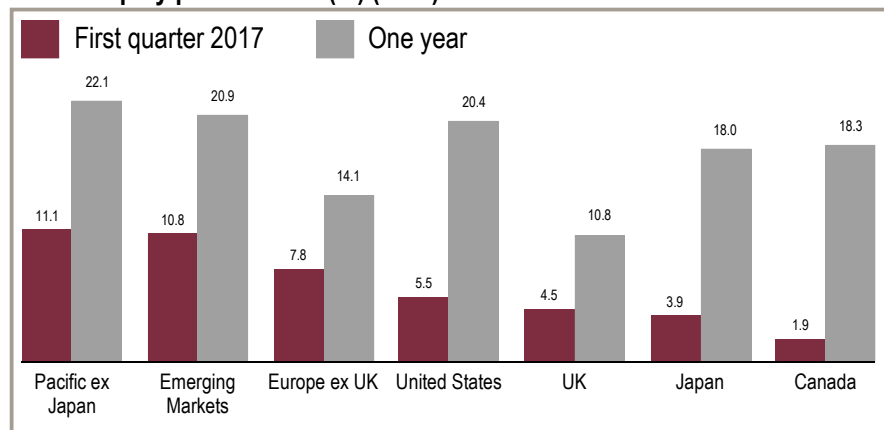
|    |                                |
|----|--------------------------------|
| 1  | Market overview                |
| 3  | Performance and assets         |
| 6  | MFS Canadian Equity Core Fund  |
| 23 | MFS U.S. Equity Core Fund      |
| 41 | MFS International Equity Fund  |
| 59 | MFS Canadian Fixed Income Fund |
| 71 | MFS Canadian Money Market Fund |
| 80 | Your relationship team         |
| 81 | Global capabilities            |

Country and region information contained in this report is based upon MFS classification methodology which may differ from the methodology used by individual benchmark providers.

Portfolio characteristics are based on equivalent exposure, which measures how a portfolio's value would change due to price changes in an asset held either directly or, in the case of a derivative contract, indirectly. The market value of the holding may differ.

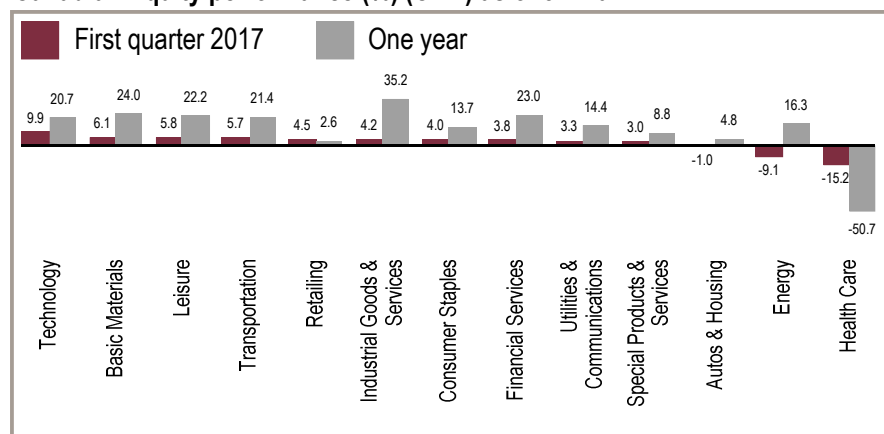
## Market overview

### Global Equity performance (%) (CAD) as of 31-Mar-17



Source: FactSet. Region performance based on MSCI regional/country indexes.

### Canadian Equity performance (%) (CAD) as of 31-Mar-17



Source: FactSet. Sector performance based on MFS sector classification. The analysis of TSX Composite Index constituents are broken out by MFS defined sectors.

### First quarter 2017 Global Equity market review

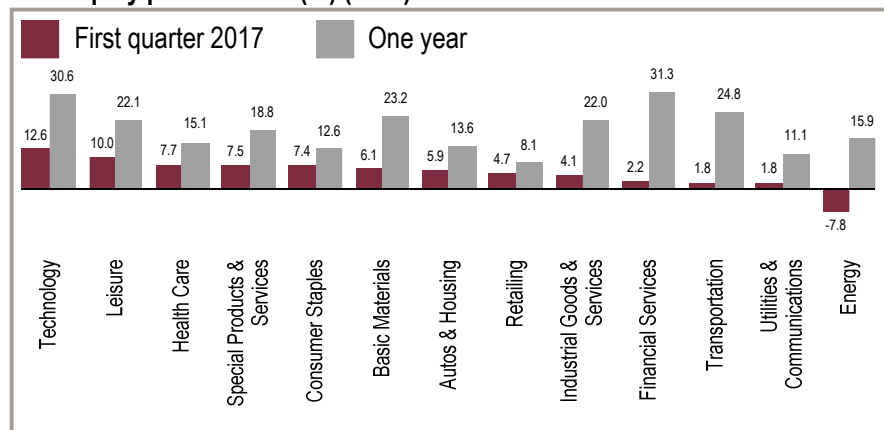
- With continued expectation of Trump's pro-growth policies and modestly improving economic data, global equity markets have advanced in 2017 amidst historically low volatility. Sector leadership shifted somewhat from late 2016, largely driven by changes in investor sentiment rather than underlying fundamentals.
- While markets have embraced the reflation narrative, and a trend of rising interest rates from historically low levels is emerging, so far there is little evidence of a sustained rise in global growth and inflation.
- Caution should be taken given uncertainties in the implementation of Trump's policies and their impact on global trade, historically high valuation and late-cycle dynamics in the US, as well as upcoming European elections and Brexit negotiations.

### First quarter 2017 Canadian Equity market review

- Alongside the global 'reflation trade', Canadian equities, as measured by the S&P/TSX Composite, advanced 2.4% during the quarter. However, in contrast to 2016, Canada lagged major equity markets across the globe.
- Canada's outsized energy sector drove the relative underperformance. Oil prices drifted lower despite OPEC's undisciplined effort to manage supply which was offset by opportunistic production increases by U.S. shale producers. Noteworthy was the Trump administration's general affinity for fossil fuels, including encouragement of Canadian oil sands production.
- Despite global reflation, Canadian long-term interest rates fell, retracing part of the Q4 increase and supporting gains in interest-rate-sensitive utilities, telecoms, REITs, and consumer staples sectors.
- Outside of energy, sector leadership was broad-based with gains skewed to large capitalisation stocks. The gold sector also performed well as gold prices advanced. Political uncertainty amid the rise in populism globally and a weaker US dollar helped support bullion.

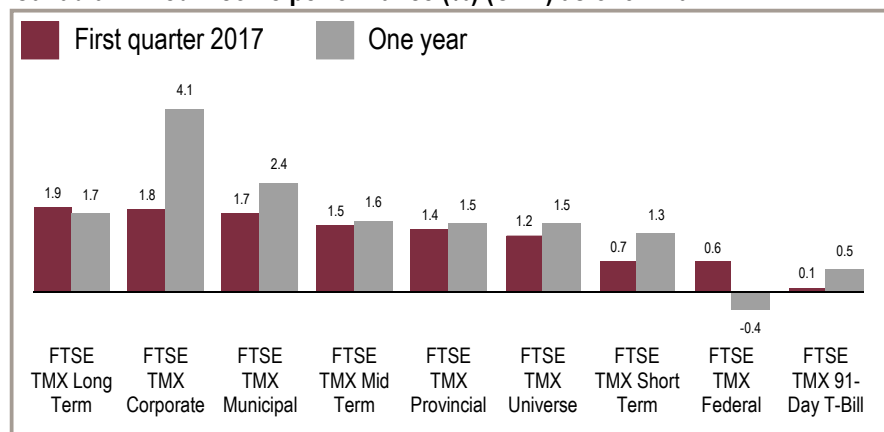
## Market overview

### U.S. Equity performance (%) (CAD) as of 31-Mar-17



Source: FactSet. Sector performance based on MFS sector classification. The analysis of S&P 500 Index constituents are broken out by MFS defined sectors.

### Canadian Fixed Income performance (%) (CAD) as of 31-Mar-17



Source for benchmark performance SPAR, FactSet Research Systems Inc. All indices represent total return unless otherwise noted.

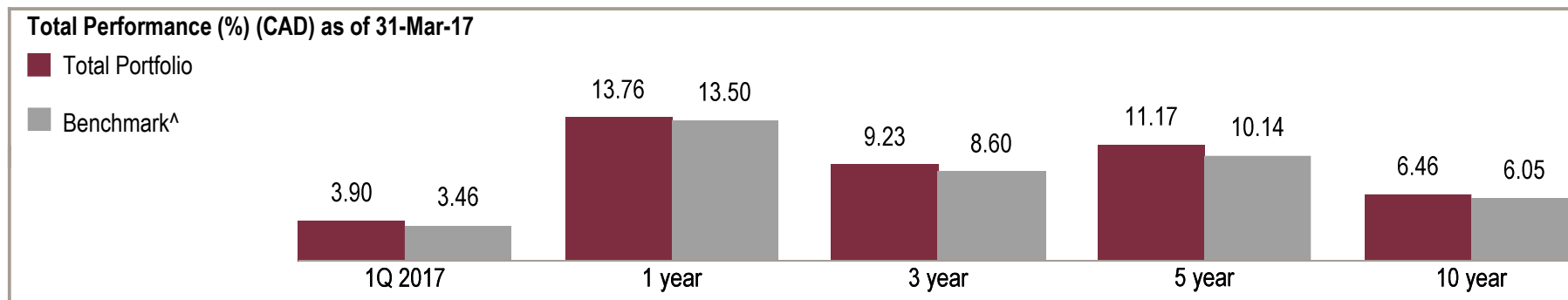
### First quarter 2017 U.S. Equity market review

- The U.S. market, as measured by the S&P 500 Index, maintained its upward trajectory from the end of 2016 through the first quarter of the year by posting a strong return in Q1. However, despite this move higher, investors are keeping a close eye on what the President can get passed through Congress, the Federal Reserve and if better year-over-year earnings growth can continue and support equity valuations that have increased with the recent market run-up.
- U.S. economic growth (GDP) slowed from the third quarter but still rose 2.1% in Q4. The current level of economic growth, coupled with the expectation of fiscal stimulus in 2017, gave the Federal Reserve confidence to raise interest rates in March. In addition, the Fed signaled that it intended to continue on its path of higher interest rates in 2017.
- After strong outperformance in Q4 by the value style of investing, the growth style of investing outperformed in Q1. This outperformance for the quarter was driven by stronger relative returns from the technology and health care sectors vs. weaker relative returns from the financial and energy sectors. In addition, large caps outperformed small caps, which was a reversal from Q4 of last year.

### First quarter 2017 Canadian Fixed Income market review

- Government of Canada yields were unchanged in terms less than five years, and fell through the remainder of the curve. The biggest move occurred in terms between six and ten years, where yields fell 10bps.
- Canadian corporate spreads again narrowed significantly during the quarter, led by a 30bp drop in industrial bond spreads. We continue to overweight credit given the current backdrop of slow but non-recessionary global growth, but we are increasingly selective as the credit cycle continues to mature and many credit spreads appear fully valued.
- The Bank of Canada again maintained its policy rate at 0.50%. However the challenging growth environment and pressure from high consumer debt suggest the Bank of Canada will remain on the sidelines even as the US Federal reserve is poised to hike rates further in 2017.

# Performance



Source: Benchmark performance from SPAR, FactSet Research Systems Inc. All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

^ 5% FTSE TMX Canada 91 Day T-Bill, 25% FTSE TMX Canada Universe Bond, 14% MSCI EAFE, 29% BMO/TSX CAP 10%, 27% S&P 500

## Performance

| Performance results (%) as of 31-Mar-17                     | 1Q 2017     | 1 Year       | 3 Years     | 5 Years      | 10 Years    |
|---|-------------|--------------|-------------|--------------|-------------|
| <b>Total Portfolio</b>                                      | <b>3.90</b> | <b>13.76</b> | <b>9.23</b> | <b>11.17</b> | <b>6.46</b> |
| <b>Benchmark^</b>   | <b>3.46</b> | <b>13.50</b> | <b>8.60</b> | <b>10.14</b> | <b>6.05</b> |
| MFS Canadian Equity Core Fund                               | 1.89        | 17.21        | 7.13        | 9.94         | 5.25        |
| S&P/TSX Capped Composite Index linked to previous benchmark | 2.41        | 18.62        | 5.82        | 7.84         | 4.70        |
| MFS U.S. Equity Core Fund                                   | 6.57        | 21.61        | 16.17       | 19.50        | –           |
| Standard & Poor's 500 Stock Index (net div)                 | 5.32        | 20.05        | 16.81       | 19.26        | –           |
| MFS International Equity Fund                               | 7.79        | 15.16        | 8.48        | 12.50        | 3.98        |
| MSCI EAFE (Europe, Australasia, Far East) Index (net div)   | 6.65        | 15.15        | 7.04        | 12.11        | 2.53        |
| MFS Canadian Fixed Income Fund                              | 1.35        | 2.52         | 4.35        | 3.88         | 5.03        |
| FTSE TMX Canada Universe Bond Index                         | 1.24        | 1.51         | 4.09        | 3.52         | 4.82        |
| MFS Canadian Money Market Fund                              | 0.17        | 0.67         | 0.78        | 0.90         | 1.47        |
| FTSE TMX Canada 91 Day T-Bill                               | 0.10        | 0.48         | 0.64        | 0.79         | 1.30        |

Source: Benchmark performance from SPAR, FactSet Research Systems Inc. All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

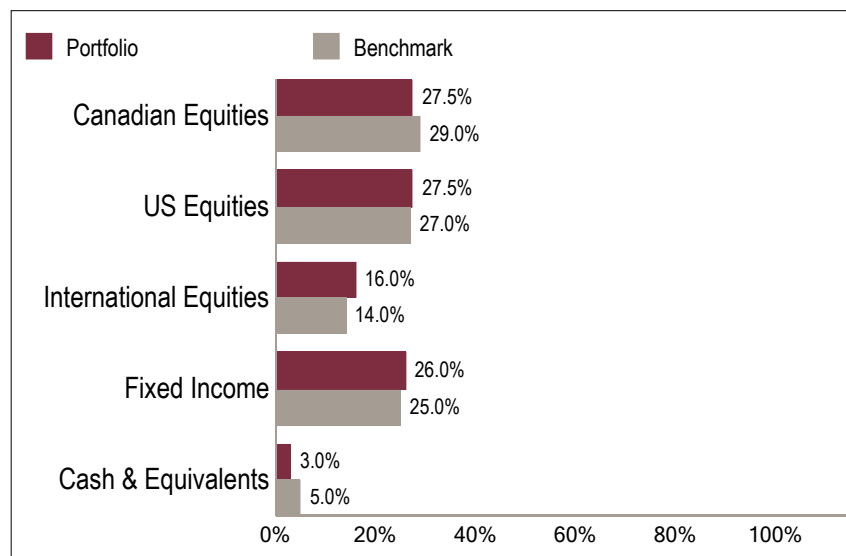
Segregated fund performance is calculated on a gross of management fee basis. Pooled fund performance is calculated on a gross of management fee basis, net of the administrative fee expense calculation.

Total portfolio performance is calculated on a gross of management fee basis and is impacted by timing of client flows along with asset mix changes and rebalancing.

5% FTSE TMX Canada 91 Day T-Bill, 25% FTSE TMX Canada Universe Bond, 14% MSCI EAFE, 29% BMO/TSX CAP 10%, 27% S&P 500

# Asset summary

## Asset allocation as of 31-Mar-17



### MFS' asset mix view

The global economy has shown signs of broad-based and accelerating growth. Global production and trade have improved, and the trend appears to be highly synchronised across regions with both developed and emerging markets participating. Leading indicators suggest this positive growth trend is likely to continue over the near term. Together with higher global inflation, the 'reflation trade' continued in Q1 as equities outperformed fixed income.

While we believe global economic growth is likely to continue in the near term, we are not as optimistic about a sustained period of better activity. Prospects for U.S. fiscal stimulus have dimmed both in terms of timing and magnitude, the Federal Reserve and the People's Bank of China continue to remove monetary stimulus from the system, there are signs that credit growth is slowing and real wages have slowed. All will likely contribute to an easing in growth sooner than the consensus expects. This is supported by the recent defensive rotation in the equity market, with outperformance in large caps over small caps and growth over value.

We don't expect a recession in the near term – and therefore remain modestly overweight equities versus fixed income – but we continued to reduce risk by trimming equity exposure amid full valuations and within fixed income, reducing allocations to corporate bonds as credit spreads have narrowed to overvalued levels. In other words, as asset valuations have crept higher, risk premia in equities and credit have declined and we have reduced exposure given the risk the growth disappoints the optimistic consensus view.

We remain modestly underweight Canadian equities versus global equities as we don't expect the commodity rebound to extend much further and macro trends suggest the Canadian credit cycle is in its late stages. Within fixed income, the back-up in bond yields in an environment of low growth and fading Canadian inflation pressures suggests value has improved. We continue to be in the lower-for-longer camp and do not expect a major sell-off in bond yields meaning carry will be an important source of total return. With the Bank of Canada likely on hold for the foreseeable future, we continue to prefer bonds to money market securities.

| Activity (CAD)         | Beginning value<br>as of 31-Dec-16 | Contributions   | Withdrawals     | Intra-portfolio<br>transfers | Change in<br>market value | Ending value<br>as of 31-Mar-17 |
|------------------------|------------------------------------|-----------------|-----------------|------------------------------|---------------------------|---------------------------------|
| <b>Total Portfolio</b> | <b>61,982,598</b>                  | <b>+532,386</b> | <b>-414,826</b> | <b>0</b>                     | <b>+2,423,543</b>         | <b>64,523,701</b>               |
| Cash                   | 4,949                              | 0               | 0               | 0                            | 0                         | 4,949                           |

Cash shown above may include residual amounts from client directed transactions. These amounts may be reinvested or withdrawn upon client instruction.

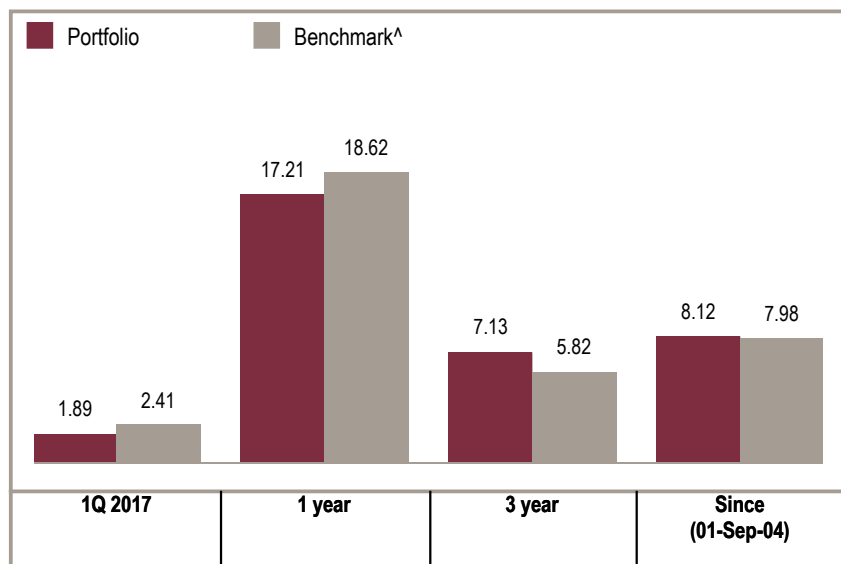


# MFS Canadian Equity Core Fund



## Executive summary

### Performance results (%) net of expenses (CAD) as of 31-Mar-17



Source for benchmark performance SPAR, FactSet Research Systems Inc.

All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

^ S&P/TSX Capped Composite Index linked to previous benchmark

### Asset summary (CAD)

|                                 |            |
|---------------------------------|------------|
| Beginning value as of 31-Dec-16 | 16,983,718 |
| Contributions                   | +147,387   |
| Withdrawals                     | -115,679   |
| Intra-portfolio transfers       | +387,115   |
| Change in market value          | +322,869   |
| Ending value as of 31-Mar-17    | 17,725,411 |

### Sector weights (%) as of 31-Mar-17

|                             | Portfolio | Benchmark^^ |
|-----------------------------|-----------|-------------|
| <b>Top overweights</b>      |           |             |
| Industrial Goods & Services | 5.0       | 3.0         |
| Special Products & Services | 3.7       | 1.9         |
| Transportation              | 6.9       | 5.5         |
| <b>Top underweights</b>     |           |             |
| Utilities & Communications  | 13.4      | 16.4        |
| Financial Services          | 34.8      | 37.0        |
| Autos & Housing             | 0.3       | 1.2         |

^^ S&P/TSX Capped Composite Index

Portfolio and benchmark data shown is based on MFS' sector/industry classification methodology, which differs from the benchmark's.

The MFS Canadian Equity Core Fund underperformed the S&P/TSX Capped Composite Index in the first quarter of 2017.

