



## University of Winnipeg Foundation Inc.

MFS Low Volatility Canadian Equity Fund

MFS Low Volatility Global Equity Fund

MFS Canadian Core Plus Fixed Income Fund

Second quarter 2019 investment report

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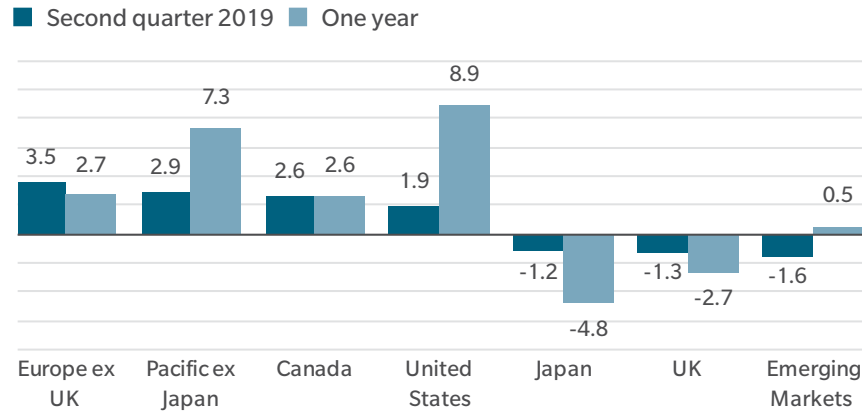
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Country and region information contained in this report is based upon MFS classification methodology which may differ from the methodology used by individual benchmark providers. Portfolio characteristics are based on equivalent exposure, which measures 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

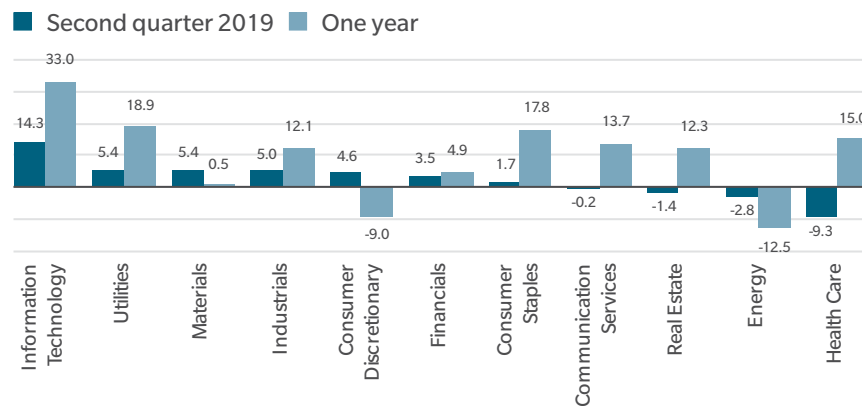


Global Equity performance (%) (CAD) as of 30-Jun-19



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

Canadian Equity performance (%) (CAD) as of 30-Jun-19



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

## Second quarter 2019 Global Equity market review

- Global equity markets have continued to advance, mainly helped by more dovish comments from the US Federal Reserve and the European Central Bank, despite geopolitical risks including continued uncertainty around the US-China trade war and heightened risk of a no-deal Brexit.
- Equity investors appear to be rewarding companies that exhibit earnings stability and defensiveness or have large structural growth opportunities – suggesting a cautious view of the economic cycle and near-term earnings growth.
- With corporate margins well above the long-term historical average, rising labor costs may become an issue for profit margin going forward.
- The worst performing sectors for the period included energy, technology and industrials. In addition, large-cap stocks outperformed both small- and mid-cap stocks during the quarter.

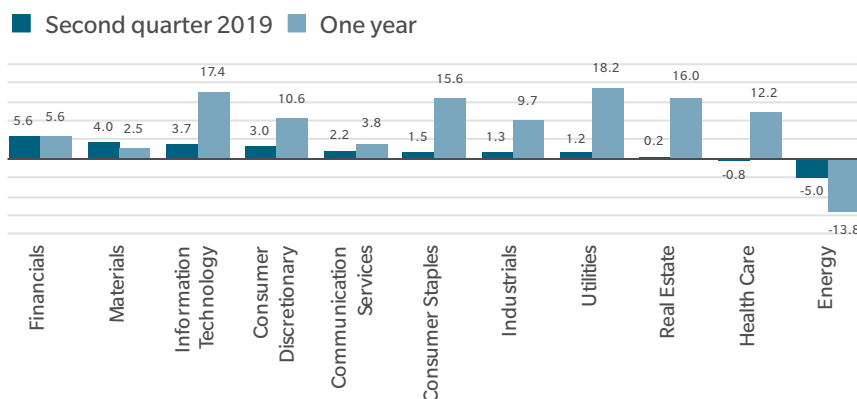
## Second quarter 2019 Canadian Equity market review