### Contributors

- Energy – Stock selection
- Industrial Goods & Services – Stock selection
- Individual stocks:
  - Sun Life Financial Inc (not held)
  - Quebecor Inc
  - Lundin Mining Corp

### Detractors

- Basic Materials – Stock selection
- Financial Services – Stock selection
- Individual stocks:
  - Suncor Energy, Inc
  - Rogers Communications Inc (not held)
  - Trinidad Drilling Ltd

## Performance results

Performance results (%) net of expenses (CAD) as of 31-Mar-17

| Period                             | Portfolio (%) | Benchmark <sup>^</sup> (%) | Excess return vs benchmark (%) |
|------------------------------------|---------------|----------------------------|--------------------------------|
| 1Q 2017                            | 1.89          | 2.41                       | -0.52                          |
| 4Q 2016                            | 5.31          | 4.54                       | 0.77                           |
| 3Q 2016                            | 5.80          | 5.45                       | 0.35                           |
| 2Q 2016                            | 3.25          | 5.07                       | -1.82                          |
| 2016                               | 16.23         | 21.08                      | -4.85                          |
| 2015                               | -3.88         | -8.32                      | 4.44                           |
| 2014                               | 14.24         | 10.55                      | 3.69                           |
| 2013                               | 19.51         | 12.99                      | 6.52                           |
| 2012                               | 10.60         | 7.19                       | 3.41                           |
| 1 year                             | 17.21         | 18.62                      | -1.41                          |
| 3 year                             | 7.13          | 5.82                       | 1.31                           |
| 5 year                             | 9.94          | 7.84                       | 2.10                           |
| 10 year                            | 5.25          | 4.70                       | 0.55                           |
| Since client inception (01-Sep-04) | 8.12          | 7.98                       | 0.14                           |

Source for benchmark performance SPAR, FactSet Research Systems Inc. All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

<sup>^</sup> S&P/TSX Capped Composite Index linked to previous benchmark

## Performance drivers - sectors

Relative to S&P/TSX Capped Composite Index (CAD) - first quarter 2017

|                     |                             | Average relative<br>weighting (%) | Portfolio<br>returns (%) | Benchmark<br>returns (%) | Sector<br>allocation (%) | +<br>Stock<br>selection (%) | =<br>Relative<br>contribution (%) |
|---------------------|-----------------------------|-----------------------------------|--------------------------|--------------------------|--------------------------|-----------------------------|-----------------------------------|
| <b>Contributors</b> | Energy                      | 0.1                               | -7.2                     | -9.1                     | -0.0                     | 0.2                         | 0.2                               |
|                     | Industrial Goods & Services | 1.6                               | 6.5                      | 4.2                      | 0.0                      | 0.1                         | 0.1                               |
|                     | Health Care                 | -0.3                              | -24.6                    | -15.2                    | 0.1                      | -0.0                        | 0.0                               |
|                     | Transportation              | 1.3                               | 5.7                      | 5.7                      | 0.0                      | 0.0                         | 0.0                               |
|                     | Autos & Housing             | -0.9                              | -0.9                     | -1.0                     | 0.0                      | 0.0                         | 0.0                               |
|                     | Consumer Staples            | -0.6                              | 24.1                     | 4.0                      | -0.0                     | 0.0                         | 0.0                               |
| <b>Detractors</b>   | Basic Materials             | -0.4                              | 2.5                      | 6.1                      | -0.0                     | -0.4                        | -0.4                              |
|                     | Financial Services          | -2.0                              | 3.0                      | 3.8                      | -0.0                     | -0.3                        | -0.3                              |
|                     | Utilities & Communications  | -2.6                              | 2.3                      | 3.3                      | -0.0                     | -0.1                        | -0.2                              |
|                     | Retailing                   | 0.9                               | 3.1                      | 4.5                      | 0.0                      | -0.1                        | -0.1                              |
|                     | Technology                  | 0.2                               | 7.0                      | 9.9                      | 0.0                      | -0.1                        | -0.0                              |
|                     | Special Products & Services | 1.6                               | 1.9                      | 3.0                      | 0.0                      | -0.0                        | -0.0                              |
|                     | Leisure                     | 0.2                               | 5.2                      | 5.8                      | 0.0                      | -0.0                        | -0.0                              |
|                     | Cash                        | 0.8                               | -                        | -                        | -0.0                     | -                           | -0.0                              |
| <b>Total</b>        |                             |                                   | <b>1.8</b>               | <b>2.4</b>               | <b>0.1</b>               | <b>-0.7</b>                 | <b>-0.6</b>                       |

Attribution results are generated by the FactSet application utilising a methodology which is widely accepted in the investment industry. Results are based upon daily holdings using a buy and hold methodology to generate individual security returns and do not include expenses. As such, attribution results are essentially estimates and may not aggregate to the total return of the portfolio or of the benchmark which can be found elsewhere in this presentation.

## Performance drivers - stocks

Relative to S&P/TSX Capped Composite Index (CAD) - first quarter 2017

|                     |                           | Average Weighting |               | Returns                    |               | Relative contribution (%) |
|---------------------|---------------------------|-------------------|---------------|----------------------------|---------------|---------------------------|
|                     |                           | Portfolio (%)     | Benchmark (%) | Portfolio (%) <sup>1</sup> | Benchmark (%) |                           |
| <b>Contributors</b> | Sun Life Financial Inc    | -                 | 1.5           | -                          | -5.0          | 0.1                       |
|                     | Quebecor Inc              | 1.6               | 0.2           | 10.0                       | 10.0          | 0.1                       |
|                     | Waste Connections Inc     | 2.0               | 0.9           | 11.7                       | 11.7          | 0.1                       |
|                     | Imperial Oil Ltd          | -                 | 0.5           | -                          | -12.9         | 0.1                       |
|                     | Lundin Mining Corp        | 0.9               | 0.2           | 17.5                       | 17.5          | 0.1                       |
| <b>Detractors</b>   | Suncor Energy, Inc        | 5.0               | 3.4           | -6.3                       | -6.3          | -0.1                      |
|                     | Brookfield Asset Mgt      | -                 | 2.0           | -                          | 9.8           | -0.1                      |
|                     | Rogers Communications Inc | -                 | 1.0           | -                          | 14.5          | -0.1                      |
|                     | Barrick Gold Corp         | 0.8               | 1.4           | 17.7                       | 17.7          | -0.1                      |
|                     | Trinidad Drilling Ltd     | 0.2               | -             | -31.1                      | -             | -0.1                      |

<sup>1</sup> Represents performance for the time period stock was held in portfolio.

Attribution results are generated by the FactSet application utilising a methodology which is widely accepted in the investment industry. Results are based upon daily holdings using a buy and hold methodology to generate individual security returns and do not include expenses. As such, attribution results are essentially estimates and may not aggregate to the total return of the portfolio or of the benchmark which can be found elsewhere in this presentation.

## Significant impacts on performance – detractors

### Relative to S&P/TSX Capped Composite Index (CAD) - first quarter 2017

|                           |  | Relative contribution (%) |
|---------------------------|--|---------------------------|
| <b>Basic Materials</b>    |  | <b>-0.4</b>               |
|                           | Stock selection within this sector detracted from relative performance.  |                           |
|                           | Barrick Gold Corp  | -0.1                      |
|                           | The portfolio's underweight position in shares of gold producer Barrick Gold (Canada) diminished relative performance. The quarterly earnings-per-share results were ahead of consensus estimates, driven by higher-than-expected gold and copper sales volumes and a stable cost base. Furthermore, a rise in the price of bullion, coupled with the company raising its gold production forecasts for the upcoming reporting year, were additive to price performance. |                           |
| <b>Financial Services</b> |  | <b>-0.3</b>               |
|                           | Stock selection within this sector detracted from relative performance.  |                           |
|                           | Brookfield Asset Mgt   | -0.1                      |
|                           | Not holding shares of asset management company Brookfield Asset Management (Canada) diminished relative returns. The company delivered quarterly earnings-per-share results ahead of consensus estimates mainly due to gains in its financial asset portfolio and improved performance at its other listed investments.  |                           |
| <b>Individual stocks</b>  |  |                           |
|                           | Suncor Energy, Inc   | -0.1                      |
|                           | An overweight position in integrated energy company Suncor Energy (Canada) detracted from relative results. The company's quarterly earnings per share were ahead of street expectations, however, the share price declined due to a decrease in oil prices during the reporting period.   |                           |
|                           | Rogers Communications Inc  | -0.1                      |
|                           | Not holding shares of communications and media company Rogers Communications (Canada) weighed on relative performance. The stock rose as the company posted strong fourth-quarter earnings results, driven by better-than-expected growth in its Wireless segment. Favourable forward-looking guidance for 2017 further helped the stock.  |                           |
|                           | Trinidad Drilling Ltd  | -0.1                      |
|                           | The portfolio's position in oil and natural gas drilling operator Trinidad Drilling (Canada) detracted from relative results following the company's unfavourable quarterly results. Weaker rig utilization in the international segment was the primary driver behind the earnings miss.  |                           |

## Significant impacts on performance – contributors

### Relative to S&P/TSX Capped Composite Index (CAD) - first quarter 2017

|  |                        |   | Relative contribution (%) |
|--|------------------------|---|---------------------------|
| <b>Energy</b>                          |                        | Stock selection within this sector contributed to relative performance.   | <b>0.2</b>                |
|  | Imperial Oil Ltd       | Not holding shares of integrated oil company Imperial Oil (Canada) contributed to relative performance as the company delivered softer-than-expected quarterly results, largely due to lower-than-expected production volumes. The stock price reacted negatively to management's write down of proven reserves as a result of weaker asset performance and low commodity prices under SEC rules.                 | 0.1                       |
| <b>Industrial Goods &amp; Services</b> |                        | Stock selection within this sector contributed to relative performance.   | <b>0.1</b>                |
|  | Waste Connections Inc  | An overweight position in integrated municipal solid waste services company Waste Connections (Canada) helped relative performance. The company reported earnings that beat market consensus following stronger pricing growth in recently acquired operations (Progressive Waste).   | 0.1                       |
| <b>Individual stocks</b>               | Sun Life Financial Inc | Not holding shares of diversified financial services firm Sun Life Financial (Canada) contributed to relative results. The stock declined as the company's quarterly earnings missed street consensus due to a slowdown in profitability in Asia and the US and higher-than-expected incentive compensation expenses.   | 0.1                       |
|  | Quebecor Inc           | Overweighting shares of entertainment and news media provider Quebecor (Canada) bolstered relative performance as the company's quarterly telecommunication revenues were above consensus estimates, driven by better-than-expected wireline net additions and media revenues. In addition to releasing positive results, the stock reacted positively to additional share buybacks during the reporting quarter. | 0.1                       |
|  | Lundin Mining Corp     | The portfolio's overweight position in shares of metals and mining company Lundin Mining (Canada) contributed to relative results. The company reported earnings per share in line with consensus estimates largely attributable to increased sales and better cost management.   | 0.1                       |

## Significant transactions

From 01-Jan-17 to 31-Mar-17

|                  | Security                      | Sector                     | Transaction type   | Trade (%) | Ending weight (%) |
|------------------|-------------------------------|----------------------------|--------------------|-----------|-------------------|
| <b>Purchases</b> | ENBRIDGE INC                  | Utilities & Communications | Add                | 1.6       | 5.1               |
|                  | BANK OF MONTREAL              | Financial Services         | Add                | 0.8       | 2.4               |
|                  | FIRST QUANTUM MINERALS LTD    | Basic Materials            | Add                | 0.4       | 1.1               |
|                  | BARRICK GOLD CORP             | Basic Materials            | Add                | 0.3       | 0.9               |
|                  | JUST ENERGY GROUP INC         | Utilities & Communications | New position       | 0.3       | 0.3               |
| <b>Sales</b>     | CENOVUS ENERGY INC            | Energy                     | Eliminate position | -0.9      | –                 |
|                  | TORONTO DOMINION HOLDINGS INC | Financial Services         | Trim               | -0.7      | 7.7               |
|                  | MILESTONE APARTMENTS REIT     | Financial Services         | Eliminate position | -0.4      | –                 |
|                  | CAMECO CORP                   | Basic Materials            | Eliminate position | -0.3      | –                 |
|                  | CANADIAN UTILITIES LTD        | Utilities & Communications | Eliminate position | -0.3      | –                 |

## Sector weights

| As of 31-Mar-17             | Portfolio (%) | Benchmark^ (%) | Underweight/overweight (%) | Top holdings   |
|-----------------------------|---------------|----------------|----------------------------|--|
| Industrial Goods & Services | 5.0           | 3.0            | 2.0                        | Waste Connections Inc  |
| Special Products & Services | 3.7           | 1.9            | 1.8                        | CGI Group Inc  |
| Transportation              | 6.9           | 5.5            | 1.4                        | Canadian National Railway Co, Canadian Pacific Railway Ltd       |
| Retailing                   | 5.4           | 4.5            | 0.9                        | Loblaw Cos Ltd, Alimentation Couche-Tard Inc                     |
| Technology                  | 2.4           | 2.1            | 0.3                        | Constellation Software Inc/Canada                                |
| Energy                      | 12.1          | 11.9           | 0.2                        | Suncor Energy Inc, Canadian Natural Resources Ltd                |
| Leisure                     | 2.8           | 2.8            | 0.0                        | Thomson Reuters Corp, Transcontinental Inc                       |
| Health Care                 | 0.1           | 0.4            | -0.3                       | Valeant Pharmaceuticals International Inc                        |
| Basic Materials             | 12.0          | 12.6           | -0.6                       | Agnico Eagle Mines Ltd, Agrium Inc, Goldcorp Inc                 |
| Consumer Staples            | 0.2           | 0.8            | -0.6                       | Premium Brands Holdings Corp                                     |
| Autos & Housing             | 0.3           | 1.2            | -0.9                       | Magna International Inc  |
| Financial Services          | 34.8          | 37.0           | -2.2                       | Royal Bank of Canada, Toronto-Dominion Bank, Bank of Nova Scotia |
| Utilities & Communications  | 13.4          | 16.4           | -3.0                       | Enbridge Inc, TransCanada Corp, TELUS Corp                       |

^ S&P/TSX Capped Composite Index  
0.7% Cash & cash equivalents

Portfolio and benchmark data shown is based on MFS' sector/industry classification methodology, which differs from the benchmark's.



## Characteristics

| As of 31-Mar-17   | Portfolio | Benchmark <sup>^</sup> |
|---|-----------|------------------------|
| <b>Fundamentals - weighted average</b>                  |           |                        |
| IBES long-term EPS growth <sup>1</sup>                  | 15.5%     | 11.9%                  |
| Price/earnings (12 months forward ex-negative earnings) | 16.6x     | 16.7x                  |
| Price/cash flow   | 12.1x     | 11.1x                  |
| Return on equity (3-year average)                       | 10.8%     | 9.8%                   |
| Return on invested capital                              | 7.2%      | 6.4%                   |
| Long term debt/capital                                  | 34.9%     | 35.7%                  |
| <b>Market capitalisation</b>                            |           |                        |
| Market capitalisation (CAD) <sup>2</sup>                | 8.1 bn    | 3.1 bn                 |
| <b>Diversification</b>                                  |           |                        |
| Number of holdings                                      | 75        | 251                    |
| <b>Turnover</b>   |           |                        |
| Trailing 1 year turnover <sup>3</sup>                   | 25%       | –                      |
| <b>Risk/reward (3 year)</b>                             |           |                        |
| Standard deviation                                      | 7.71%     | 8.09%                  |
| Sharpe ratio  | 0.83      | 0.63                   |
| Beta vs benchmark                                       | 0.88      | –                      |
| Historical tracking error                               | 3.11%     | –                      |
| Information ratio                                       | 0.42      | –                      |

<sup>^</sup> S&P/TSX Capped Composite Index

<sup>1</sup> Source: Thomson Reuters

<sup>2</sup> Median.

<sup>3</sup> (Lesser of Purchase or Sales)/Average Month End Market Value

**Past performance is no guarantee of future results. No forecasts can be guaranteed.**

| As of 31-Mar-17                | Portfolio (%) | Benchmark <sup>^</sup> (%) |
|--------------------------------|---------------|----------------------------|
| <b>Top 10 issuers</b>          |               |                            |
| ROYAL BANK OF CANADA           | 8.3           | 6.8                        |
| TORONTO DOMINION HOLDINGS INC  | 7.7           | 5.9                        |
| BANK OF NOVA SCOTIA            | 5.8           | 4.5                        |
| ENBRIDGE INC                   | 5.1           | 4.3                        |
| SUNCOR ENERGY INC              | 4.9           | 3.3                        |
| TRANSCANADA CORP               | 4.2           | 2.5                        |
| CANADIAN NATURAL RESOURCES LTD | 4.0           | 2.3                        |
| CANADIAN NATIONAL RAILWAY CO   | 3.7           | 3.6                        |
| MANULIFE FINANCIAL CORP        | 3.5           | 2.2                        |
| CANADIAN PACIFIC RAILWAY LTD   | 3.0           | 1.4                        |
| <b>Total</b>                   | <b>50.2</b>   | <b>36.9</b>                |

## Portfolio outlook and positioning

The Canadian Equity Core strategy is focused on investing in shares of high-quality businesses that either offer above-average growth opportunities or trade at attractive relative valuation levels versus their peers and the market. Portfolio sector positioning is a product of our stock selection-driven portfolio construction approach.

During the first quarter, Canadian equities edged ahead 2.4% as measured in by the TSX Composite in CAD, up 3.4% in USD. By either tally, this trailed most other developed-nation stock indices and was in contrast to Canada's world-leading performance in 2016. The difference was a rather sharp, albeit brief, pullback in oil prices in mid-March which helped to drive a 5% outright decline in Canada's Energy-heavy stock index.

Aside from the weakness in Energy, stock gains were broad-based, assisted by a reprieve in the rise of interest rates and modest strength in the price of commodities other than oil & gas, and in particular the rebound in gold bullion. The price of gold rose in part on typical Q1 seasonal strength, but was compounded by global political-economic uncertainty, including the unknowns regarding US President Trump's agenda, Brexit and knock-on European election risk as well as rising tension in hot-spots Syria and North Korea. This uncertain global backdrop, coupled with domestic concern related to the Energy pull-back, kept domestic interest rates relatively flat. The Canadian dollar rose modestly throughout the quarter.

The lower domestic bond yields in the quarter supported renewed strength in interest-rate sensitive Utilities, Real Estate and Telecommunications sectors, each of which outperformed in the first quarter. Strength in the Materials sector was led by the 9% lift in the price of Gold bullion and a commensurate gain in TSX gold stocks, but also included a broad range of Metals & Mining stocks.

During the quarter, Canadian valuations retreated to a fair valuation range versus their historical average and global peers, reflecting a rise in reported earnings relative to the index.

In the end, we still find the global macro backdrop as one of modest growth, low inflation and excess debt, with global monetary policy moving into a holding pattern. More specifically, we do not expect the commodity rebound to extend much further, and macro trends suggest the Canadian credit cycle is in its late stages.

Specifically, record consumer and government debt loads combined with a Canadian export profile less leveraged to the US than in previous economic expansions, all weigh on the dampened potential for domestic earnings recovery. This combination of slower growth and elevated debt levels, now more structural than cyclical, keeps our outlook tempered despite signs of a cyclical upturn on improving leading economic indicators from the US and abroad. We are in an ever-maturing bull market with limited scope for multiple expansion.

## Portfolio outlook and positioning

From a sector perspective, we are invested in relatively attractively-valued industrials & transportation, including the Manufacturing, Pollution Control and Railroad industries. Within Consumer, we have overweight positions in Food & Drug store as well as Apparel. Our Materials sector exposure is represented by containers, chemicals and engineering & construction consulting services underpinned by reasonable valuation, dependable cash flow conversion and exposure to a strong US economy. We are also finding compelling value in the Copper, Fertilizers and Chemicals complexes. The fund is roughly market weight to more cyclical sub-industries such as Aerospace, Metals & Mining and Precious Metals / Gold stocks, the latter favouring exposure to higher-quality ore assets, solid management and above-average balance sheets.

Despite recent positive economic signals and President Trump-driven optimism, we expect continued moderation in growth for Financial Services. Lending volumes are trending lower under the weight of record household debt, now reaching levels of concern that warrant government actions to target a controlled slowdown. And while the recent jump in interest rates may relieve pressure on core business operating margins, including for deposits, lending, insurance and wealth management, valuations may already be reflective. Real estate stocks as a group traditionally benefit from low rates and therefore remain vulnerable, to higher interest rate moves, as do Telecommunications and Utilities stocks. We are selective in these industries and find valuations somewhat stretched relative to their growth opportunities.

Within Energy, we are invested in Pipelines for attractively-valued growth as well as certain higher-quality Exploration and Development companies.

During the quarter we have repositioned certain holdings in order to better reflect the relative opportunity set. Key trades for the quarter included:

- Added to holdings in **Enbridge Inc.**, the Western Canada-based energy pipeline operator, as the company's recent Spectra acquisition bolstered the outlook for growth in capital expenditure, cash flow and dividends over the medium-term and also substantively raises the index weight of the stock.
- Added to **Bank of Montreal**, the Toronto-based Financial Services Company. We like the balance in business mix including a strong position in the US Midwest, coupled with continued strength in operating results and attractive valuation relative to other banks within the Canadian group.
- We added to our position in **Barrick Gold**, the Toronto-based gold producer, which continues to improve its balance sheet and operating returns amid a broader upgrade in corporate governance. Timely asset sales continue to drive favourable reductions in the company's leverage.

## Portfolio outlook and positioning

- Started a new position in **Just Energy**, a Mississauga-based Canadian power provider, providing 1.8 million residential and commercial customers with electrical, solar, natural gas and green energy power. The stock delivers an attractive free cash flow yield, and the company is well-positioned with under-rated management offering good turnaround potential on a variety of growth opportunities.
- Added to a relatively new position in **New Flyer Industries**, the Winnipeg-based, heavy-duty bus and motor-coach manufacturer and after-market service provider, with operations dominant across Canada and the United States. Management's disciplined plan to drive incremental improvement in return on invested capital and high free cash flow is underpinned by strong scale and skills-based competitive advantage in a recently-consolidated marketplace. New Flyer has considerable presence in the US, which may benefit from the Trump made-in-America and lower corporate taxation policies. The stock trades at very reasonable valuation across a number of metrics.
- Eliminated the last of our position in **Cenovus Energy**, the Calgary-based Oil Sands Energy Producer, to redistribute funds into Enbridge Inc.
- Trimmed holdings of **Toronto Dominion Bank**, after recent news that retail sales practices are under review and valuation remains towards the top end of the peer group. Funds were redeployed into Bank of Montreal, with a similar business profile.
- Trimmed holdings in **RBC Financial**, Toronto-based Financial Services provider, to manage position size on solid price strength and redeploy funds.
- Eliminated our position in **Milestone Apartments REIT**, the Dallas-based acquirer and manager of multi-family properties in the US, after the announcement that Milestone would be acquired by Starwood Properties, based in the US.
- Eliminated our position in **Canadian Utilities**, the Western Canada-based power provider, to redeploy funds into Enbridge.

Through our exposure to high-quality companies that are able to withstand potential adverse conditions, we believe the portfolio remains well positioned to perform favourably relative to the market over the long term, regardless of particular stages of the economic cycle.

The commentary included in this report was based on a representative fully discretionary portfolio for this product style; as such the commentary may include securities not held in your portfolio due to account, fund, or other limits.

## Portfolio holdings

| As of 31-Mar-17                           | Holding                        | Equivalent exposure (%) |
|---|--------------------------------|-------------------------|
| <b>Autos &amp; Housing (0.3%)</b>         | Magna International Inc        | 0.3                     |
| <b>Basic Materials (12.0%)</b>            | Agnico Eagle Mines Ltd         | 2.0                     |
|   | Agrium Inc                     | 1.7                     |
|   | Goldcorp Inc                   | 1.5                     |
|   | CCL Industries Inc             | 1.4                     |
|   | First Quantum Minerals Ltd     | 1.1                     |
|   | Barrick Gold Corp              | 0.9                     |
|   | Lundin Mining Corp             | 0.9                     |
|   | Methanex Corp                  | 0.9                     |
|   | Franco-Nevada Corp             | 0.8                     |
|   | Intertape Polymer Group Inc    | 0.3                     |
|   | Detour Gold Corp               | 0.3                     |
|   | Tahoe Resources Inc            | 0.3                     |
| <b>Cash &amp; Cash Equivalents (0.7%)</b> | Cash & Cash Equivalents        | 0.7                     |
| <b>Consumer Staples (0.2%)</b>            | Premium Brands Holdings Corp   | 0.2                     |
| <b>Energy (12.1%)</b>                     | Suncor Energy Inc              | 4.9                     |
|   | Canadian Natural Resources Ltd | 4.0                     |
|   | Tourmaline Oil Corp            | 0.6                     |
|   | Seven Generations Energy Ltd   | 0.6                     |
|   | TORC Oil & Gas Ltd             | 0.5                     |
|   | Advantage Oil & Gas Ltd        | 0.4                     |
|   | Husky Energy Inc               | 0.4                     |
|   | Crescent Point Energy Corp     | 0.4                     |
|   | Trinidad Drilling Ltd          | 0.2                     |
| <b>Financial Services (34.8%)</b>         | Royal Bank of Canada           | 8.3                     |
|   | Toronto-Dominion Bank          | 7.7                     |
|   | Bank of Nova Scotia            | 5.8                     |
|   | Manulife Financial Corp        | 3.5                     |
|   | Bank of Montreal               | 2.4                     |
|   | Intact Financial Corp          | 1.4                     |
|   | Element Financial Corp         | 1.0                     |

## Portfolio holdings

| As of 31-Mar-17                               | Holding  | Equivalent exposure (%) |
|---|--|-------------------------|
| <b>Financial Services (continued) (34.8%)</b> | Boardwalk Real Estate Investment Trust REIT    | 0.9                     |
|   | National Bank of Canada                        | 0.8                     |
|   | Dream Office Real Estate Investment Trust REIT | 0.8                     |
|   | Fairfax Financial Holdings Ltd                 | 0.7                     |
|   | IGM Financial Inc                              | 0.5                     |
|   | CI Financial Corp                              | 0.4                     |
|   | ECN Capital Corp                               | 0.3                     |
|   | Canadian Western Bank                          | 0.2                     |
| <b>Health Care (0.1%)</b>                     | Valeant Pharmaceuticals International Inc      | 0.1                     |
| <b>Industrial Goods &amp; Services (5.0%)</b> | Waste Connections Inc                          | 2.1                     |
|   | Stantec Inc                                    | 0.9                     |
|   | SNC-Lavalin Group Inc                          | 0.5                     |
|   | New Flyer Industries Inc                       | 0.5                     |
|   | Ritchie Bros Auctioneers Inc                   | 0.4                     |
|   | CAE Inc  | 0.4                     |
|   | ZCL Composites Inc                             | 0.2                     |
| <b>Leisure (2.8%)</b>                         | Thomson Reuters Corp                           | 1.1                     |
|   | Transcontinental Inc                           | 1.0                     |
|   | Restaurant Brands International Inc            | 0.4                     |
|   | DHX Media Ltd                                  | 0.2                     |
| <b>Retailing (5.4%)</b>                       | Loblaw Cos Ltd                                 | 1.7                     |
|   | Alimentation Couche-Tard Inc                   | 1.7                     |
|   | Dollarama Inc                                  | 0.7                     |
|   | Canadian Tire Corp Ltd                         | 0.5                     |
|   | Gildan Activewear Inc                          | 0.3                     |
|   | Sleep Country Canada Holdings Inc              | 0.3                     |
|   | Aritzia Inc                                    | 0.1                     |
| <b>Special Products &amp; Services (3.7%)</b> | CGI Group Inc                                  | 2.0                     |
|   | Superior Plus Corp                             | 0.8                     |
|   | Boyd Group Income Fund IEU                     | 0.5                     |
|   | Uni-Select Inc                                 | 0.4                     |

## Portfolio holdings

| As of 31-Mar-17                               | Holding                           | Equivalent exposure (%) |
|---|-----------------------------------|-------------------------|
| <b>Technology (2.4%)</b>                      | Constellation Software Inc/Canada | 0.9                     |
|   | Mitel Networks Corp               | 0.5                     |
|   | Open Text Corp                    | 0.5                     |
|   | Kinaxis Inc                       | 0.2                     |
|   | Enghouse Systems Ltd              | 0.2                     |
|   | Shopify Inc                       | 0.2                     |
| <b>Transportation (6.9%)</b>                  | Canadian National Railway Co      | 3.7                     |
|   | Canadian Pacific Railway Ltd      | 3.0                     |
|   | Air Canada                        | 0.3                     |
| <b>Utilities &amp; Communications (13.4%)</b> | Enbridge Inc                      | 5.1                     |
|   | TransCanada Corp                  | 4.2                     |
|   | TELUS Corp                        | 2.2                     |
|   | Quebecor Inc                      | 1.7                     |
|   | Just Energy Group Inc             | 0.3                     |



**CERTIFICATE OF PORTFOLIO COMPLIANCE**

**To the Unit Holders of the MFS Canadian Equity Core Fund**

To the best of my knowledge, for the quarter ending March 31, 2017, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the applicable Offering Memorandum or Offering Memoranda for the MFS Canadian Equity Core Fund. Such certification is subject to the following conditions: (i) MFS' compliance testing is performed using portfolio valuation reports derived from its internal security inventory system and not the books and records of the Portfolio; and (ii) MFS is responsible for compliance with the investment restrictions as stated in the applicable Offering Memorandum or Offering Memoranda.

MFS Investment Management Canada Limited.

BY: *Christina Forster Pazienza*  
**Christina Forster Pazienza, CPA, CA**  
Vice President & Chief Compliance Officer

Dated: April 13, 2017

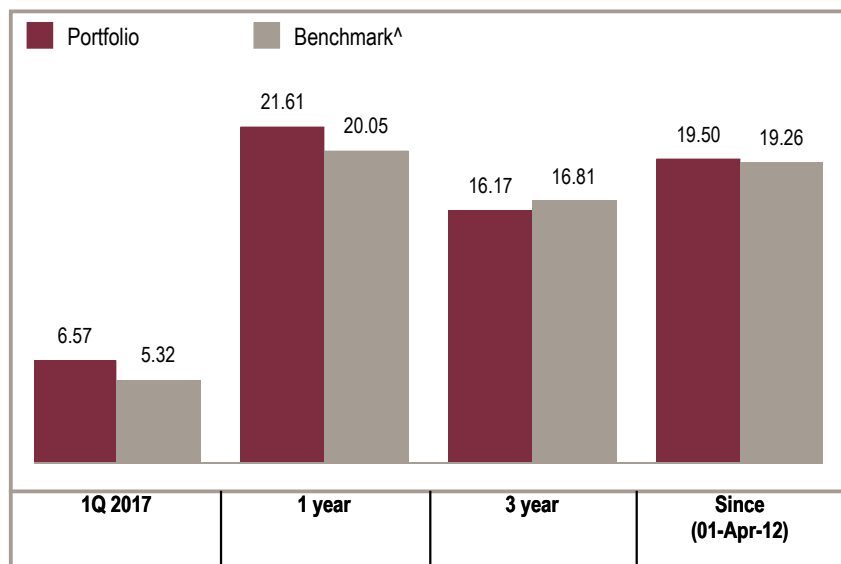




## MFS U.S. Equity Core Fund

## Executive summary

### Performance results (%) net of expenses (CAD) as of 31-Mar-17



Source for benchmark performance SPAR, FactSet Research Systems Inc.

All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

^ Standard & Poor's 500 Stock Index (net div)

### Asset summary (CAD)

|                                 |            |
|---------------------------------|------------|
| Beginning value as of 31-Dec-16 | 17,084,575 |
| Contributions                   | +146,406   |
| Withdrawals                     | -114,077   |
| Intra-portfolio transfers       | -475,214   |
| Change in market value          | +1,118,264 |
| Ending value as of 31-Mar-17    | 17,759,954 |

### Sector weights (%) as of 31-Mar-17

|                             | Portfolio | Benchmark^^ |
|-----------------------------|-----------|-------------|
| <b>Top overweights</b>      |           |             |
| Financial Services          | 22.7      | 17.8        |
| Special Products & Services | 6.2       | 2.6         |
| Consumer Staples            | 11.0      | 7.5         |
| <b>Top underweights</b>     |           |             |
| Technology                  | 11.8      | 18.5        |
| Industrial Goods & Services | 3.8       | 7.1         |
| Energy                      | 3.6       | 6.2         |

^^ Standard & Poor's 500 Stock Index

Portfolio and benchmark data shown is based on MFS' sector/industry classification methodology, which differs from the benchmark's.

The MFS U.S. Equity Core Fund outperformed the Standard & Poor's 500 Stock Index in the first quarter of 2017.

### Contributors

- Energy – Underweight position
- Utilities & Communications – Stock selection
- Health Care – Stock selection
- Individual stocks:
  - Broadcom Limited
  - Visa Inc

### Detractors

- Technology – Underweight position
- Individual stocks:
  - Schlumberger Ltd
  - Goldman Sachs Group Inc

## Performance results

Performance results (%) net of expenses (CAD) as of 31-Mar-17

| Period                             | Portfolio (%) | Benchmark <sup>^</sup> (%) | Excess return vs benchmark (%) |
|------------------------------------|---------------|----------------------------|--------------------------------|
| 1Q 2017                            | 6.57          | 5.32                       | 1.25                           |
| 4Q 2016                            | 5.17          | 5.77                       | -0.60                          |
| 3Q 2016                            | 5.13          | 4.93                       | 0.20                           |
| 2Q 2016                            | 3.21          | 2.70                       | 0.51                           |
| 2016                               | 5.48          | 7.38                       | -1.90                          |
| 2015                               | 21.02         | 20.83                      | 0.19                           |
| 2014                               | 21.51         | 23.18                      | -1.67                          |
| 2013                               | 41.63         | 40.37                      | 1.26                           |
| 1 year                             | 21.61         | 20.05                      | 1.56                           |
| 3 year                             | 16.17         | 16.81                      | -0.64                          |
| 5 year                             | 19.50         | 19.26                      | 0.24                           |
| Since client inception (01-Apr-12) | 19.50         | 19.26                      | 0.24                           |

Source for benchmark performance SPAR, FactSet Research Systems Inc. All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

<sup>^</sup> Standard & Poor's 500 Stock Index (net div)

## Performance drivers - sectors

Relative to Standard & Poor's 500 Stock Index (CAD) - first quarter 2017

|                     |                             | Average relative<br>weighting (%) | Portfolio<br>returns (%) | Benchmark<br>returns (%) | Sector<br>allocation (%) | + | Stock<br>selection (%) | + | Currency<br>effect (%) | = | Relative<br>contribution (%) |
|---------------------|-----------------------------|-----------------------------------|--------------------------|--------------------------|--------------------------|---|------------------------|---|------------------------|---|------------------------------|
| <b>Contributors</b> | Energy                      | -2.7                              | -5.6                     | -7.8                     | 0.4                      |   | 0.1                    |   | 0.0                    |   | 0.5                          |
|                     | Utilities & Communications  | -2.7                              | 11.0                     | 1.8                      | 0.1                      |   | 0.4                    |   | -0.0                   |   | 0.5                          |
|                     | Health Care                 | 1.9                               | 9.7                      | 7.7                      | 0.0                      |   | 0.3                    |   | 0.0                    |   | 0.3                          |
|                     | Financial Services          | 5.7                               | 4.0                      | 2.2                      | -0.2                     |   | 0.4                    |   | 0.0                    |   | 0.3                          |
|                     | Transportation              | -0.4                              | 9.6                      | 1.8                      | 0.0                      |   | 0.2                    |   | -0.0                   |   | 0.2                          |
|                     | Industrial Goods & Services | -2.9                              | 6.4                      | 4.1                      | 0.0                      |   | 0.1                    |   | -0.0                   |   | 0.1                          |
|                     | Autos & Housing             | -0.5                              | 15.1                     | 5.9                      | -0.0                     |   | 0.1                    |   | 0.0                    |   | 0.1                          |
|                     | Consumer Staples            | 3.3                               | 7.3                      | 7.4                      | 0.1                      |   | -0.1                   |   | 0.0                    |   | 0.1                          |
| <b>Detractors</b>   | Technology                  | -6.9                              | 13.1                     | 12.6                     | -0.5                     |   | 0.0                    |   | -0.0                   |   | -0.4                         |
|                     | Special Products & Services | 3.7                               | 3.9                      | 7.5                      | 0.1                      |   | -0.2                   |   | -0.0                   |   | -0.2                         |
|                     | Leisure                     | 1.8                               | 6.9                      | 10.0                     | 0.1                      |   | -0.2                   |   | -0.0                   |   | -0.2                         |
|                     | Retailing                   | -2.1                              | 3.2                      | 4.7                      | 0.0                      |   | -0.1                   |   | 0.0                    |   | -0.1                         |
|                     | Cash                        | 0.9                               | -0.4                     | -                        | -0.1                     |   | -                      |   | -0.0                   |   | -0.1                         |
|                     | Basic Materials             | 1.0                               | 5.4                      | 6.1                      | 0.0                      |   | -0.0                   |   | -0.0                   |   | -0.0                         |
| <b>Total</b>        |                             |                                   | <b>6.6</b>               | <b>5.5</b>               | <b>0.1</b>               |   | <b>0.9</b>             |   | <b>0.1</b>             |   | <b>1.1</b>                   |

Attribution results are generated by the FactSet application utilising a methodology which is widely accepted in the investment industry. Results are based upon daily holdings using a buy and hold methodology to generate individual security returns and do not include expenses. As such, attribution results are essentially estimates and may not aggregate to the total return of the portfolio or of the benchmark which can be found elsewhere in this presentation.

## Performance drivers - stocks

Relative to Standard & Poor's 500 Stock Index (CAD) - first quarter 2017

|                     |                         | Average Weighting |               | Returns                    |               | Relative contribution (%) |
|---------------------|-------------------------|-------------------|---------------|----------------------------|---------------|---------------------------|
|                     |                         | Portfolio (%)     | Benchmark (%) | Portfolio (%) <sup>1</sup> | Benchmark (%) |                           |
| <b>Contributors</b> | Broadcom Limited        | 2.5               | 0.4           | 23.7                       | 23.7          | 0.4                       |
|                     | Exxon Mobil             | -                 | 1.7           | -                          | -8.8          | 0.3                       |
|                     | American Tower Corp     | 2.4               | 0.2           | 14.4                       | 14.4          | 0.2                       |
|                     | Visa Inc                | 3.1               | 0.8           | 13.5                       | 13.5          | 0.2                       |
|                     | Chevron Corp            | -                 | 1.1           | -                          | -8.4          | 0.2                       |
| <b>Detractors</b>   | Apple Inc               | 1.0               | 3.5           | 23.9                       | 23.9          | -0.4                      |
|                     | Facebook Inc            | 0.1               | 1.6           | 1.6                        | 22.8          | -0.2                      |
|                     | Schlumberger Ltd        | 2.1               | 0.6           | -6.9                       | -6.9          | -0.2                      |
|                     | Goldman Sachs Group Inc | 2.5               | 0.4           | -4.3                       | -4.3          | -0.2                      |
|                     | Amazon.Com Inc          | -                 | 1.6           | -                          | 17.6          | -0.2                      |

<sup>1</sup> Represents performance for the time period stock was held in portfolio.

Attribution results are generated by the FactSet application utilising a methodology which is widely accepted in the investment industry. Results are based upon daily holdings using a buy and hold methodology to generate individual security returns and do not include expenses. As such, attribution results are essentially estimates and may not aggregate to the total return of the portfolio or of the benchmark which can be found elsewhere in this presentation.