- During the quarter, the Canadian equity market (S&P/TSX) gained roughly 3%, modestly more than the global average in Canadian dollar terms. The performance was roughly in line with the US market while both were ahead of most European, Asian and emerging markets.
- Uncertainty remains on trade, with the newly negotiated USMCA yet to be legally ratified on either side of the Canada-US border. This while we see more data suggesting a global slowdown, with domestic economic signals mixed.
- Underlying Canadian market action, this quarter was led to the upside by stocks in the technology software, gold and base metals industries while the energy and health care sectors — mostly cannabis — were detractors.
- One-year forward earnings estimates for the S&P/TSX ended unchanged from the beginning of the quarter. Forward price/earnings multiples ended the quarter where they started, at 14.5x, roughly one multiple point below the five-year average. This is right line with their 10-year average.

# Market Overview

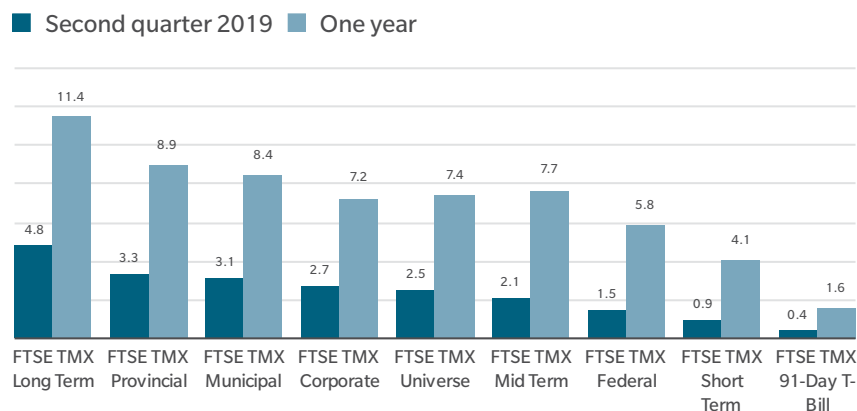


## U.S. Equity performance (%) (CAD) as of 30-Jun-19



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

## Canadian Fixed Income performance (%) (CAD) as of 30-Jun-19



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

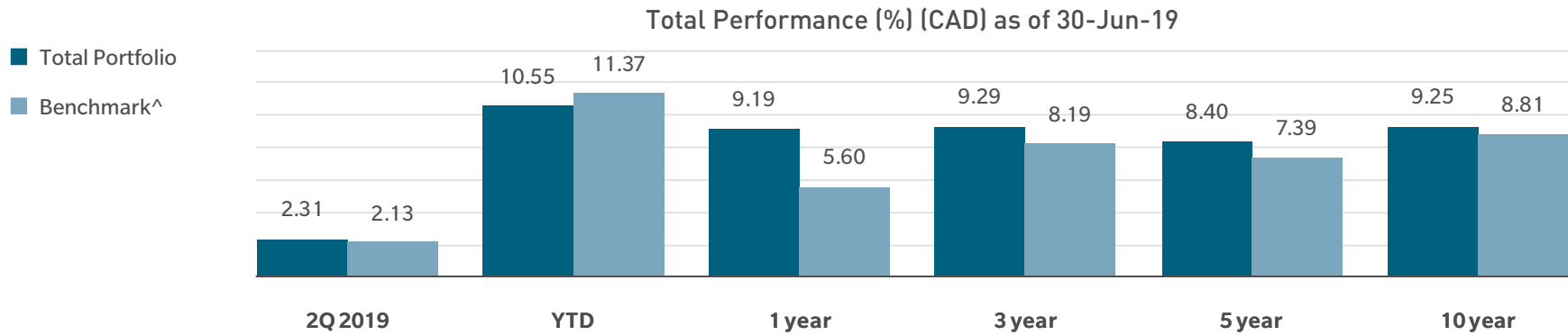
## Second quarter 2019 U.S. Equity market review