## Significant impacts on performance – contributors

### Relative to Standard & Poor's 500 Stock Index (CAD) - first quarter 2017

|                                       |   | Relative contribution (%) |
|---------------------------------------|---|---------------------------|
| <b>Energy</b>                         |   | <b>0.5</b>                |
|                                       | An underweight position in Energy contributed to relative performance as the sector underperformed the broad market over the quarter.   |                           |
|                                       | Exxon Mobil   | 0.3                       |
|                                       | Not owning shares of integrated oil and gas company Exxon Mobil (United States) contributed to the portfolio's relative performance. The share declined as the company reported a large impairment charge related to North American natural gas assets, which appeared to have weighed on investor sentiment.   |                           |
| <b>Utilities &amp; Communications</b> |   | <b>0.5</b>                |
|                                       | Stock selection within this sector contributed to relative performance.   |                           |
|                                       | American Tower Corp   | 0.2                       |
|                                       | The portfolio's overweight position in shares of broadcast and communication tower management firm American Tower (United States) helped relative performance. Shares advanced on solid fourth-quarter earnings results in which international growth helped offset weaker growth in the US. Additionally, management issued a positive outlook for 2017. |                           |
| <b>Health Care</b>                    |   | <b>0.3</b>                |
|                                       | Stock selection within this sector contributed to relative performance. However, there were no individual shares within this sector that were among the portfolio's top relative contributors for the reporting period.   |                           |
| <b>Individual stocks</b>              |   |                           |
|                                       | Broadcom Limited  | 0.4                       |
|                                       | The portfolio's overweight position in broadband communications and networking services company Broadcom (United States) contributed to relative performance. Broadcom delivered a solid quarter and guidance that topped expectations. While top-line strength came from all segments, enterprise storage and wireless were particularly strong.         |                           |
|                                       | Visa Inc  | 0.2                       |
|                                       | An overweight position in global payments technology company Visa (United States) contributed to relative performance. The share rose as the company reported results that beat market expectations on stronger volumes and cross-border growth trends due to improving macroeconomic conditions.   |                           |

## Significant impacts on performance – detractors

### Relative to Standard & Poor's 500 Stock Index (CAD) - first quarter 2017

|                          |  | Relative contribution (%)  |      |
|--------------------------|--|--|------|
| <b>Technology</b>        | An underweight position in Technology detracted from relative performance as the sector outperformed the wider market over the quarter.  | -0.4   |      |
| Apple Inc                | The portfolio's underweight position in computer and personal electronics maker Apple (United States) held back relative performance. The company reported better-than-expected quarterly results, driven primarily by robust growth in iPhone sales which came in ahead of consensus estimates. The company's Services segment also posted strong revenue growth during the reporting period, which further strengthened the share. | -0.4   |      |
| Facebook Inc             | The timing of the portfolio's ownership in shares of social media provider Facebook (United States) detracted from relative performance. The share traded higher after the company reported quarterly earnings that beat consensus estimates, due to strong growth in advertising revenue coupled with gross margin improvement.   | -0.2   |      |
| <b>Individual stocks</b> | Schlumberger Ltd   | An overweight position in shares of oil field services company Schlumberger (United States) hindered relative results. Shares of the company declined throughout the reporting period as lower oil prices weighed on energy shares.  | -0.2 |
|                          | Goldman Sachs Group Inc  | The portfolio's overweight position in shares of financial services firm Goldman Sachs Group (United States) dampened relative performance. After strong performance following the US election, many financials, including Goldman Sachs, sold off late in the quarter. Weakness likely reflected the lack of progress in Washington and more modest expectations around the ability of the administration to pass the rest of their agenda. Other items that appeared to weigh on the group included a flattening yield curve and weaker-than-expected capital market revenues. | -0.2 |

## Significant transactions

From 01-Jan-17 to 31-Mar-17

|                  | Security                 | Sector                      | Transaction type   | Trade (%) | Ending weight (%) |
|------------------|--------------------------|-----------------------------|--------------------|-----------|-------------------|
| <b>Purchases</b> | FACEBOOK INC             | Technology                  | New position       | 0.7       | 0.7               |
|                  | STARBUCKS CORP           | Leisure                     | Add                | 0.4       | 1.1               |
|                  | COTY INC                 | Consumer Staples            | Add                | 0.4       | 0.7               |
|                  | MEDTRONIC PLC            | Health Care                 | Add                | 0.3       | 1.7               |
|                  | NIKE INC                 | Retailing                   | Add                | 0.2       | 0.8               |
| <b>Sales</b>     | WW GRAINGER INC          | Industrial Goods & Services | Eliminate position | -0.9      | –                 |
|                  | VF CORP                  | Retailing                   | Eliminate position | -0.7      | –                 |
|                  | STATE STREET CORP        | Financial Services          | Eliminate position | -0.6      | –                 |
|                  | PROCTER & GAMBLE COMPANY | Consumer Staples            | Eliminate position | -0.6      | –                 |
|                  | BLACKROCK INC            | Financial Services          | Trim               | -0.4      | 1.1               |



## Sector weights

| As of 31-Mar-17             | Portfolio (%) | Benchmark^ (%) | Underweight/overweight (%) | Top holdings   |
|-----------------------------|---------------|----------------|----------------------------|--|
| Financial Services          | 22.7          | 17.8           | 4.9                        | JPMorgan Chase & Co, Bank of America Corp, Visa Inc  |
| Special Products & Services | 6.2           | 2.6            | 3.6                        | Accenture PLC, Cognizant Technology Solutions Corp, Fidelity National Information Services Inc |
| Consumer Staples            | 11.0          | 7.5            | 3.5                        | Newell Brands Inc, Mondelez International Inc, Colgate-Palmolive Co                            |
| Health Care                 | 15.9          | 13.8           | 2.1                        | Thermo Fisher Scientific Inc, Danaher Corp, Johnson & Johnson                                  |
| Leisure                     | 7.8           | 6.0            | 1.8                        | Comcast Corp, Time Warner Inc, Twenty-First Century Fox Inc                                    |
| Basic Materials             | 4.2           | 3.1            | 1.1                        | Monsanto Co, Crown Holdings Inc  |
| Transportation              | 2.0           | 2.2            | -0.2                       | Canadian National Railway Co   |
| Autos & Housing             | 1.2           | 1.6            | -0.4                       | Sherwin-Williams Co  |
| Utilities & Communications  | 4.1           | 6.4            | -2.3                       | American Tower Corp REIT   |
| Retailing                   | 4.7           | 7.2            | -2.5                       | LVMH Moet Hennessy Louis Vuitton SE, Ross Stores Inc   |
| Energy                      | 3.6           | 6.2            | -2.6                       | Schlumberger Ltd, EOG Resources Inc  |
| Industrial Goods & Services | 3.8           | 7.1            | -3.3                       | Honeywell International Inc  |
| Technology                  | 11.8          | 18.5           | -6.7                       | Alphabet Inc Class A, Broadcom Ltd, Alphabet Inc Class C                                       |

^ Standard & Poor's 500 Stock Index  
1.0% Cash & cash equivalents

Portfolio and benchmark data shown is based on MFS' sector/industry classification methodology, which differs from the benchmark's.

## Characteristics

| As of 31-Mar-17   | Portfolio | Benchmark <sup>^</sup> |
|---|-----------|------------------------|
| <b>Fundamentals - weighted average</b>                  |           |                        |
| IBES long-term EPS growth <sup>1</sup>                  | 11.6%     | 11.8%                  |
| Price/earnings (12 months forward ex-negative earnings) | 18.6x     | 18.1x                  |
| Price/book  | 2.9x      | 3.0x                   |
| <b>Market capitalisation</b>                            |           |                        |
| Market capitalisation (CAD) <sup>2</sup>                | 169.6 bn  | 218.9 bn               |
| <b>Diversification</b>                                  |           |                        |
| Top ten holdings  | 28%       | 19%                    |
| Number of holdings                                      | 70        | 505                    |
| <b>Turnover</b>   |           |                        |
| Trailing 1 year turnover <sup>3</sup>                   | 16%       | –                      |
| <b>Risk/reward (5 year)</b>                             |           |                        |
| Historical tracking error                               | 2.35%     | –                      |
| R-squared   | 0.94%     | –                      |
| Beta vs benchmark                                       | 1.00      | –                      |
| Standard deviation                                      | 9.68%     | 9.39%                  |

<sup>^</sup> Standard & Poor's 500 Stock Index

<sup>1</sup> Source: Thomson Reuters

<sup>2</sup> Weighted average.

<sup>3</sup> (Lesser of Purchase or Sales)/Average Month End Market Value

**Past performance is no guarantee of future results. No forecasts can be guaranteed.**

| As of 31-Mar-17              | Portfolio (%) | Benchmark <sup>^</sup> (%) |
|------------------------------|---------------|----------------------------|
| <b>Top 10 issuers</b>        |               |                            |
| ALPHABET INC                 | 4.7           | 2.5                        |
| JPMORGAN CHASE & CO          | 4.1           | 1.5                        |
| BANK OF AMERICA CORP         | 3.7           | 1.2                        |
| VISA INC                     | 3.2           | 0.8                        |
| AMERICAN TOWER CORP          | 2.7           | 0.3                        |
| THERMO FISHER SCIENTIFIC INC | 2.5           | 0.3                        |
| BROADCOM LTD                 | 2.5           | 0.4                        |
| GOLDMAN SACHS GROUP INC      | 2.3           | 0.4                        |
| DANAHER CORP                 | 2.2           | 0.3                        |
| COMCAST CORP                 | 2.2           | 0.9                        |
| <b>Total</b>                 | <b>30.2</b>   | <b>8.5</b>                 |

## Portfolio outlook and positioning

The portfolio is primarily focused on large-cap, higher-quality companies with sound, above average earnings/cash flow growth trading at reasonable valuations. More specifically, key attributes that we look for in an investment include sustainable, durable franchises with real barriers to entry, above average returns that are in excess of the cost of capital, balance sheets that can withstand adverse market conditions, and solid management teams that aim to allocate capital prudently and create long term value. Typically, we own companies that generate top line growth slightly above the market with cost controls that help drive operating profit growth above the market. Combining this with prudent capital deployment leads to earnings and cash flow growth per share that is sufficiently above the market.

The market returns in 2017 are a mirror image of what occurred in 2016. So far in 2017 more defensive, larger cap and growth oriented categories have outperformed while 2016's leaders, more cyclical, smaller cap and value oriented categories, have underperformed. Last year's best performing sector, energy, is now the worst performing sector, and the worst sector, health care, is now one of the best performing sectors. Commodities including oil, copper and natural gas have also declined from recent peaks. These trends may be an indication that economic growth is poised for a slowdown due to a tightening of conditions and if economic growth does slow, it is likely these trends will continue. Furthermore, a decline in economic prospects would likely put pressure on valuations. Investor hope for continued economic and market growth appears to be most reliant on pro-growth fiscal policies offsetting tighter conditions. However, according to data from Cornerstone Macro, historically fiscal stimulus has not redirected business cycle trends. For example, previous tax cuts, or tax increases for that matter, did not alter the trajectory of GDP growth. More specifically, the Bush tax cuts in 2001 and 2003 did not prevent economic growth from slowing and the economy slowed in 1981 despite Reagan's massive fiscal spending. So if the economy is set to slow, it is unlikely the new administration can prevent it. But these are issues others can fret over. Over the long term our ability to outperform will largely be a function of our ability to identify compelling individual stock opportunities rather than broad sector, factor, market, commodity or economic calls. Overall, the environment in Q1 was clearly favourable for our approach, which when combined with strong stock picking across several sectors, most notably Utilities & Communications, Financial Services and Health Care, led to significant outperformance for the quarter.

Looking at current positioning, we have maintained our overweight to major banks. And while valuations have moved off their lows, many of these stocks still stack up favourably especially if a more favourable environment for rates, taxes, economic growth and regulation leads to higher ROE's. We did sell our position in State Street. While State Street has upside to both estimates and multiple, we believe there are risks to those estimates, especially if current assumptions around interest rates prove to be too aggressive. As a result, given plenty of exposure elsewhere in the portfolio to rising interest rates and a relatively small position size in State Street, we opted to eliminate it from the portfolio.

## Portfolio outlook and positioning

Elsewhere, we continue to find a number of compelling investment opportunities in medical equipment, business services, and consumer products. In medical equipment, we continue to own a mix of medical equipment and supplies companies that offer a combination of relatively steady, above average growth (driven by favourable long-term demographic trends that should continue to drive volumes, favourable mix shift, new product launches and a focus on innovation, and penetration in faster growing markets), high or improving relative market share, expanding margins, strong free cash flow generation, resilient earnings, prudent capital deployment and stock prices trading at attractive valuations. Within business services we are essentially gaining exposure to technology without taking product specific risk. In addition, these companies offer defensive growth at a reasonable price, business models that are less susceptible to technology disruption and have proven to be resilient through cycle (sales, margins, and EPS held up in prior downturns). In addition, they are steady compounders with secular growth prospects and low cyclical risk that we believe can deliver above average total shareholder returns over 3-5 years. As a result, we are meaningfully overweight these stocks with large investments in business services including fin tech and IT services companies.

In consumer products we favour companies with self-help potential, Newell Brands or Coty for example, or GARPY companies where total shareholder returns are attractive and current valuation is reasonable, Estee Lauder and Colgate-Palmolive for example. However, we did sell our position in Procter & Gamble, a name we held for over 20 years. P&G has re-rated recently and now trades at a similar valuation to other consumer products companies (including Colgate) despite slower long-term organic revenue growth. In addition, given changing consumer preferences and the ability for social media and online sales to open up opportunities for upstart products, we have increasingly become concerned that the valuations afforded some branded consumer products companies may no longer be justified. For example, the ways consumers learn about brands has changed. Historically, consumer education was achieved by print media, TV advertising or displays in stores, which was dominated by big companies such as P&G. Increasingly, brands are being built through social media, digital marketing or online reviews, which makes it easier for smaller companies or brands with smaller advertising budgets to reach the consumer. Purchasing decisions are different today, barriers to entry are lower, and as a result the environment for companies such as P&G is more challenging.

Conversely, we have no exposure to integrated energy, biotechnology, telephone services, and REITs, and we are not finding many compelling opportunities in insurance, especially life insurance, and computer software. We are underweight the integrated oil companies on valuation and long term growth concerns. We have no exposure to biotechnology companies given a combination of valuations that are not overly compelling and mixed fundamentals.

Not owning telephone services companies is due to concerns around the long term competitive environment, the likelihood that capital intensity will remain relatively high as they continue to build out their networks, and valuations that are not compelling. Furthermore, we favour the tower companies given that these are great businesses with superior barriers to entry and leverage to data consumption growth at high incremental returns. While REIT valuations look more reasonable versus the market given the recent pullback, we continue to have no exposure as valuations look elevated versus history. Finally, within insurance, while life insurance

## Portfolio outlook and positioning

stocks are likely to benefit should we continue to see a rising interest rate environment, we believe the businesses are still challenged long term and prefer other investments within financial services. In addition, not owning large benchmark constituent Berkshire Hathaway on valuation concerns increases our underweight. Our underweight to computer software is largely driven by not owning Microsoft and Oracle where we have concerns around the long term growth opportunity and current valuations.

During the quarter, we continued to search for opportunities across the market, but given broad market valuations at the high end of historical levels, we ended up with more names to eliminate than we had new ideas. In fact, we sold four names from the portfolio, had one name acquired (St. Jude Medical merged with Abbot Laboratories) and only added one new name bringing our name count down to a recent low of 70 names.

At the sector level, the largest decreases to relative exposure was in industrial goods & services and retailing as we also sold our positions in Grainger and VF Corp. as the risk/rewards no longer appear attractive and valuations do not provide us sufficient downside support. With regards to Grainger, we are concerned about pricing and margin pressures as the company works to stop share losses in its highest margin customer segments. While large customers who have accounts with Grainger get the most competitive prices, it had become apparent that Grainger had overpriced products to customers without accounts (which consists of medium sized customers and infrequent buyers), resulting in sales declines to these higher margin customers. In addition, greater price transparency is impacting its pricing model and will also likely weigh on margins. While a strong industrial recovery, inflation or tax reform could provide relief, we believe these items are priced in at current valuations. For VF Corp., while we believe this is a solid portfolio with much lower risk than other apparel retailers to disruption in malls and department stores, there are still risks (recent weaker core brand performance, tough retail environment, and management turnover) that don't appear to be properly reflected in valuation. In addition, much like Grainger, the internet is increasing price transparency and putting pressure on margins which decreases visibility in the model and increases the range of outcomes for earnings and volatility.

The one new name we added was actually a name we used to own, Facebook. In hindsight, our decision to sell Facebook back in 2014 wasn't one of our best trades given the stock is up significantly since then. However, earnings growth and future growth prospects have actually well exceeded stock price appreciation, making the stock look quite compelling today. We believe Facebook has the potential to compound free cash flow at a very high level even without giving them credit for call options on newer products and price opportunities on all products, making the valuation compelling. The key driver of monetisation for an internet company is engagement, and time spend is increasing at both core Facebook and Instagram. In addition, Facebook has incremental levers from video and Instagram, and messaging provides a long tail to earnings growth as Facebook arguably has the top 3 non-China messaging platforms with Messenger, WhatsApp and Instagram Direct.

## Portfolio outlook and positioning

Looking forward, we believe it is extremely difficult to make equity investment decisions based on predictions around economic growth, interest rates, commodity prices or currency movements. We build the portfolio stock by stock and we are confident that our investment process will allow us to identify investment opportunities that can drive value over the long term. In addition, our portfolio has done relatively well in periods of downside market volatility. To the extent we should encounter some turbulence, we are confident we can continue to protect capital as investors typically shift their focus towards the durability of earnings and reward higher quality companies with sufficient operating cushion and pricing power.

The commentary included in this report was based on a representative fully discretionary portfolio for this product style; as such the commentary may include securities not held in your portfolio due to account, fund, or other limits.

## Portfolio holdings

| As of 31-Mar-17                           | Holding                      | Equivalent exposure (%) |
|---|------------------------------|-------------------------|
| <b>Autos &amp; Housing (1.2%)</b>         | Sherwin-Williams Co          | 1.2                     |
| <b>Basic Materials (4.2%)</b>             | Monsanto Co                  | 1.7                     |
|   | Crown Holdings Inc           | 1.6                     |
|   | PPG Industries Inc           | 0.9                     |
| <b>Cash &amp; Cash Equivalents (1.0%)</b> | Cash & Cash Equivalents      | 1.0                     |
| <b>Consumer Staples (11.0%)</b>           | Newell Brands Inc            | 1.9                     |
|   | Mondelez International Inc   | 1.8                     |
|   | Colgate-Palmolive Co         | 1.3                     |
|   | Pernod Ricard SA             | 1.3                     |
|   | Danone SA                    | 1.2                     |
|   | Mead Johnson Nutrition Co    | 0.9                     |
|   | Diageo PLC                   | 0.8                     |
|   | Coty Inc                     | 0.7                     |
|   | Estee Lauder Cos Inc         | 0.6                     |
|   | Kimberly-Clark Corp          | 0.6                     |
| <b>Energy (3.6%)</b>                      | Schlumberger Ltd             | 2.0                     |
|   | EOG Resources Inc            | 1.6                     |
| <b>Financial Services (22.7%)</b>         | JPMorgan Chase & Co          | 4.1                     |
|   | Bank of America Corp         | 3.7                     |
|   | Visa Inc                     | 3.2                     |
|   | Goldman Sachs Group Inc      | 2.3                     |
|   | MasterCard Inc               | 2.0                     |
|   | Morgan Stanley               | 1.3                     |
|   | Chubb Ltd                    | 1.2                     |
|   | Nasdaq Inc                   | 1.2                     |
|   | US Bancorp                   | 1.2                     |
|   | BlackRock Inc                | 1.1                     |
|   | Blackstone Group LP          | 0.8                     |
|   | Wells Fargo & Co             | 0.8                     |
| <b>Health Care (15.9%)</b>                | Thermo Fisher Scientific Inc | 2.5                     |

## Portfolio holdings

| As of 31-Mar-17                               | Holding                                    | Equivalent exposure (%) |
|---|--|-------------------------|
| <b>Health Care (continued) (15.9%)</b>        | Danaher Corp                               | 2.2                     |
|   | Johnson & Johnson                          | 1.8                     |
|   | Medtronic PLC                              | 1.7                     |
|   | Allergan plc                               | 1.6                     |
|   | Eli Lilly & Co                             | 1.5                     |
|   | Stryker Corp                               | 1.4                     |
|   | Zoetis Inc                                 | 1.1                     |
|   | Abbott Laboratories                        | 1.0                     |
|   | McKesson Corp                              | 0.9                     |
| <b>Industrial Goods &amp; Services (3.8%)</b> | Honeywell International Inc                | 1.8                     |
|   | AMETEK Inc                                 | 0.7                     |
|   | United Technologies Corp                   | 0.7                     |
|   | Fluor Corp                                 | 0.6                     |
| <b>Leisure (7.8%)</b>                         | Comcast Corp                               | 2.2                     |
|   | Time Warner Inc                            | 1.3                     |
|   | Twenty-First Century Fox Inc               | 1.1                     |
|   | Starbucks Corp                             | 1.1                     |
|   | Walt Disney Co                             | 0.8                     |
|   | Aramark                                    | 0.6                     |
|   | Interpublic Group of Cos Inc               | 0.6                     |
| <b>Retailing (4.7%)</b>                       | LVMH Moet Hennessy Louis Vuitton SE        | 1.5                     |
|   | Ross Stores Inc                            | 1.0                     |
|   | Costco Wholesale Corp                      | 0.9                     |
|   | NIKE Inc                                   | 0.8                     |
|   | AutoZone Inc                               | 0.5                     |
| <b>Special Products &amp; Services (6.2%)</b> | Accenture PLC                              | 2.0                     |
|   | Cognizant Technology Solutions Corp        | 2.0                     |
|   | Fidelity National Information Services Inc | 1.8                     |
|   | Gartner Inc                                | 0.4                     |
| <b>Technology (11.8%)</b>                     | Alphabet Inc Class A                       | 2.6                     |
|   | Broadcom Ltd                               | 2.5                     |



## Portfolio holdings

| <b>As of 31-Mar-17</b>                       | <b>Holding</b>                  | <b>Equivalent exposure (%)</b> |
|--|---------------------------------|--------------------------------|
| <b>Technology (continued) (11.8%)</b>        | Alphabet Inc Class C            | 2.1                            |
|  | Texas Instruments Inc           | 1.1                            |
|  | Apple Inc                       | 1.0                            |
|  | Hewlett Packard Enterprise Co   | 1.0                            |
|  | Adobe Systems Inc               | 0.8                            |
|  | Facebook Inc                    | 0.7                            |
| <b>Transportation (2.0%)</b>                 | Canadian National Railway Co    | 2.0                            |
| <b>Utilities &amp; Communications (4.1%)</b> | American Tower Corp REIT        | 2.7                            |
|  | Enterprise Products Partners LP | 0.9                            |
|  | American Electric Power Co Inc  | 0.5                            |



**CERTIFICATE OF PORTFOLIO COMPLIANCE**

**To the Unit Holders of the MFS U.S. Equity Core Fund**

To the best of my knowledge, for the quarter ending March 31, 2017, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the applicable Offering Memorandum or Offering Memoranda for the MFS U.S. Equity Core Fund. Such certification is subject to the following conditions: (i) MFS' compliance testing is performed using portfolio valuation reports derived from its internal security inventory system and not the books and records of the Portfolio; and (ii) MFS is responsible for compliance with the investment restrictions as stated in the applicable Offering Memorandum or Offering Memoranda.

MFS Investment Management Canada Limited.

BY:   
\_\_\_\_\_  
**Christina Forster Paziienza, CPA, CA**  
Vice President & Chief Compliance Officer

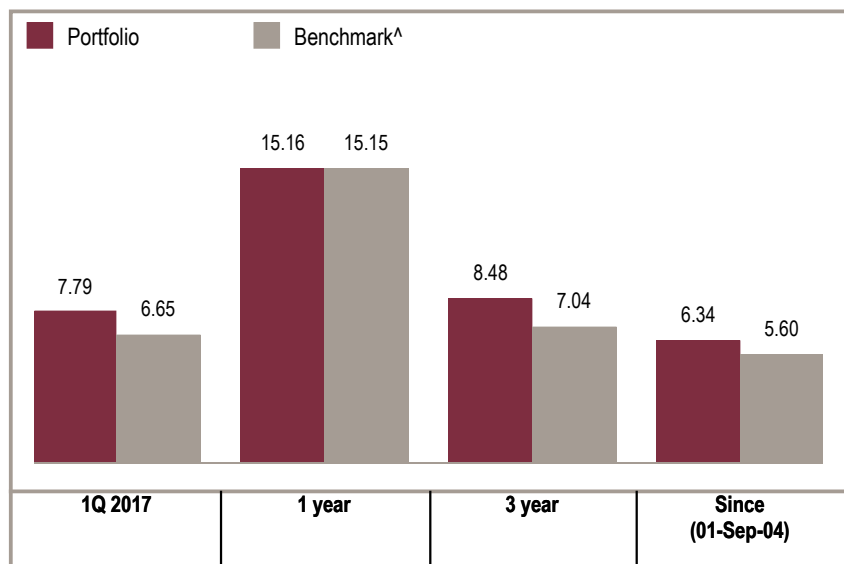
Dated: April 13, 2017



# MFS International Equity Fund

## Executive summary

### Performance results (%) net of expenses (CAD) as of 31-Mar-17



Source for benchmark performance SPAR, FactSet Research Systems Inc.

All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

<sup>^</sup> MSCI EAFE (Europe, Australasia, Far East) Index (net div)

### Asset summary (CAD)

|                                 |            |
|---------------------------------|------------|
| Beginning value as of 31-Dec-16 | 10,397,942 |
| Contributions                   | +85,881    |
| Withdrawals                     | -65,242    |
| Intra-portfolio transfers       | -857,014   |
| Change in market value          | +765,093   |
| Ending value as of 31-Mar-17    | 10,326,660 |

### Sector weights (%) as of 31-Mar-17

|                             | Portfolio | Benchmark <sup>^^</sup> |
|-----------------------------|-----------|-------------------------|
| <b>Top overweights</b>      |           |                         |
| Consumer Staples            | 18.6      | 9.8                     |
| Technology                  | 11.7      | 6.2                     |
| Special Products & Services | 8.5       | 4.1                     |
| <b>Top underweights</b>     |           |                         |
| Financial Services          | 14.7      | 24.5                    |
| Utilities & Communications  | 1.6       | 8.1                     |
| Autos & Housing             | 2.1       | 7.2                     |

<sup>^^</sup> MSCI EAFE Index

Portfolio and benchmark data shown is based on MFS' sector/industry classification methodology, which differs from the benchmark's.

The MFS International Equity Fund outperformed the MSCI EAFE Index in the first quarter of 2017.

### Contributors

- Technology – Stock selection
- Individual stocks:
  - Akzo Nobel Nv
  - Royal Dutch Shell PLC (not held)
  - Housing Development Finance Corp
  - Toyota Motor Corp (not held)

### Detractors

- Leisure – Stock selection
- Health Care – Stock selection
- Currency
- Individual stocks:
  - Suncor Energy, Inc
  - Hennes & Mauritz
  - Unilever NV (not held)

## Performance results

### Performance results (%) net of expenses (CAD) as of 31-Mar-17

| Period                             | Portfolio (%) | Benchmark <sup>^</sup> (%) | Excess return vs benchmark (%) |
|------------------------------------|---------------|----------------------------|--------------------------------|
| 1Q 2017                            | 7.79          | 6.65                       | 1.14                           |
| 4Q 2016                            | 0.13          | 1.31                       | -1.18                          |
| 3Q 2016                            | 7.36          | 7.71                       | -0.35                          |
| 2Q 2016                            | -0.62         | -1.06                      | 0.44                           |
| 2016                               | -2.55         | -2.49                      | -0.06                          |
| 2015                               | 20.84         | 18.95                      | 1.89                           |
| 2014                               | 3.48          | 3.67                       | -0.19                          |
| 2013                               | 27.73         | 31.02                      | -3.29                          |
| 2012                               | 17.89         | 14.72                      | 3.17                           |
| 1 year                             | 15.16         | 15.15                      | 0.01                           |
| 3 year                             | 8.48          | 7.04                       | 1.44                           |
| 5 year                             | 12.50         | 12.11                      | 0.39                           |
| 10 year                            | 3.98          | 2.53                       | 1.45                           |
| Since client inception (01-Sep-04) | 6.34          | 5.60                       | 0.74                           |

Source for benchmark performance SPAR, FactSet Research Systems Inc. All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

<sup>^</sup> MSCI EAFE (Europe, Australasia, Far East) Index (net div)

## Performance drivers - sectors

Relative to MSCI EAFE Index (CAD) - first quarter 2017

|                     |                             | Average relative<br>weighting (%) | Portfolio<br>returns (%) | Benchmark<br>returns (%) | Sector<br>allocation (%) | + | Stock<br>selection (%) | + | Currency<br>effect (%) | = | Relative<br>contribution (%) |
|---------------------|-----------------------------|-----------------------------------|--------------------------|--------------------------|--------------------------|---|------------------------|---|------------------------|---|------------------------------|
| <b>Contributors</b> | Technology                  | 5.6                               | 14.9                     | 11.1                     | 0.2                      |   | 0.4                    |   | 0.0                    |   | 0.6                          |
|                     | Basic Materials             | -0.6                              | 11.1                     | 6.6                      | 0.0                      |   | 0.3                    |   | -0.1                   |   | 0.3                          |
|                     | Financial Services          | -10.1                             | 8.2                      | 6.7                      | 0.0                      |   | 0.4                    |   | -0.2                   |   | 0.2                          |
|                     | Autos & Housing             | -5.1                              | 5.8                      | 3.6                      | 0.2                      |   | 0.0                    |   | -0.0                   |   | 0.2                          |
|                     | Energy                      | -2.4                              | -3.7                     | -2.3                     | 0.2                      |   | -0.0                   |   | 0.0                    |   | 0.2                          |
|                     | Utilities & Communications  | -6.6                              | 10.5                     | 5.9                      | 0.1                      |   | 0.1                    |   | 0.0                    |   | 0.1                          |
|                     | Transportation              | -0.3                              | 8.9                      | 5.3                      | 0.0                      |   | 0.2                    |   | -0.1                   |   | 0.1                          |
| <b>Detractors</b>   | Leisure                     | 3.3                               | 3.1                      | 6.2                      | -0.0                     |   | -0.1                   |   | -0.1                   |   | -0.2                         |
|                     | Health Care                 | 1.9                               | 6.5                      | 8.1                      | 0.0                      |   | -0.2                   |   | -0.0                   |   | -0.2                         |
|                     | Industrial Goods & Services | 0.1                               | 9.2                      | 10.8                     | 0.0                      |   | -0.1                   |   | 0.0                    |   | -0.1                         |
|                     | Retailing                   | -0.1                              | 3.3                      | 5.7                      | -0.0                     |   | -0.1                   |   | -0.1                   |   | -0.1                         |
|                     | Consumer Staples            | 8.4                               | 7.5                      | 9.2                      | 0.2                      |   | -0.3                   |   | -0.1                   |   | -0.1                         |
|                     | Cash                        | 1.1                               | –                        | –                        | -0.1                     |   | –                      |   | -0.0                   |   | -0.1                         |
|                     | Special Products & Services | 4.7                               | 6.7                      | 7.5                      | 0.0                      |   | -0.0                   |   | -0.0                   |   | -0.0                         |
| <b>Total</b>        |                             |                                   | <b>7.7</b>               | <b>6.8</b>               | <b>0.9</b>               |   | <b>0.6</b>             |   | <b>-0.6</b>            |   | <b>1.0</b>                   |

Attribution results are generated by the FactSet application utilising a methodology which is widely accepted in the investment industry. Results are based upon daily holdings using a buy and hold methodology to generate individual security returns and do not include expenses. As such, attribution results are essentially estimates and may not aggregate to the total return of the portfolio or of the benchmark which can be found elsewhere in this presentation.

## Performance drivers - stocks

Relative to MSCI EAFE Index (CAD) - first quarter 2017

|                     |                                  | Average Weighting |               | Returns                    |               | Relative contribution (%) |
|---------------------|----------------------------------|-------------------|---------------|----------------------------|---------------|---------------------------|
|                     |                                  | Portfolio (%)     | Benchmark (%) | Portfolio (%) <sup>1</sup> | Benchmark (%) |                           |
| <b>Contributors</b> | Akzo Nobel Nv                    | 1.7               | 0.1           | 32.0                       | 32.0          | 0.4                       |
|                     | Royal Dutch Shell PLC            | -                 | 1.7           | -                          | -4.6          | 0.2                       |
|                     | HOYA Corporation                 | 2.9               | 0.1           | 14.5                       | 14.5          | 0.2                       |
|                     | Housing Development Finance Corp | 1.1               | -             | 23.9                       | -             | 0.2                       |
|                     | Toyota Motor Corp                | -                 | 1.3           | -                          | -6.4          | 0.2                       |
| <b>Detractors</b>   | Terumo Corp                      | 1.8               | 0.1           | -6.3                       | -6.3          | -0.2                      |
|                     | WPP Group PLC                    | 2.9               | 0.2           | -1.7                       | -2.9          | -0.2                      |
|                     | Suncor Energy, Inc               | 1.5               | -             | -6.3                       | -             | -0.2                      |
|                     | Hennes & Mauritz                 | 1.2               | 0.2           | -8.6                       | -8.6          | -0.2                      |
|                     | Unilever NV                      | -                 | 1.0           | -                          | 21.2          | -0.1                      |

<sup>1</sup> Represents performance for the time period stock was held in portfolio.

Attribution results are generated by the FactSet application utilising a methodology which is widely accepted in the investment industry. Results are based upon daily holdings using a buy and hold methodology to generate individual security returns and do not include expenses. As such, attribution results are essentially estimates and may not aggregate to the total return of the portfolio or of the benchmark which can be found elsewhere in this presentation.

## Significant impacts on performance – contributors

Relative to MSCI EAFE Index (CAD) - first quarter 2017

|                          |  | Relative contribution (%) |
|--------------------------|--|---------------------------|
| <b>Technology</b>        |  | <b>0.6</b>                |
|                          | Stock selection within this sector contributed to relative performance.  |                           |
|                          | HOYA Corporation   | 0.2                       |
|                          | An overweight position in shares of medical equipment company HOYA (Japan) benefited relative performance as the company turned in quarterly results in line with street expectations, fuelled by strong memory disk sales and a higher-than-expected boost from foreign currency gains.   |                           |
| <b>Individual stocks</b> |  |                           |
|                          | Akzo Nobel Nv  | 0.4                       |
|                          | An overweight position in paint and speciality chemicals manufacturer Akzo Nobel (Netherlands) helped relative performance. Shares rallied after the company received a cash and shares takeover bid from US rival PPG Industries.   |                           |
|                          | Royal Dutch Shell PLC  | 0.2                       |
|                          | The portfolio's avoidance of global energy and petrochemicals company Royal Dutch Shell (United Kingdom) bolstered relative performance. The share came under pressure as the company's net income came in below market consensus, reflecting a controlled shutdown of its Pearl GTL gas plant due to technical issues.  |                           |
|                          | Housing Development Finance Corp   | 0.2                       |
|                          | Holding a position in shares of banking firm Housing Development Finance (India) bolstered relative performance as the company's quarterly earnings came in ahead of expectations, driven by growth in net interest income and a decline in cost of funds which lead to improved profit margins and net profit growth.   |                           |
|                          | Toyota Motor Corp  | 0.2                       |
|                          | Not owning shares of car maker Toyota Motor (Japan) aided relative returns. Shares of Toyota slid early in the reporting period after US President Donald Trump criticised the company for planning to build a new factory in Mexico. The share was further pressured as investors appeared to have been worried about changes to NAFTA that could hurt the competitive position of Toyota's Tacoma pickup trucks in the US. |                           |



## Significant impacts on performance – detractors

### Relative to MSCI EAFE Index (CAD) - first quarter 2017

|                          |                    | Relative contribution (%)   |
|--------------------------|--------------------|---|
| <b>Leisure</b>           |                    | Stock selection within this sector detracted from relative performance.   |
|                          | WPP Group PLC      | The timing of the portfolio's ownership in shares of advertising and marketing firm WPP Group (United Kingdom) hurt relative performance as account losses led to a downward revision of organic growth which weighed on the share.   |
| <b>Health Care</b>       |                    | Stock selection within this sector detracted from relative performance.   |
|                          | Terumo Corp        | The portfolio's overweight position in medical products and equipment manufacturer Terumo (Japan) detracted from relative returns. The firm announced disappointing third-quarter results and reduced its full-year outlook, as unfavourable foreign exchange movements and higher research and development costs weighed on operating profits. |
| <b>Individual stocks</b> | Suncor Energy, Inc | The portfolio's position in integrated energy company Suncor Energy (Canada) detracted from relative results. The company's quarterly earnings per share were ahead of street expectations, however, the share price declined due to a decrease in oil prices during the reporting period.  |
|                          | Hennes & Mauritz   | The portfolio's overweight position in shares of retailer Hennes & Mauritz (Sweden) weighed on relative results. The share price declined after the company reported weaker-than-anticipated sales and rising inventories, which may lead to further price markdowns.   |
|                          | Unilever NV        | Not owning shares of consumer goods company Unilever (United Kingdom) detracted from relative performance. The share price rose after Kraft Heinz revealed an interest in acquiring the firm, before having to withdraw, after Unilever expressed opposition to the deal claiming it lacked strategic and financial merit.                      |

## Significant transactions

From 01-Jan-17 to 31-Mar-17

|                  | Security  | Sector                      | Transaction type   | Trade (%) | Ending weight (%) |
|------------------|---|-----------------------------|--------------------|-----------|-------------------|
| <b>Purchases</b> | KAO CORP  | Consumer Staples            | New position       | 0.8       | 0.8               |
|                  | RELX NV   | Leisure                     | Add                | 0.4       | 1.1               |
|                  | NOVO NORDISK A/S                                      | Health Care                 | Add                | 0.3       | 1.3               |
|                  | TATA CONSULTANCY SERVICES LTD                         | Special Products & Services | Add                | 0.1       | 1.6               |
|                  | SCHNEIDER ELECTRIC                                    | Industrial Goods & Services | Add                | 0.1       | 2.3               |
| <b>Sales</b>     | YUM! BRANDS INC                                       | Leisure                     | Eliminate position | -0.6      | –                 |
|                  | TAIWAN SEMICONDUCTOR<br>MANUFACTURING COMPANY LIMITED | Technology                  | Trim               | -0.5      | 1.8               |
|                  | DANONE SA   | Consumer Staples            | Trim               | -0.5      | 1.3               |
|                  | RANDSTAD HOLDING NV                                   | Special Products & Services | Trim               | -0.4      | 1.5               |
|                  | AKZO NOBEL NV   | Basic Materials             | Trim               | -0.4      | 1.6               |

## Sector weights

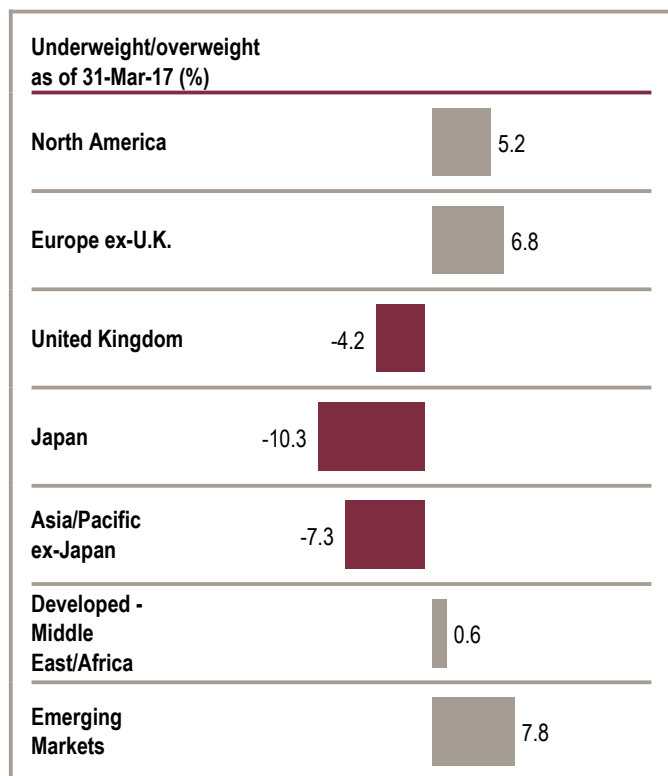
| As of 31-Mar-17             | Portfolio (%) | Benchmark^ (%) | Underweight/overweight (%) | Top holdings  |
|-----------------------------|---------------|----------------|----------------------------|---|
| Consumer Staples            | 18.6          | 9.8            | 8.8                        | Nestle SA ADR, Reckitt Benckiser Group PLC, Pernod Ricard SA            |
| Technology                  | 11.7          | 6.2            | 5.5                        | Hoya Corp, SAP SE ADR, Taiwan Semiconductor Manufacturing Co Ltd ADR    |
| Special Products & Services | 8.5           | 4.1            | 4.4                        | Compass Group PLC, Tata Consultancy Services Ltd, Amadeus IT Holding SA |
| Leisure                     | 5.7           | 2.8            | 2.9                        | WPP PLC ADR, Yum China Holdings Inc, RELX NV                            |
| Health Care                 | 12.5          | 10.5           | 2.0                        | Bayer AG, Roche Holding AG ADR, Novartis AG                             |
| Industrial Goods & Services | 7.5           | 7.3            | 0.2                        | Schneider Electric SE, FANUC Corp                                       |
| Transportation              | 2.5           | 2.7            | -0.2                       | Canadian National Railway Co  |
| Retailing                   | 4.3           | 4.6            | -0.3                       | LVMH Moet Hennessy Louis Vuitton SE, Hennes & Mauritz AB                |
| Basic Materials             | 6.5           | 7.3            | -0.8                       | Air Liquide SA ADR, Akzo Nobel NV                                       |
| Energy                      | 2.5           | 4.8            | -2.3                       | Suncor Energy Inc, Eni SpA  |
| Autos & Housing             | 2.1           | 7.2            | -5.1                       | Denso Corp  |
| Utilities & Communications  | 1.6           | 8.1            | -6.5                       | Engie SA  |
| Financial Services          | 14.7          | 24.5           | -9.8                       | AIA Group Ltd, UBS Group AG, ING Groep NV                               |

^ MSCI EAFE Index

1.3% Cash & cash equivalents

Portfolio and benchmark data shown is based on MFS' sector/industry classification methodology, which differs from the benchmark's.

## Region and country weights



1.3% Cash & cash equivalents

<sup>1</sup> The portfolio does not own any securities in countries represented in the benchmark in the following percentages: Finland 1.0%; Norway 0.6%; Ireland 0.5% and 3 countries with weights less than 0.5% which totals to 0.5%.

|                                       | Portfolio (%) | Benchmark <sup>^</sup> (%) | Underweight/overweight (%) |
|---------------------------------------|---------------|----------------------------|----------------------------|
| <b>North America</b>                  | <b>5.2</b>    | <b>0.0</b>                 | <b>5.2</b>                 |
| Canada                                | 4.7           | 0.0                        | 4.7                        |
| United States                         | 0.6           | 0.0                        | 0.6                        |
| <b>Europe ex-U.K.</b>                 | <b>52.2</b>   | <b>45.4</b>                | <b>6.8</b>                 |
| Switzerland                           | 13.2          | 8.7                        | 4.5                        |
| France                                | 14.2          | 10.2                       | 4.0                        |
| Netherlands                           | 6.6           | 3.4                        | 3.2                        |
| Germany                               | 11.2          | 9.5                        | 1.7                        |
| Denmark                               | 2.0           | 1.6                        | 0.4                        |
| Belgium                               | 1.0           | 1.2                        | -0.2                       |
| Italy                                 | 1.4           | 2.2                        | -0.8                       |
| Sweden                                | 1.1           | 2.9                        | -1.8                       |
| Spain                                 | 1.5           | 3.4                        | -1.9                       |
| Other countries <sup>1</sup>          | 0.0           | 2.4                        | -2.4                       |
| <b>United Kingdom</b>                 | <b>13.7</b>   | <b>17.9</b>                | <b>-4.2</b>                |
| <b>Japan</b>                          | <b>13.1</b>   | <b>23.4</b>                | <b>-10.3</b>               |
| <b>Asia/Pacific ex-Japan</b>          | <b>5.3</b>    | <b>12.6</b>                | <b>-7.3</b>                |
| Singapore                             | 2.1           | 1.3                        | 0.8                        |
| Hong Kong                             | 2.7           | 3.5                        | -0.8                       |
| Australia                             | 0.5           | 7.6                        | -7.1                       |
| Other countries <sup>1</sup>          | 0.0           | 0.2                        | -0.2                       |
| <b>Developed - Middle East/Africa</b> | <b>1.3</b>    | <b>0.7</b>                 | <b>0.6</b>                 |
| Israel                                | 1.3           | 0.7                        | 0.6                        |
| <b>Emerging Markets</b>               | <b>7.8</b>    | <b>0.0</b>                 | <b>7.8</b>                 |
| India                                 | 2.9           | 0.0                        | 2.9                        |
| China                                 | 2.2           | 0.0                        | 2.2                        |
| Taiwan                                | 1.8           | 0.0                        | 1.8                        |
| Brazil                                | 0.9           | 0.0                        | 0.9                        |

<sup>^</sup> MSCI EAFE Index

## Characteristics

| As of 31-Mar-17   | Portfolio | Benchmark <sup>^</sup> |
|---|-----------|------------------------|
| <b>Fundamentals - weighted average</b>                  |           |                        |
| IBES long-term EPS growth <sup>1</sup>                  | 9.2%      | 10.3%                  |
| Price/earnings (12 months forward ex-negative earnings) | 17.2x     | 14.9x                  |
| Return on invested capital                              | 12.3%     | 8.9%                   |
| <b>Market capitalisation</b>                            |           |                        |
| Market capitalisation (CAD) <sup>2</sup>                | 88.0 bn   | 75.3 bn                |
| <b>Diversification</b>                                  |           |                        |
| Top ten holdings  | 28%       | 11%                    |
| Number of holdings                                      | 74        | 929                    |
| <b>Turnover</b>   |           |                        |
| Trailing 1 year turnover <sup>3</sup>                   | 22%       | –                      |
| <b>Risk profile (current)</b>                           |           |                        |
| Barra predicted tracking error <sup>4</sup>             | 3.20%     | –                      |
| Active share  | 82%       | –                      |
| <b>Risk/reward (5 year)</b>                             |           |                        |
| Historical tracking error                               | 3.14%     | –                      |

<sup>^</sup> MSCI EAFE Index

<sup>1</sup> Source: Thomson Reuters

<sup>2</sup> Weighted average.