- The US market, as measured by the S&P 500 Index, moved higher during Q2. While the market added to its strong advance from Q1, volatility increased during the period, with May posting a negative return. While investors are still waiting for progress in the trade negotiations with China, which reached an impasse in May, equity prices were pushed up in June on overall market momentum and the hope of one or more interest rate cuts later in the year.
- While the United States posted solid economic growth during Q1, with GDP of 3.1%, economists are anticipating slower growth for the rest of 2019 and beyond. Given inflation that is running below the US Federal Reserve's target and slowing growth domestically and abroad, the Fed held interest rates steady in June. In addition, while the Fed said that it would "act as appropriate to sustain the expansion," it also said that no cuts were coming in 2019.
- While growth during the quarter continued to outperform value across all market caps, the magnitude of the outperformance was smaller than during Q1. During the period, the best-performing sectors were financials, materials and technology. Energy, health care and real estate were the weakest sectors on a relative basis.

## Second quarter 2019 Canadian Fixed Income market review

- Canadian bonds delivered another strong quarter propelled by falling bond yields across the Canadian bond maturity spectrum. Slowing global growth dynamics and central banks, particularly the US Federal Reserve, pivoting from a "patient" monetary stance to a willingness to cut rates was the catalyst to the yield movement. Falling US rates pulled Canadian yields lower in the process.
- Corporate and provincial bonds fared well with spreads narrowing across the board. Late-cycle dynamics were of concern, but central banks helped to quell market angst by signaling more accommodative policy was to come. For the Bank of Canada, that meant the bias for more tightening was removed. These steps may lead to an extension of the current business cycle, which lent support to corporate bonds over the period.
- Long maturity bonds benefited most from the yield and spread movements over the quarter. Slowing global growth, low inflation expectations and a pivot to supportive central bank policies provided the necessary backdrop for long bond outperformance in both government and corporate bonds.

# 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.**

^ 30% FTSE Canada Universe Bond Index, 40% MSCI All Country World Index (net div), 30% S&P/TSX Capped Composite linked to previous benchmark

Previous to June 2017 the benchmark blend was 5% FTSE Canada 91 Day T-Bill, 25% FTSE Canada Universe Bond, 14% MSCI EAFE, 29% BMO/TSX CAP 10%, 27% S&P 500. Index performance is a blend of the two indices.

# Performance



Performance results (%) as of 30-Jun-19	2Q 2019	YTD	1 Year	3 Years	5 Years	10 Years
<b>Total Portfolio</b>	<b>2.31</b>	<b>10.55</b>	<b>9.19</b>	<b>9.29</b>	<b>8.40</b>	<b>9.25</b>
<b>Benchmark<sup>^</sup></b>	<b>2.13</b>	<b>11.37</b>	<b>5.60</b>	<b>8.19</b>	<b>7.39</b>	<b>8.81</b>
MFS Low Volatility Canadian Equity Fund	3.39	17.57	8.34	–	–	–
S&P/TSX Capped Composite Index linked to previous benchmark	2.58	16.22	3.87	–	–	–
MFS Low Volatility Global Equity Fund	1.15	8.21	10.49	–	–	–
MSCI All Country World Index (net div)	1.35	11.20	5.04	–	–	–
MFS Canadian Core Plus Fixed Income Fund	2.85	7.54	7.90	–	–	–
FTSE Canada Universe Bond Index	2.51	6.52	7.37	–	–	–

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.

<sup>^</sup> 30% FTSE Canada Universe Bond Index, 40% MSCI All Country World Index (net div), 30% S&P/TSX Capped Composite linked to previous benchmark

Previous to June 2017 the benchmark blend was 5% FTSE Canada 91 Day T-Bill, 25% FTSE Canada Universe Bond, 14% MSCI EAFE, 29% BMO/TSX CAP 10%, 27% S&P 500. Index performance is a blend of the two indices.

## Asset Summary



### **MFS' asset mix view as of 30-Jun-2019**

Financial markets delivered gains across major asset classes in what can be described as market resiliency in a time of slowing global growth and mounting uncertainties. Global bonds benefited from falling yields, with corporate bonds delivering strong performance, as credit spreads narrowed. Equity indices, such as MSCI World and S&P 500, hit new highs during the quarter. We have entered an environment where bad news is good news, as it is expected that central banks will step in to correct the course. Risk assets, such as equities, high yield bonds and investment-grade corporate bonds, all performed well in the latter part of the quarter, as it became increasingly evident that a dovish shift was underway. The US Federal Reserve has certainly been the focal point of the pivot, as they moved from a patient wait-and-see policy stance to an act-when-appropriate mantra, with the objective aimed at sustaining the current economic expansion. Fed messaging has caused markets to increase their expectation for a rate cut, or possibly more, in the very near term.