<sup>3</sup> (Lesser of Purchase or Sales)/Average Month End Market Value

<sup>4</sup> Source: Barra

**Past performance is no guarantee of future results. No forecasts can be guaranteed.**

| As of 31-Mar-17       | Portfolio (%) | Benchmark <sup>^</sup> (%) |
|-----------------------|---------------|----------------------------|
| <b>Top 10 issuers</b> |               |                            |
| NESTLE SA             | 3.8           | 1.8                        |
| BAYER AG              | 3.4           | 0.7                        |
| HOYA CORP             | 3.1           | 0.1                        |
| ROCHE HOLDINGS AG     | 3.0           | 1.4                        |
| WPP PLC               | 2.7           | 0.2                        |
| SAP SE                | 2.5           | 0.7                        |
| COMPASS GROUP EQUITY  | 2.4           | 0.2                        |
| SCHNEIDER ELECTRIC    | 2.3           | 0.3                        |
| AIA GROUP LTD         | 2.3           | 0.6                        |
| UBS GROUP AG          | 2.3           | 0.4                        |
| <b>Total</b>          | <b>28.0</b>   | <b>6.6</b>                 |

## Portfolio outlook and positioning

### MARKET REVIEW

Unusually, politics remained at the forefront of investors' minds in the early months of 2017. As the Trump administration continued to take shape, the new President suffered his first legislative setback, by having to defer the vote on repealing 'Obamacare' at the end of the first quarter. Nerves remained on edge in Europe despite the defeat of the far-right Dutch candidate, as other candidates had to adopt more populist positions; as has also been the case in the run-up to the French elections, with Marine Le Pen continuing to perform well in polls ahead of the first round of voting. In the UK, Prime Minister Theresa May finally started the Brexit countdown at the end of March, with public negotiating positions of Britain and her 27 soon-to-be-ex EU partners as far apart as might be anticipated two years before a deal must be struck (presuming one is eventually reached).

While equities continued to 'climb the wall of worry', sector leadership shifted somewhat as the euphoric tone of Trump's election abated somewhat. Although sentiment indicators have picked up in the US and beyond, as yet there has been little feed-through into real economic data, and we see little evidence of company management teams ramping capex to meet anticipated increases in demand. Perhaps they realise there is something awry, when as one of our portfolio managers put it, "all companies think they'll be beneficiaries of tax reform." Some of the top-performing sectors in the MSCI EAFE Index in Q1 2017 – consumer staples and health care – were the biggest laggards in Q4 2016; whereas energy went from top to bottom of the heap – again largely due to shifts in sentiment rather than underlying fundamentals changing.

In the consumer staples sector, for instance, earnings prospects haven't really moved, but were seen in a more favourable relative light by investors as cyclical optimism elsewhere was called into question a bit more.

During the first quarter of 2017, the portfolio's performance bested the index. This was largely due to our stock selection within technology, basic materials and financial services. Technology was a particularly strong contributor to performance driven by our holdings of Hoya, Taiwan Semiconductor, Check Point Software and Alibaba. All of these companies reported strong results and are levered to attractive secular trends including the continued proliferation of smartphones and tablets, digitisation, internet security and e-commerce. Additionally, our overweight positions in consumer staples and technology, coupled with our underweight to energy and autos & housing, also positively impacted relative performance.

## Portfolio outlook and positioning

### PORTFOLIO POSITIONING

As of March 31, 2017, the portfolio continued to overweight the consumer staples sector. We continued to feel well-positioned with our overweight position in consumer staples companies, which generally have more durable businesses models, greater geographical diversification, and less earnings volatility than the overall market. Not surprisingly, the consumer staples sector had lagged the overall market in the 'risk on' cyclically-led environment during the fourth quarter of 2016, but rebounded strongly in the first quarter of 2017.

Our consistent overweight position in consumer staples has reflected a long term view on companies that are of higher quality and can compound above-average earnings growth rates through cycles with lower variability from year to year. Our research shows that historically over the long term, the consumer staples sector has delivered higher and less volatile earnings growth than the overall market, which supports their premium valuation relative to the market. Although it varies on a stock-by-stock basis, overall we believe the consumer staples sector's valuation remains reasonable versus the historical range and other sectors.

Within financials, we remain under-exposed mainly due to our belief that most developed market commercial banks and insurance companies cannot grow faster than global GDP through a full economic cycle. We also have concerns around regulatory risk, increased capital requirements and lower returns for these companies going forward. We are also concerned about the increased risks for these companies given the political issues facing many developed market countries' financial systems, and the near-term ramifications of the Brexit negotiations. Finally, still historically low bond yields (although above lowest levels) across many regions continue to depress net interest margins for developed market commercial banks.

Following are some of our key trades during the quarter:

- Within consumer staples, initiating a position in Japan-based Kao Corporation. The company manufactures beauty, health care and chemical products. The company's relative valuation has contracted significantly and we believe the company will realise a strong recovery in operating margins in the cosmetics business due to product innovations.
- Eliminating Taiwan-based Hon Hai Precision Industry Co., which manufactures nanotechnology, heat transfer, wireless connectivity and materials sciences, as the share price reached near record high levels following the success linked to the adoption of the Apple iPhone 7.

## Portfolio outlook and positioning

The International Equity portfolio management team continues to explore ideas in Japan, where growth is still sluggish, but there is greater focus on ROE by corporations, improving corporate governance and valuations appear attractive. After meeting with dozens of companies at a conference in Germany in January, the team will be headed to Japan for several weeks to visit company management teams during April. Later in June, following the French elections, the team will be on the road again in Paris for more company visits and a large industry conference.

As a reminder, the International Equity strategy relies on bottom-up, fundamental research to identify high-quality companies that have sustainable, above-average growth and returns, and whose prospects are not fully reflected in their stock valuations. Unlike the overall market, which tends to be short-term oriented, the average holding period in the portfolio is nearly seven years. Our objective is to invest our clients' assets, rather than to speculate on near-term macroeconomic events that are difficult to predict or quantify. We also continue to review our risk exposures on a regular basis, especially as it pertains to our large active sector weights. We remain confident our differentiated, truly long term approach will continue to deliver outperformance over time.

### MARKET OUTLOOK

Looking at valuations around the world, Europe was trading at 15.3x forward earnings at quarter end, about 25% above its 10-yr average of 12.2x forward earnings. However, many European companies are under-earning currently, so we believe European valuations aren't as expensive as they appear optically. If European economic growth is more muted in the near-term due to uncertainty related to the Brexit negotiations, this may be offset, in part, by a potentially weaker euro benefiting multinational exporters. In Japan, companies were trading around 14.2x forward earnings at quarter end, which is slightly below the 10-yr average of 15.0x forward earnings. Though valuations look somewhat attractive overall, it's worth noting that many Japanese multinationals have been overearning from a weaker yen over the past few years. If the yen continues to weaken relative to the US dollar, then this would have a positive effect on earnings for Japanese exporters (thus lowering P/E multiples). Given our strategy's emphasis on above-average growth, we are generally underweight Japan, where growth has been more sluggish than in other regions. Finally, in emerging markets, companies were trading at 12.4x forward earnings at quarter end, which is near a 12% premium to the 10-yr average of 11.1x forward earnings. It is worth noting that if the US dollar continues to be strong, this may put near-term pressure on the earnings of companies domiciled in emerging markets.

From a more micro perspective, we believe the unpredictability and lack of clarity regarding several of Trump's agenda items (and their timing) is likely to create higher volatility and risk aversion in the markets. Typically in such market environments, investors place a premium on the highest quality, most durable business models. Since these are the types of businesses we try to identify for your portfolio, we feel well positioned in the current market environment.

The commentary included in this report was based on a representative fully discretionary portfolio for this product style; as such the commentary may include securities not held in your portfolio due to account, fund, or other limits.



## Portfolio holdings

| As of 31-Mar-17                           | Holding                              | Country        | Equivalent exposure (%) |
|---|--------------------------------------|----------------|-------------------------|
| <b>Autos &amp; Housing (2.1%)</b>         | Denso Corp                           | Japan          | 1.5                     |
|   | Delphi Automotive PLC                | United States  | 0.6                     |
| <b>Basic Materials (6.5%)</b>             | Air Liquide SA ADR                   | France         | 2.3                     |
|   | Akzo Nobel NV                        | Netherlands    | 1.6                     |
|   | Rio Tinto PLC ADR                    | United Kingdom | 1.0                     |
|   | Linde AG                             | Germany        | 0.7                     |
|   | Shin-Etsu Chemical Co Ltd            | Japan          | 0.5                     |
|   | Orica Ltd                            | Australia      | 0.5                     |
| <b>Cash &amp; Cash Equivalents (1.3%)</b> | Cash & Cash Equivalents              |                | 1.3                     |
| <b>Consumer Staples (18.6%)</b>           | Nestle SA ADR                        | Switzerland    | 3.8                     |
|   | Reckitt Benckiser Group PLC          | United Kingdom | 2.3                     |
|   | Pernod Ricard SA                     | France         | 2.2                     |
|   | Beiersdorf AG                        | Germany        | 2.0                     |
|   | Diageo PLC ADR                       | United Kingdom | 1.7                     |
|   | Danone SA                            | France         | 1.3                     |
|   | Japan Tobacco Inc                    | Japan          | 1.2                     |
|   | L'Oreal SA                           | France         | 1.0                     |
|   | Ambev SA ADR                         | Brazil         | 0.9                     |
|   | Kao Corp                             | Japan          | 0.8                     |
|   | Carlsberg AS                         | Denmark        | 0.6                     |
|   | Luxottica Group SpA                  | Italy          | 0.4                     |
|   | Heineken NV                          | Netherlands    | 0.3                     |
| <b>Energy (2.5%)</b>                      | Suncor Energy Inc                    | Canada         | 1.4                     |
|   | Eni SpA                              | Italy          | 1.0                     |
| <b>Financial Services (14.7%)</b>         | AIA Group Ltd                        | Hong Kong      | 2.3                     |
|   | UBS Group AG                         | Switzerland    | 2.3                     |
|   | ING Groep NV                         | Netherlands    | 2.1                     |
|   | DBS Group Holdings Ltd               | Singapore      | 1.6                     |
|   | Housing Development Finance Corp Ltd | India          | 1.3                     |
|   | KBC Group NV                         | Belgium        | 1.0                     |
|   | Julius Baer Group Ltd                | Switzerland    | 1.0                     |

## Portfolio holdings

| As of 31-Mar-17                               | Holding                             | Country        | Equivalent exposure (%) |
|---|-------------------------------------|----------------|-------------------------|
| <b>Financial Services (continued) (14.7%)</b> | Zurich Insurance Group AG           | Switzerland    | 0.9                     |
|   | Barclays PLC                        | United Kingdom | 0.8                     |
|   | Prudential PLC                      | United Kingdom | 0.7                     |
|   | Element Financial Corp              | Canada         | 0.6                     |
| <b>Health Care (12.5%)</b>                    | Bayer AG                            | Germany        | 3.4                     |
|   | Roche Holding AG ADR                | Switzerland    | 3.0                     |
|   | Novartis AG                         | Switzerland    | 1.8                     |
|   | Terumo Corp                         | Japan          | 1.8                     |
|   | Novo Nordisk AS                     | Denmark        | 1.3                     |
|   | Merck KGaA                          | Germany        | 1.2                     |
| <b>Industrial Goods &amp; Services (7.5%)</b> | Schneider Electric SE               | France         | 2.3                     |
|   | FANUC Corp                          | Japan          | 1.3                     |
|   | Daikin Industries Ltd               | Japan          | 1.0                     |
|   | Legrand SA                          | France         | 0.9                     |
|   | Kubota Corp                         | Japan          | 0.8                     |
|   | Rolls-Royce Holdings PLC            | United Kingdom | 0.6                     |
|   | MTU Aero Engines AG                 | Germany        | 0.6                     |
| <b>Leisure (5.7%)</b>                         | WPP PLC ADR                         | United Kingdom | 2.7                     |
|   | Yum China Holdings Inc              | China          | 1.1                     |
|   | RELX NV                             | Netherlands    | 1.1                     |
|   | ProSiebenSat.1 Media SE             | Germany        | 0.7                     |
| <b>Retailing (4.3%)</b>                       | LVMH Moët Hennessy Louis Vuitton SE | France         | 2.1                     |
|   | Hennes & Mauritz AB                 | Sweden         | 1.1                     |
|   | Loblaw Cos Ltd                      | Canada         | 0.6                     |
|   | Hermès International                | France         | 0.2                     |
|   | Global Brands Group Holding Ltd     | Hong Kong      | 0.2                     |
|   | Li & Fung Ltd                       | Hong Kong      | 0.2                     |
| <b>Special Products &amp; Services (8.5%)</b> | Compass Group PLC                   | United Kingdom | 2.4                     |
|   | Tata Consultancy Services Ltd       | India          | 1.6                     |
|   | Amadeus IT Holding SA               | Spain          | 1.5                     |
|   | Randstad Holding NV                 | Netherlands    | 1.5                     |

## Portfolio holdings

| As of 31-Mar-17   | Holding                                       | Country        | Equivalent exposure (%) |
|---|---|----------------|-------------------------|
| <b>Special Products &amp; Services (continued) (8.5%)</b> | Experian PLC                                  | United Kingdom | 0.8                     |
|   | Smiths Group PLC                              | United Kingdom | 0.7                     |
| <b>Technology (11.7%)</b>                                 | Hoya Corp                                     | Japan          | 3.1                     |
|   | SAP SE ADR                                    | Germany        | 2.5                     |
|   | Taiwan Semiconductor Manufacturing Co Ltd ADR | Taiwan         | 1.8                     |
|   | Check Point Software Technologies Ltd         | Israel         | 1.3                     |
|   | Kyocera Corp                                  | Japan          | 1.2                     |
|   | Alibaba Group Holding Ltd ADR                 | China          | 1.1                     |
|   | Dassault Systemes                             | France         | 0.8                     |
| <b>Transportation (2.5%)</b>                              | Canadian National Railway Co                  | Canada         | 2.0                     |
|   | Kuehne + Nagel International AG               | Switzerland    | 0.4                     |
| <b>Utilities &amp; Communications (1.6%)</b>              | Engie SA                                      | France         | 1.1                     |
|   | Singapore Telecommunications Ltd              | Singapore      | 0.5                     |



**CERTIFICATE OF PORTFOLIO COMPLIANCE**

**To the Unit Holders of the MFS International Equity Fund**

To the best of my knowledge, for the quarter ending March 31, 2017, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the applicable Offering Memorandum or Offering Memoranda for the MFS International Equity Fund. Such certification is subject to the following conditions: (i) MFS' compliance testing is performed using portfolio valuation reports derived from its internal security inventory system and not the books and records of the Portfolio; and (ii) MFS is responsible for compliance with the investment restrictions as stated in the applicable Offering Memorandum or Offering Memoranda.

MFS Investment Management Canada Limited.

BY: *Christina Forster Pazienza*  
**Christina Forster Pazienza, CPA, CA**  
Vice President & Chief Compliance Officer

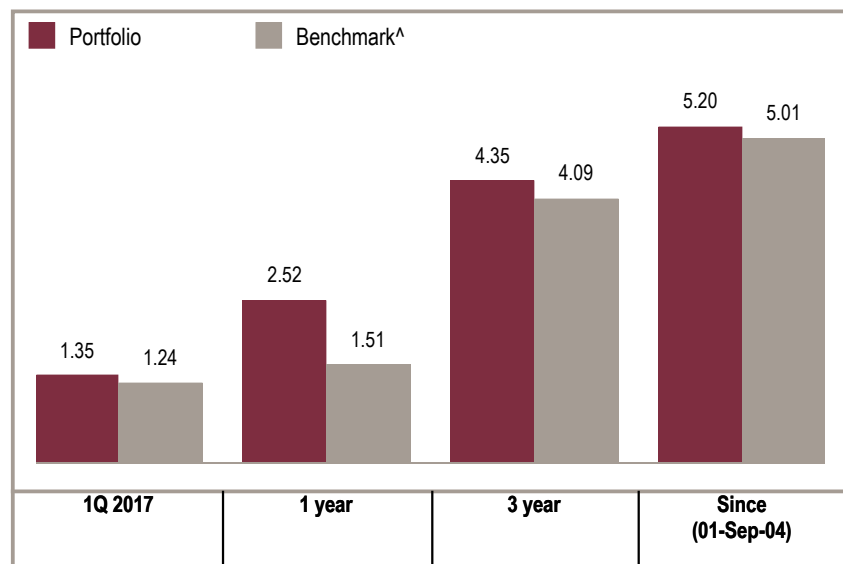
Dated: April 13, 2017



## MFS Canadian Fixed Income Fund

## Executive summary

### Performance results (%) net of expenses (CAD) as of 31-Mar-17



Source for benchmark performance SPAR, FactSet Research Systems Inc.

All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

<sup>^</sup> FTSE TMX Canada Universe Bond Index

### Asset summary (CAD)

|                                 |            |
|---------------------------------|------------|
| Beginning value as of 31-Dec-16 | 15,672,899 |
| Contributions                   | +136,740   |
| Withdrawals                     | -107,383   |
| Intra-portfolio transfers       | +873,030   |
| Change in market value          | +214,087   |
| Ending value as of 31-Mar-17    | 16,789,373 |

### Key portfolio characteristics as of 31-Mar-17

|                            | Portfolio | Benchmark <sup>^^</sup> |
|----------------------------|-----------|-------------------------|
| Average effective duration | 7.67yrs   | 7.35yrs                 |
| Yield to worst             | 2.22%     | 2.06%                   |

<sup>^^</sup> FTSE TMX Canada Bond Universe Index

### Portfolio composition (%)

|                         |       |       |
|-------------------------|-------|-------|
| Federal                 | 30.16 | 36.79 |
| Provincial              | 31.68 | 33.97 |
| Municipal               | 1.98  | 1.91  |
| Corporate               | 36.20 | 27.33 |
| Cash & Cash Equivalents | -0.02 | 0.00  |

## Performance results

Performance results (%) net of expenses (CAD) as of 31-Mar-17

| Period                             | Portfolio (%) | Benchmark <sup>^</sup> (%) | Excess return vs benchmark (%) |
|------------------------------------|---------------|----------------------------|--------------------------------|
| 1Q 2017                            | 1.35          | 1.24                       | 0.11                           |
| 4Q 2016                            | -3.13         | -3.44                      | 0.31                           |
| 3Q 2016                            | 1.50          | 1.19                       | 0.31                           |
| 2Q 2016                            | 2.88          | 2.62                       | 0.26                           |
| 2016                               | 2.56          | 1.66                       | 0.90                           |
| 2015                               | 3.05          | 3.52                       | -0.47                          |
| 2014                               | 9.41          | 8.79                       | 0.62                           |
| 2013                               | -0.71         | -1.19                      | 0.48                           |
| 2012                               | 4.46          | 3.60                       | 0.86                           |
| 1 year                             | 2.52          | 1.51                       | 1.01                           |
| 3 year                             | 4.35          | 4.09                       | 0.26                           |
| 5 year                             | 3.88          | 3.52                       | 0.36                           |
| 10 year                            | 5.03          | 4.82                       | 0.21                           |
| Since client inception (01-Sep-04) | 5.20          | 5.01                       | 0.19                           |

Source for benchmark performance SPAR, FactSet Research Systems Inc. All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

<sup>^</sup> FTSE TMX Canada Universe Bond Index












## Significant impacts on performance

Relative to FTSE TMX Canada Bond Universe Index - first quarter 2017

|                     |  |   |
|---------------------|--|---|
| <b>Contributors</b> | Sector allocation                                  | The portfolio's overweight exposure to corporates, and in particular industrial bonds, at the expense of federal government bonds added value during the quarter as corporate spreads narrowed significantly. |
|                     | Security selection in financials and communication | Strong security selection in financial and communication bonds contributed to results, especially the portfolio's preference for Maple financials and long-dated telecom bonds.                               |
|                     | Duration positioning                               | The portfolio's modestly long duration position relative to the benchmark added value during the quarter as Government of Canada bond yields fell in terms longer than one year.                              |
| <b>Detractors</b>   | Security selection in industrials and provincials  | Weak selection in industrial and provincial bonds detracted from results, particularly shorter-dated Ontario and Quebec bonds and not owning Empire, which was downgraded below investment grade.             |



## Positioning

| As of 31-Mar-17              |                              | Portfolio (%) | Benchmark <sup>^</sup> (%) | Underweight/overweight (%)  |
|------------------------------|------------------------------|---------------|----------------------------|---|
| <b>Portfolio composition</b> | Federal                      | 30.16         | 36.79                      | -6.63  |
|                              | Provincial                   | 31.68         | 33.97                      | -2.29  |
|                              | Municipal                    | 1.98          | 1.91                       | 0.07   |
|                              | Corporate                    | 36.20         | 27.33                      | 8.87   |
|                              | Cash & Cash Equivalents      | -0.02         | 0.00                       | -0.02  |
|                              | <b>Corporate composition</b> | Communication | 0.94                       | 2.72  |
| Energy                       |                              | 7.72          | 5.06                       | 2.66   |
| Financial                    |                              | 19.51         | 11.17                      | 8.34   |
| Industrial                   |                              | 4.77          | 1.75                       | 3.02   |
| Infrastructure               |                              | 1.63          | 4.33                       | -2.70  |
| Real Estate                  |                              | 1.35          | 1.70                       | -0.35  |
| Securitization               |                              | 0.28          | 0.60                       | -0.32  |

<sup>^</sup> FTSE TMX Canada Bond Universe Index

## Characteristics

| As of 31-Mar-17                       | Portfolio | Benchmark <sup>^</sup> |
|---------------------------------------|-----------|------------------------|
| <b>Fundamentals</b>                   |           |                        |
| Average effective duration            | 7.67yrs   | 7.35yrs                |
| Average coupon                        | 3.31%     | 3.45%                  |
| Average quality <sup>1</sup>          | AA-       | AA                     |
| Average effective maturity            | 10.23yrs  | 10.24yrs               |
| Yield to worst                        | 2.22%     | 2.06%                  |
| <b>Diversification</b>                |           |                        |
| Number of holdings                    | 111       | 1,421                  |
| <b>Turnover</b>                       |           |                        |
| Trailing 1 year turnover <sup>2</sup> | 43%       | –                      |
| <b>Risk/reward (5 year)</b>           |           |                        |
| Historical tracking error             | 0.65%     | –                      |
| Information ratio                     | 0.56      | –                      |

<sup>^</sup> FTSE TMX Canada Bond Universe Index

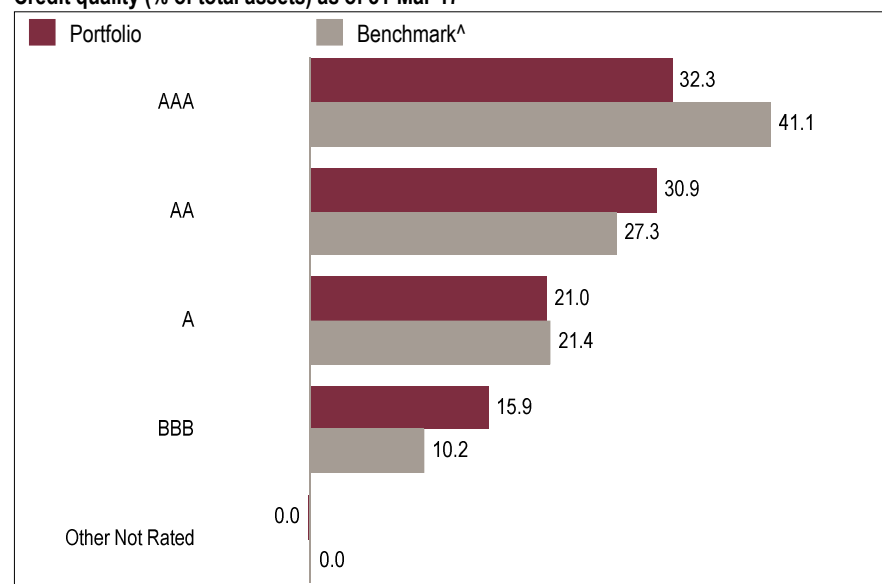
<sup>1</sup> The Average Credit Quality (ACQR) is a market weighted average (using a linear scale) of securities included in the rating categories.

<sup>2</sup> (Lesser of Purchase or Sales)/Average Month End Market Value

**Past performance is no guarantee of future results.**

| Effective term structure as of 31-Mar-17 | Portfolio (%) | Benchmark <sup>^</sup> |
|--|---------------|------------------------|
| Less than 1 Year                         | 0.8           | 0.0                    |
| 1-5 Years                                | 35.9          | 45.4                   |
| 5-10 Years                               | 32.9          | 22.5                   |
| 10+ Years                                | 30.3          | 32.2                   |
| Mid-Term (3-10 Years)                    | 51.2          | 43.9                   |

### Credit quality (% of total assets) as of 31-Mar-17



The MFS portfolio's quality breakdown is based on MFS' own methodology, which is different from that used by the benchmark provider. MFS has not independently verified the benchmark data. For all securities other than those specifically described below, ratings are assigned to underlying securities utilizing ratings from Dominion Bond Rating Service (DBRS), Standard and Poor's, Moody's Investors Service, and Fitch rating agencies. In cases where the agencies do not agree on the credit rating, the rating is classified according to the following rules: If two agencies rate a security, and the ratings are not equal, use the lower of the two ratings; if three agencies rate a security, use the most common rating; in the rare event that all three agencies disagree, use the middle rating. If four agencies rate a security, use the most common rating; if four agencies rate a security with a two way split, use the lower rating. In the highly unlikely event that all four agencies disagree, consider the three lower ratings applying the three rating methodology rule. Ratings are shown in the S&P and DBRS scale (e.g., AAA). All ratings are subject to change. U.S. Government includes securities issued by the U.S. Department of the Treasury. Federal Agencies includes rated and unrated U.S. Agency fixed-income securities, U.S. Agency MBS, and CMOs of U.S. Agency MBS. Other Not Rated includes fixed income securities which have not been rated by any rating agency, and cash.

## Portfolio outlook and positioning

The Canadian bond market partially erased some of the negative returns from Q4 2016 to post a 1.24% return in Q1 2017. Our core economic views have not changed this quarter. We continue to expect moderate non-recessionary global growth with low inflation and on-going headwinds from excess debt. We do not expect US fiscal stimulus and tax reform to meet current optimistic expectations in terms of timing and impact on growth. We also believe trade rhetoric is a potential headwind, particularly to Canada where US exports are roughly 25% of Canadian GDP.

We continue to expect credit to outperform over the course of the cycle, though many credits are looking fully valued. While we don't anticipate a recession or a major default cycle which would lead to a blow-out in spreads, it is difficult to see a material spread narrowing from current levels. As a result we trimmed the corporate allocation, including BBBs given outperformance, as the credit cycle has matured with proceeds deployed into provincials and federals. Nevertheless we remain overweight credit given still positive carry, and we remain focused on both bonds where there is a margin of safety and issuers with strong cross-cycle fundamentals. Right now we see opportunities in Maple bonds, utilities and the energy sector.

We expect the Federal Reserve to continue to hike in 2017, but we do not expect the Bank of Canada (BoC) to match these increases given our outlook in Canada for soft growth and high consumer debt levels. With modest hikes by the BoC priced in, we believe there is value in the 5 to 10 year sector of the bond market and as a result we are overweight this part of the yield curve and slightly long duration relative to the benchmark.

The commentary included in this report was based on a representative fully discretionary portfolio for this product style; as such the commentary may include securities not held in your portfolio due to account, fund, or other limits.

## Portfolio holdings

| As of 31-Mar-17                  | Issuer                          | Coupon               | Maturity Date | Equivalent exposure (%) |
|----------------------------------|---------------------------------|----------------------|---------------|-------------------------|
| Cash & Cash Equivalents (-0.02%) | CASH & CASH EQUIVALENTS         |                      |               | -0.02                   |
| Communication (0.94%)            | BELL CANADA INC                 | 4.750                | Sep 29 44     | 0.41                    |
|                                  | ROGERS COMMUNICATIONS INC       | 6.560                | Mar 22 41     | 0.52                    |
| Energy (7.72%)                   | BP CAPITAL MARKETS PLC          | 3.497                | Nov 09 20     | 0.97                    |
|                                  | BRUCE POWER LP                  | 2.844                | Jun 23 21     | 0.50                    |
|                                  | BRUCE POWER LP                  | 3.000                | Jun 21 24     | 0.35                    |
|                                  | BRUCE POWER LP                  | 3.969                | Jun 23 26     | 0.50                    |
|                                  | CANADIAN NATURAL RESOURCES LTD  | 3.550                | Jun 03 24     | 0.50                    |
|                                  | CU INC                          | 3.805                | Sep 10 42     | 0.71                    |
|                                  | ENBRIDGE GAS DISTRIBUTION INC   | 5.210                | Feb 25 36     | 0.55                    |
|                                  | ENBRIDGE INC                    | 4.240                | Aug 27 42     | 0.53                    |
|                                  | HUSKY ENERGY INC                | 3.550                | Mar 12 25     | 0.54                    |
|                                  | NORTH WEST REDWATER PARTNERSHIP | 4.150                | Jun 01 33     | 0.27                    |
|                                  | PEMBINA PIPELINE CORP           | 4.750                | Apr 30 43     | 0.78                    |
|                                  | TRANSCANADA PIPELINES LTD       | 4.550                | Nov 15 41     | 0.41                    |
|                                  | WESTCOAST ENERGY INC            | 4.570                | Jul 02 20     | 0.69                    |
|                                  | WESTCOAST ENERGY INC            | 3.430                | Sep 12 24     | 0.42                    |
|                                  | Federal (30.16%)                | CANADA HOUSING TRUST | 1.750         | Jun 15 18               |
| CANADA HOUSING TRUST             |                                 | 2.350                | Dec 15 18     | 5.34                    |
| CANADA HOUSING TRUST             |                                 | 2.000                | Dec 15 19     | 0.21                    |
| CANADA HOUSING TRUST             |                                 | 3.750                | Mar 15 20     | 2.48                    |
| CANADA HOUSING TRUST             |                                 | 2.400                | Dec 15 22     | 1.00                    |
| CANADIAN GOVERNMENT              |                                 | 0.500                | Mar 01 22     | 4.84                    |
| CANADIAN GOVERNMENT              |                                 | 1.500                | Jun 01 23     | 3.63                    |
| CANADIAN GOVERNMENT              |                                 | 2.500                | Jun 01 24     | 1.49                    |
| CANADIAN GOVERNMENT              |                                 | 2.250                | Jun 01 25     | 0.11                    |
| CANADIAN GOVERNMENT              |                                 | 1.500                | Jun 01 26     | 4.28                    |
| CANADIAN GOVERNMENT              |                                 | 5.750                | Jun 01 29     | 0.64                    |
| CANADIAN GOVERNMENT              |                                 | 5.750                | Jun 01 33     | 1.16                    |
| CANADIAN GOVERNMENT              |                                 | 3.500                | Dec 01 45     | 1.77                    |

## Portfolio holdings

| As of 31-Mar-17              | Issuer                                 | Coupon | Maturity Date | Equivalent exposure (%) |
|------------------------------|--|--------|---------------|-------------------------|
| Federal (continued) (30.16%) | CANADIAN GOVERNMENT                    | 2.750  | Dec 01 48     | 0.92                    |
|                              | PSP CAPITAL INC.                       | 1.340  | Aug 18 21     | 0.85                    |
|                              | PSP CAPITAL INC.                       | 3.290  | Apr 04 24     | 0.40                    |
| Financial (19.51%)           | BANK OF MONTREAL                       | 2.840  | Jun 04 20     | 0.95                    |
|                              | BANK OF MONTREAL                       | 3.400  | Apr 23 21     | 0.40                    |
|                              | BANK OF NOVA SCOTIA                    | 2.750  | Aug 13 18     | 0.83                    |
|                              | BANK OF NOVA SCOTIA                    | 3.270  | Jan 11 21     | 0.52                    |
|                              | CANADIAN IMPERIAL BANK OF COMMERCE     | 2.220  | Mar 07 18     | 0.05                    |
|                              | CANADIAN WESTERN BANK                  | 2.377  | Jan 23 20     | 0.16                    |
|                              | CATERPILLAR FINANCIAL SERVICES LTD     | 2.290  | Jun 01 18     | 0.57                    |
|                              | CITIGROUP INC                          | 3.390  | Nov 18 21     | 1.01                    |
|                              | CITIGROUP INC                          | 4.090  | Jun 09 25     | 1.07                    |
|                              | DAIMLER CANADA FINANCE INC             | 2.270  | Mar 26 18     | 0.17                    |
|                              | FORD CREDIT CANADA LTD                 | 2.450  | May 07 20     | 0.59                    |
|                              | GENERAL MOTORS FINANCIAL OF CANADA LTD | 3.080  | May 22 20     | 0.53                    |
|                              | GOLDMAN SACHS GROUP INC                | 5.200  | Apr 19 22     | 0.98                    |
|                              | HONDA CANADA FINANCE INC               | 2.350  | Jun 04 18     | 0.25                    |
|                              | HSBC BANK CANADA                       | 2.938  | Jan 14 20     | 0.03                    |
|                              | IGM FINANCIAL INC                      | 4.560  | Jan 25 47     | 0.21                    |
|                              | JOHN DEERE CANADA FUNDING INC          | 2.650  | Jul 16 18     | 0.31                    |
|                              | JPMORGAN CHASE & CO                    | 1.953  | Feb 22 21     | 0.57                    |
|                              | JPMORGAN CHASE & CO                    | 3.190  | Mar 05 21     | 0.86                    |
|                              | MANUFACTURERS LIFE INSURANCE CO        | 3.181  | Nov 22 27     | 0.65                    |
|                              | MERRILL LYNCH & CO INC                 | 2.604  | Mar 15 23     | 0.31                    |
|                              | METROPOLITAN LIFE GLOBAL FUNDING I     | 3.027  | Jun 11 20     | 0.95                    |
|                              | MORGAN STANLEY                         | 3.125  | Aug 05 21     | 0.90                    |
|                              | NATIONAL BANK OF CANADA                | 2.404  | Oct 28 19     | 0.73                    |
|                              | POWER FINANCIAL CORP                   | 6.900  | Mar 11 33     | 0.85                    |
|                              | ROYAL BANK OF CANADA                   | 4.930  | Jul 16 25     | 1.20                    |
|                              | TMX GROUP LTD                          | 4.461  | Oct 03 23     | 0.07                    |
|                              | TORONTO DOMINION BANK                  | 2.447  | Apr 02 19     | 0.67                    |

## Portfolio holdings

| As of 31-Mar-17                | Issuer                       | Coupon | Maturity Date | Equivalent exposure (%) |
|--------------------------------|------------------------------|--------|---------------|-------------------------|
| Financial (continued) (19.51%) | TORONTO DOMINION BANK        | 2.563  | Jun 24 20     | 0.48                    |
|                                | TORONTO DOMINION BANK        | 3.226  | Jul 24 24     | 0.67                    |
|                                | VW CREDIT CANADA INC         | 2.500  | Oct 01 19     | 0.33                    |
|                                | WELLS FARGO & CO             | 3.874  | May 21 25     | 1.17                    |
|                                | WELLS FARGO CANADA CORP      | 3.460  | Jan 24 23     | 0.48                    |
| Industrial (4.77%)             | BHP BILLITON FINANCE LTD     | 3.230  | May 15 23     | 0.77                    |
|                                | BMW CANADA INC               | 2.330  | Sep 26 18     | 0.20                    |
|                                | CAMECO CORP                  | 5.670  | Sep 02 19     | 0.59                    |
|                                | CAMECO CORP                  | 4.190  | Jun 24 24     | 0.59                    |
|                                | CANADIAN NATIONAL RAILWAY CO | 3.950  | Sep 22 45     | 0.44                    |
|                                | CANADIAN PACIFIC RAILWAY CO  | 6.450  | Nov 17 39     | 0.82                    |
|                                | DOLLARAMA INC                | 3.095  | Nov 05 18     | 0.52                    |
|                                | ENERCARE SOLUTIONS INC       | 3.380  | Feb 21 22     | 0.29                    |
|                                | LOBLAW COS LTD               | 5.220  | Jun 18 20     | 0.54                    |
| Infrastructure (1.63%)         | FORTISALBERTA                | 4.270  | Sep 22 45     | 0.12                    |
|                                | HEATHROW FUNDING LTD         | 3.000  | Jun 17 21     | 0.38                    |
|                                | HEATHROW FUNDING LTD         | 3.250  | May 21 27     | 0.44                    |
|                                | HYDRO ONE INC                | 6.930  | Jun 01 32     | 0.62                    |
|                                | HYDRO ONE INC                | 5.000  | Oct 19 46     | 0.07                    |
| Municipal (1.98%)              | CITY OF TORONTO              | 3.400  | May 21 24     | 0.56                    |
|                                | CITY OF TORONTO              | 2.950  | Apr 28 35     | 0.48                    |
|                                | CITY OF VANCOUVER            | 3.050  | Oct 16 24     | 0.45                    |
|                                | REGIONAL MUNI OF YORK        | 4.000  | May 31 32     | 0.49                    |
| Provincial (31.68%)            | BRITISH COLUMBIA PROV OF     | 4.700  | Jun 18 37     | 1.36                    |
|                                | MANITOBA (PROVINCE OF)       | 4.650  | Mar 05 40     | 0.71                    |
|                                | MANITOBA (PROVINCE OF)       | 4.050  | Sep 05 45     | 1.48                    |
|                                | PROVINCE OF ALBERTA          | 2.350  | Jun 01 25     | 2.57                    |
|                                | PROVINCE OF ALBERTA          | 2.900  | Sep 20 29     | 1.62                    |
|                                | PROVINCE OF ALBERTA          | 4.500  | Dec 01 40     | 0.86                    |
|                                | PROVINCE OF NEW BRUNSWICK    | 3.650  | Jun 03 24     | 2.02                    |

## Portfolio holdings

| <b>As of 31-Mar-17</b>          | <b>Issuer</b>                | <b>Coupon</b> | <b>Maturity Date</b> | <b>Equivalent exposure (%)</b> |
|---------------------------------|------------------------------|---------------|----------------------|--------------------------------|
| Provincial (continued) (31.68%) | PROVINCE OF NOVA SCOTIA      | 4.500         | Jun 01 37            | 0.60                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 4.200         | Mar 08 18            | 0.60                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 4.000         | Jun 02 21            | 1.43                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 3.150         | Jun 02 22            | 2.22                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 3.500         | Jun 02 24            | 1.17                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 2.600         | Jun 02 25            | 1.05                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 6.500         | Mar 08 29            | 0.02                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 4.700         | Jun 02 37            | 3.27                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 3.500         | Jun 02 43            | 1.79                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 3.450         | Jun 02 45            | 1.38                           |
|                                 | PROVINCE OF ONTARIO CANADA   | 2.900         | Dec 02 46            | 1.00                           |
|                                 | PROVINCE OF QUEBEC           | 4.500         | Dec 01 19            | 2.57                           |
|                                 | PROVINCE OF QUEBEC           | 3.500         | Dec 01 22            | 1.55                           |
|                                 | PROVINCE OF QUEBEC           | 5.000         | Dec 01 38            | 1.71                           |
|                                 | PROVINCE OF SASKATCHEWAN     | 4.750         | Jun 01 40            | 0.67                           |
| Real Estate (1.35%)             | COMINAR REIT                 | 4.164         | Jun 01 22            | 0.16                           |
|                                 | CT REIT                      | 3.527         | Jun 09 25            | 0.20                           |
|                                 | CT REIT                      | 3.289         | Jun 01 26            | 0.13                           |
|                                 | GRANITE REIT HOLDINGS LP     | 3.873         | Nov 30 23            | 0.35                           |
|                                 | SP & SP1 LIMITED PARTNERSHIP | 3.210         | Jun 15 19            | 0.51                           |
| Securitization (0.28%)          | GLACIER CREDIT CARD TRUST    | 2.568         | Sep 20 19            | 0.28                           |



**CERTIFICATE OF PORTFOLIO COMPLIANCE**

**To the Unit Holders of the MFS Canadian Fixed Income Fund**

To the best of my knowledge, for the quarter ending March 31, 2017, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the applicable Offering Memorandum or Offering Memoranda for the MFS Canadian Fixed Income Fund. Such certification is subject to the following conditions: (i) MFS' compliance testing is performed using portfolio valuation reports derived from its internal security inventory system and not the books and records of the Portfolio; and (ii) MFS is responsible for compliance with the investment restrictions as stated in the applicable Offering Memorandum or Offering Memoranda.

MFS Investment Management Canada Limited.

BY:   
\_\_\_\_\_  
**Christina Forster Paziienza, CPA, CA**  
Vice President & Chief Compliance Officer

Dated: April 13, 2017

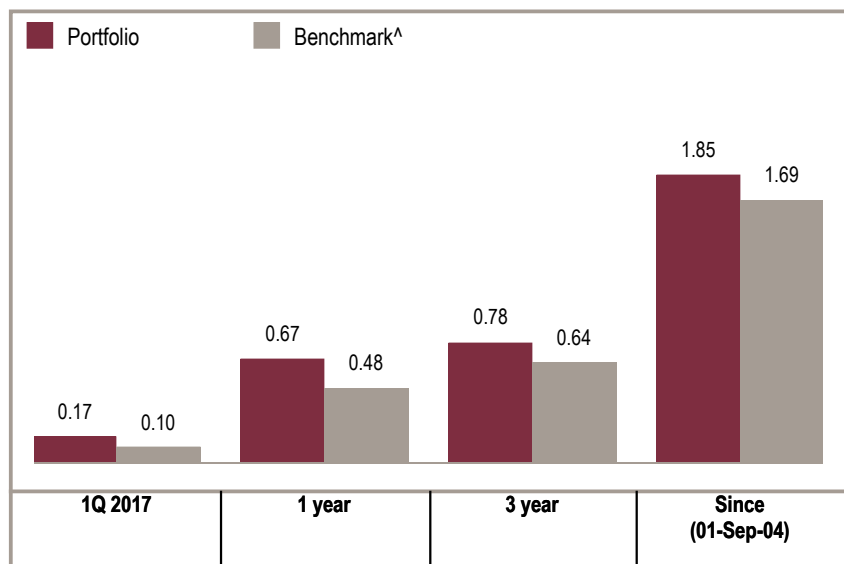




# MFS Canadian Money Market Fund

## Executive summary

### Performance results (%) net of expenses (CAD) as of 31-Mar-17



Source for benchmark performance SPAR, FactSet Research Systems Inc.

All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

^ FTSE TMX Canada 91 Day T-Bill

### Asset summary (CAD)

|                                 |           |
|---------------------------------|-----------|
| Beginning value as of 31-Dec-16 | 1,838,516 |
| Contributions                   | +15,972   |
| Withdrawals                     | -12,445   |
| Intra-portfolio transfers       | +72,083   |
| Change in market value          | +3,229    |
| Ending value as of 31-Mar-17    | 1,917,355 |

### Key portfolio characteristics as of 31-Mar-17

|             | Portfolio | Benchmark^^ |
|-------------|-----------|-------------|
| 7-day yield | 0.61%     | -           |

^^ FTSE TMX Canada 91-day Treasury Bills Index

Figure shown reflects Class A 7-Day Yield.

### Portfolio composition (%)

|                         |       |        |
|-------------------------|-------|--------|
| Federal                 | 33.92 | 100.00 |
| Provincial              | 33.29 | 0.00   |
| Corporate               | 33.89 | 0.00   |
| Cash & Cash Equivalents | -1.10 | 0.00   |

## Performance results

### Performance results (%) net of expenses (CAD) as of 31-Mar-17








| Period                             | Portfolio (%) | Benchmark <sup>^</sup> (%) | Excess return vs benchmark (%) |
|------------------------------------|---------------|----------------------------|--------------------------------|
| 1Q 2017                            | 0.17          | 0.10                       | 0.07                           |
| 4Q 2016                            | 0.17          | 0.14                       | 0.03                           |
| 3Q 2016                            | 0.17          | 0.11                       | 0.06                           |
| 2Q 2016                            | 0.16          | 0.12                       | 0.04                           |
| 2016                               | 0.65          | 0.51                       | 0.14                           |
| 2015                               | 0.75          | 0.63                       | 0.12                           |
| 2014                               | 1.03          | 0.91                       | 0.12                           |
| 2013                               | 1.07          | 1.01                       | 0.06                           |
| 2012                               | 1.11          | 1.01                       | 0.10                           |
| 1 year                             | 0.67          | 0.48                       | 0.19                           |
| 3 year                             | 0.78          | 0.64                       | 0.14                           |
| 5 year                             | 0.90          | 0.79                       | 0.11                           |
| 10 year                            | 1.47          | 1.30                       | 0.17                           |
| Since client inception (01-Sep-04) | 1.85          | 1.69                       | 0.16                           |

Source for benchmark performance SPAR, FactSet Research Systems Inc. All periods greater than one year are annualised.

**Past performance is no guarantee of future results.**

<sup>^</sup> FTSE TMX Canada 91 Day T-Bill

## Positioning

| As of 31-Mar-17              |                         | Portfolio (%) | Benchmark <sup>^</sup> (%) | Underweight/overweight (%)   |
|------------------------------|-------------------------|---------------|----------------------------|--|
| <b>Portfolio composition</b> | Federal                 | 33.92         | 100.00                     | -66.08  |
|                              | Provincial              | 33.29         | 0.00                       |  33.29  |
|                              | Corporate               | 33.89         | 0.00                       |  33.89  |
|                              | Cash & Cash Equivalents | -1.10         | 0.00                       | -1.10   |
| <b>Corporate composition</b> | Energy                  | 1.12          | 0.00                       |  1.12   |
|                              | Financial               | 31.34         | 0.00                       |  31.34  |
|                              | Industrial              | 1.43          | 0.00                       |  1.43   |

<sup>^</sup> FTSE TMX Canada 91-day Treasury Bills Index

## Characteristics

| As of 31-Mar-17              | Portfolio | Benchmark <sup>^</sup> |
|------------------------------|-----------|------------------------|
| <b>Fundamentals</b>          |           |                        |
| Average quality <sup>1</sup> | R-1(H)    | R-1(H)                 |
| Average term to maturity     | 68days    | –                      |
| 7-day yield                  | 0.61%     | –                      |
| <b>Diversification</b>       |           |                        |
| Number of holdings           | 30        | 1                      |
| <b>Risk/reward (3 year)</b>  |           |                        |
| Historical tracking error    | 0.07%     | –                      |
| Information ratio            | 2.59      | –                      |

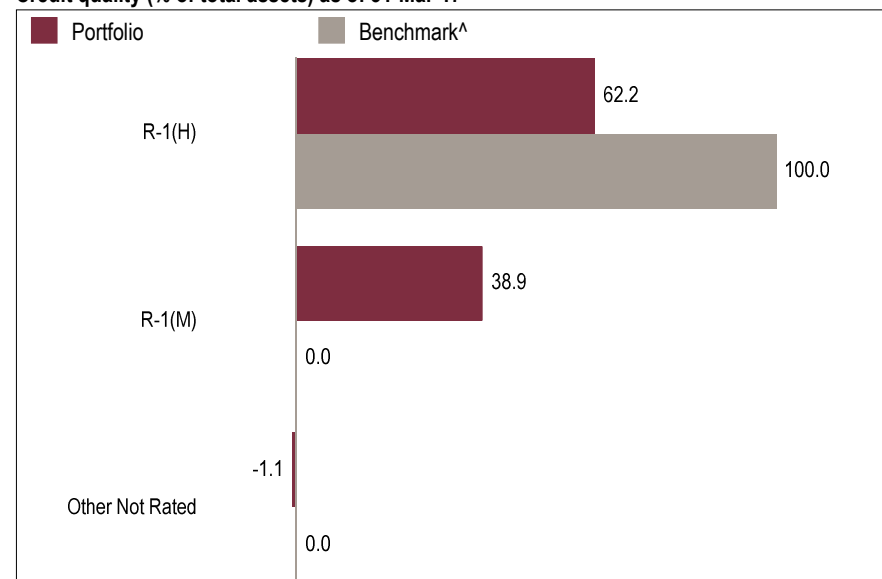
<sup>^</sup> FTSE TMX Canada 91-day Treasury Bills Index

<sup>1</sup> The Average Credit Quality (ACQR) is a market weighted average (using a linear scale) of securities included in the rating categories.

**Past performance is no guarantee of future results.**

Figure shown reflects Class A 7-Day Yield.

Credit quality (% of total assets) as of 31-Mar-17



The MFS portfolio's quality breakdown is based on MFS' own methodology, which is different from that used by the benchmark provider. MFS has not independently verified the benchmark data. The Credit Quality table shows the percentage of portfolio assets falling within each rating category. Included in each rating category are short-term debt securities, the ratings of which are based on the short-term credit quality ratings of the securities' issuers. For repurchase agreements, the credit quality is based on the short-term rating of the counterparty with which MFS trades the repurchase agreement. Short term securities utilize the rating assigned to them by the Dominion Bond Rating Service (DBRS). Ratings are subject to change.

## Portfolio outlook and positioning

Our core economic views have not changed this quarter. We continue to expect moderate non-recessionary global growth with low inflation and on-going headwinds from excess debt. We do not expect US fiscal stimulus and tax reform to meet current optimistic expectations in terms of timing and impact on growth. We also believe trade rhetoric is a potential headwind, particularly to Canada where US exports are roughly 25% of Canadian GDP. The US Federal Reserve may well continue to increase interest rates in 2017 but we do not expect the Bank of Canada (BoC) to match these increases given soft growth and receding inflation pressures. With modest hikes by the BoC currently priced in by the market, the yield curve has steepened and made longer-term securities more attractive.

The commentary included in this report was based on a representative fully discretionary portfolio for this product style; as such the commentary may include securities not held in your portfolio due to account, fund, or other limits.

## Portfolio holdings

| As of 31-Mar-17                  | Issuer                             | Coupon                    | Maturity Date | Equivalent exposure (%) |
|----------------------------------|------------------------------------|---------------------------|---------------|-------------------------|
| Cash & Cash Equivalents (-1.10%) | CASH & CASH EQUIVALENTS            |                           |               | -1.10                   |
| Energy (1.12%)                   | IMPERIAL OIL LTD                   | 0.000                     | Apr 06 17     | 1.12                    |
| Federal (33.92%)                 | CANADIAN GOVERNMENT T BILLS        | 0.000                     | Apr 06 17     | 7.57                    |
|                                  | CANADIAN GOVERNMENT T BILLS        | 0.000                     | Jun 15 17     | 14.81                   |
|                                  | CANADIAN GOVERNMENT T BILLS        | 0.000                     | Jul 13 17     | 11.54                   |
| Financial (31.34%)               | BANK OF MONTREAL                   | 0.000                     | Apr 24 17     | 3.78                    |
|                                  | BANK OF NOVA SCOTIA                | 0.000                     | Jun 29 17     | 3.88                    |
|                                  | CANADIAN IMPERIAL BANK OF COMMERCE | 0.000                     | May 08 17     | 3.88                    |
|                                  | HONDA CANADA FINANCE INC           | 0.000                     | Apr 28 17     | 1.43                    |
|                                  | HONDA CANADA FINANCE INC           | 0.000                     | Aug 15 17     | 1.02                    |
|                                  | HONDA CANADA FINANCE INC           | 0.000                     | Jan 11 18     | 1.01                    |
|                                  | JPM CHASE BANK TORONTO BRANCH      | 0.000                     | Apr 25 17     | 2.35                    |
|                                  | MANULIFE BANK OF CANADA            | 0.000                     | Jan 03 18     | 0.91                    |
|                                  | MANULIFE BANK OF CANADA            | 0.000                     | Mar 06 18     | 1.52                    |
|                                  | NATIONAL BANK OF CANADA            | 0.000                     | Apr 26 17     | 3.99                    |
|                                  | ROYAL BANK OF CANADA               | 0.000                     | Apr 17 17     | 3.78                    |
|                                  | TORONTO DOMINION HOLDINGS INC      | 0.000                     | Apr 20 17     | 3.78                    |
|                                  | Industrial (1.43%)                 | NESTLE CAPITAL CANADA LTD | 0.000         | May 24 17               |
| Provincial (33.29%)              | MANITOBA (PROVINCE OF)             | 0.000                     | May 10 17     | 4.39                    |
|                                  | MANITOBA (PROVINCE OF)             | 0.000                     | May 24 17     | 1.84                    |
|                                  | MANITOBA (PROVINCE OF)             | 0.000                     | May 31 17     | 0.72                    |
|                                  | MANITOBA (PROVINCE OF)             | 0.000                     | Jun 21 17     | 1.43                    |
|                                  | PROVINCE OF ALBERTA                | 0.000                     | May 30 17     | 5.41                    |
|                                  | PROVINCE OF ALBERTA                | 0.000                     | Jun 13 17     | 1.43                    |
|                                  | PROVINCE OF ONTARIO CANADA         | 0.000                     | Apr 12 17     | 2.96                    |
|                                  | PROVINCE OF ONTARIO CANADA         | 0.000                     | Apr 19 17     | 1.53                    |
|                                  | PROVINCE OF ONTARIO CANADA         | 0.000                     | May 03 17     | 6.75                    |
|                                  | PROVINCE OF ONTARIO CANADA         | 0.000                     | May 10 17     | 1.02                    |
|                                  | PROVINCE OF ONTARIO CANADA         | 0.000                     | May 31 17     | 0.41                    |
| PROVINCE OF ONTARIO CANADA       | 0.000                              | Dec 13 17                 | 4.27          |                         |

## Portfolio holdings

| <b>As of 31-Mar-17</b>          | <b>Issuer</b>             | <b>Coupon</b> | <b>Maturity Date</b> | <b>Equivalent exposure (%)</b> |
|---------------------------------|---------------------------|---------------|----------------------|--------------------------------|
| Provincial (continued) (33.29%) | PROVINCE OF QUEBEC TBILLS | 0.640         | May 12 17            | 1.13                           |





**CERTIFICATE OF PORTFOLIO COMPLIANCE**

**To the Unit Holders of the MFS Canadian Money Market Fund**

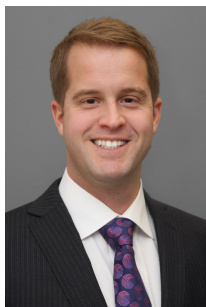
To the best of my knowledge, for the quarter ending March 31, 2017, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the applicable Offering Memorandum or Offering Memoranda for the MFS Canadian Money Market Fund. Such certification is subject to the following conditions: (i) MFS' compliance testing is performed using portfolio valuation reports derived from its internal security inventory system and not the books and records of the Portfolio; and (ii) MFS is responsible for compliance with the investment restrictions as stated in the applicable Offering Memorandum or Offering Memoranda.

MFS Investment Management Canada Limited.

BY:   
\_\_\_\_\_  
**Christina Forster Paziienza, CPA, CA**  
Vice President & Chief Compliance Officer

Dated: April 13, 2017

## Your MFS relationship team



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BOSTON | HONG KONG | LONDON | MEXICO CITY | SÃO PAULO | SINGAPORE | SYDNEY | TOKYO | TORONTO

# Global capabilities

## MFS investment strategies

| Fundamental Equity   | Blended Research   | Fixed Income  | Multi-Asset/Specialty  |
|--|--|---|--|
| <p><b>GLOBAL EQUITY</b></p> <ul style="list-style-type: none"> <li>• Global<sup>1</sup> / Global Concentrated<sup>2</sup></li> <li>• Global Research</li> <li>• Global Research Focused</li> <li>• Global Growth / Global Growth Concentrated</li> <li>• Global Small Cap<sup>4</sup></li> <li>• Global Value<sup>3</sup></li> </ul> <p><b>INTERNATIONAL EQUITY</b></p> <ul style="list-style-type: none"> <li>• International / International Concentrated</li> <li>• International Research</li> <li>• International Diversification<sup>4</sup></li> <li>• International Growth</li> <li>• International Small Cap<sup>3</sup></li> <li>• International Value<sup>4</sup></li> </ul> <p><b>REGIONAL EQUITY</b></p> <p><b>Asia/Pacific</b></p> <ul style="list-style-type: none"> <li>• Asia Pacific ex Japan</li> <li>• Asia ex Japan</li> <li>• Japan</li> <li>• Japan Concentrated</li> </ul> <p><b>Canadian</b></p> <ul style="list-style-type: none"> <li>• Core</li> <li>• Research</li> <li>• Growth</li> <li>• Value</li> </ul> <p><b>Emerging Markets</b></p> <ul style="list-style-type: none"> <li>• Emerging Markets</li> <li>• Latin American</li> </ul> <p><b>European</b></p> <ul style="list-style-type: none"> <li>• European Research<sup>3</sup></li> <li>• European Small Cap<sup>3</sup></li> <li>• European Value<sup>2</sup></li> <li>• UK</li> <li>• European ex UK</li> </ul> <p><b>US</b></p> <ul style="list-style-type: none"> <li>• Core</li> <li>• Research</li> <li>• Growth / Growth Concentrated</li> <li>• Large Cap Growth / Large Cap Growth Concentrated</li> <li>• Mid Cap Growth</li> <li>• Small Cap Growth</li> <li>• Value<sup>3</sup></li> <li>• Mid Cap Value</li> </ul> | <p><b>TARGET TRACKING ERROR</b></p> <p><b>Global Equity</b></p> <ul style="list-style-type: none"> <li>• Global</li> <li>• Global Extension</li> </ul> <p><b>Regional Equity</b></p> <ul style="list-style-type: none"> <li>• Emerging Markets</li> <li>• International</li> </ul> <p><b>US Equity</b></p> <ul style="list-style-type: none"> <li>• Core</li> <li>• Core ESG</li> <li>• Growth</li> <li>• Value</li> <li>• Small Cap</li> </ul> <p><b>LOW VOLATILITY</b></p> <ul style="list-style-type: none"> <li>• Global</li> <li>• US</li> </ul> <p><b>INCOME</b></p> <ul style="list-style-type: none"> <li>• Equity Income</li> <li>• Global High Dividend</li> </ul> | <p><b>AGGREGATE/MULTI-SECTOR</b></p> <p><b>Global</b></p> <ul style="list-style-type: none"> <li>• Core</li> <li>• Core Plus</li> <li>• Opportunistic</li> </ul> <p><b>Canadian</b></p> <ul style="list-style-type: none"> <li>• Core</li> <li>• Core Plus</li> <li>• Long Term</li> <li>• Short Term</li> <li>• Money Market</li> </ul> <p><b>US</b></p> <ul style="list-style-type: none"> <li>• Limited Maturity</li> <li>• Core</li> <li>• Core Plus</li> <li>• Opportunistic</li> </ul> <p><b>CREDIT</b></p> <p><b>Global</b></p> <ul style="list-style-type: none"> <li>• Investment-Grade Credit</li> <li>• Credit</li> <li>• High Yield</li> </ul> <p><b>US</b></p> <ul style="list-style-type: none"> <li>• Investment-Grade Credit</li> <li>• Credit</li> <li>• Long Duration Credit</li> <li>• Corporate BB</li> <li>• High Yield</li> </ul> <p><b>EMERGING MARKETS</b></p> <ul style="list-style-type: none"> <li>• Emerging Market Debt (hard currency)</li> <li>• Emerging Markets Local Currency Debt</li> </ul> <p><b>GOVERNMENT/MUNICIPAL</b></p> <p><b>Global</b></p> <ul style="list-style-type: none"> <li>• Sovereign</li> <li>• TIPS</li> </ul> <p><b>US</b></p> <ul style="list-style-type: none"> <li>• Government</li> <li>• TIPS</li> <li>• Mortgage-Backed Securities</li> <li>• Municipal (Investment Grade, High Yield, Limited Maturity, State-Specific)</li> </ul> | <p><b>MULTI-ASSET</b></p> <ul style="list-style-type: none"> <li>• Canadian Core</li> <li>• Canadian Growth</li> <li>• Canadian Value</li> <li>• Global Total Return</li> <li>• US Total Return</li> <li>• Managed Wealth<sup>4</sup></li> <li>• Prudent Capital</li> </ul> <p><b>INCOME</b></p> <ul style="list-style-type: none"> <li>• Diversified Income</li> </ul> <p><b>TARGET DATE</b></p> <ul style="list-style-type: none"> <li>• Canadian Target Date<sup>4</sup></li> <li>• US Target Date<sup>4</sup></li> </ul> <p><b>TARGET RISK</b></p> <ul style="list-style-type: none"> <li>• Canadian Target Risk<sup>4</sup></li> <li>• US Target Risk<sup>4</sup></li> </ul> <p><b>SPECIALTY/EQUITY</b></p> <ul style="list-style-type: none"> <li>• Global REIT</li> <li>• US REIT</li> <li>• Technology</li> <li>• Utilities</li> </ul> |

<sup>1</sup> Separate accounts closed to new investors; contributions accepted from existing clients on a limited basis. Institutional pooled vehicles closed to new investors. (Effective 1-Feb-17).

<sup>2</sup> Closed. <sup>3</sup> Soft closed. <sup>4</sup> Select vehicle availability.