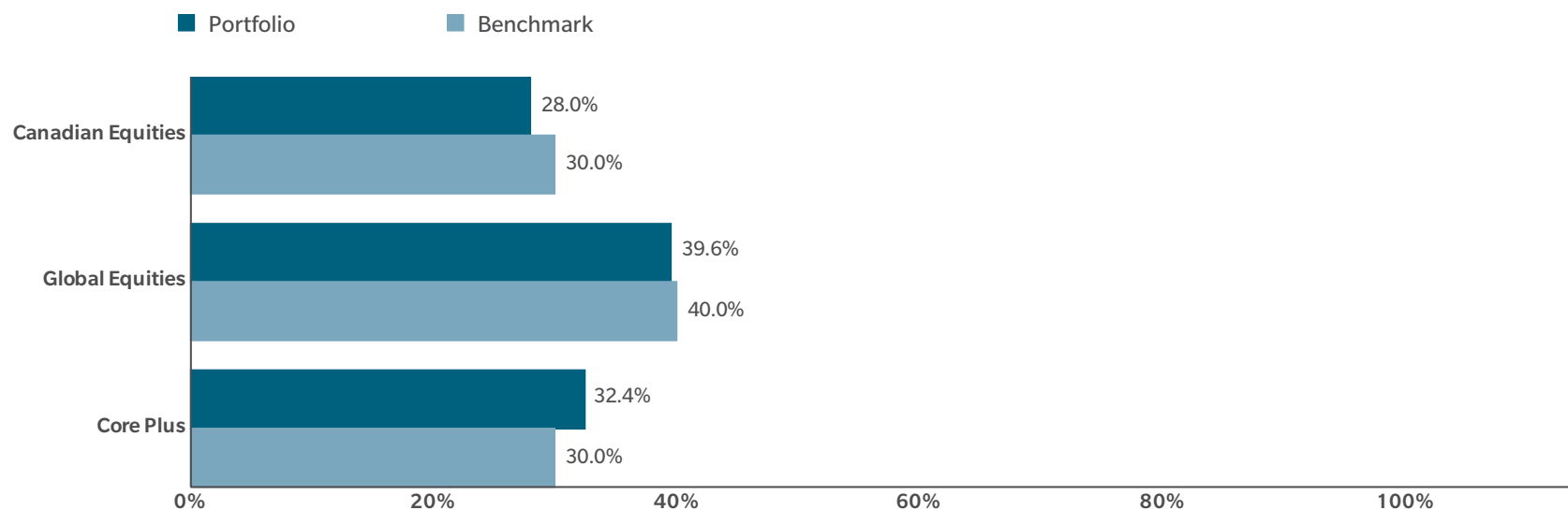
Overall, we continue to expect softer non-recessionary global growth with moderate inflation. Europe is of particular concern, as indicators have become increasingly worrisome for an economy with minimal ammunition remaining to help spur growth. For the US, leading indicators have been poorer than actual data; however, real economic activity has been on the weaker side. In our view, the risks remain to the downside, as weaker trade and industrial production lend support to lower future growth. Additionally, unresolved US-China trade frictions, and geopolitical tension compound our cautious market view

We moved to an underweight in equities within our balanced portfolios, as the risk compensation has eroded. Within equities, we underweight Canadian versus global equities. Canadian data has improved, but we believe transitory factors are at play and it does not represent a sustainable uptrend. We are overweight fixed income and cash to help mitigate potential near-term market volatility.

# Asset Summary



Asset allocation as of 30-Jun-19



Activity (CAD)	Beginning value as of 31-Mar-19	Contributions	Withdrawals	Intra-portfolio transfers	Change in market value	Ending value as of 30-Jun-19
<b>Total Portfolio</b>	<b>68,920,953</b>	<b>+1,003,460</b>	<b>-345,789</b>	<b>0</b>	<b>+1,607,710</b>	<b>71,186,334</b>
Cash	4,948	0	0	0	0	4,948

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



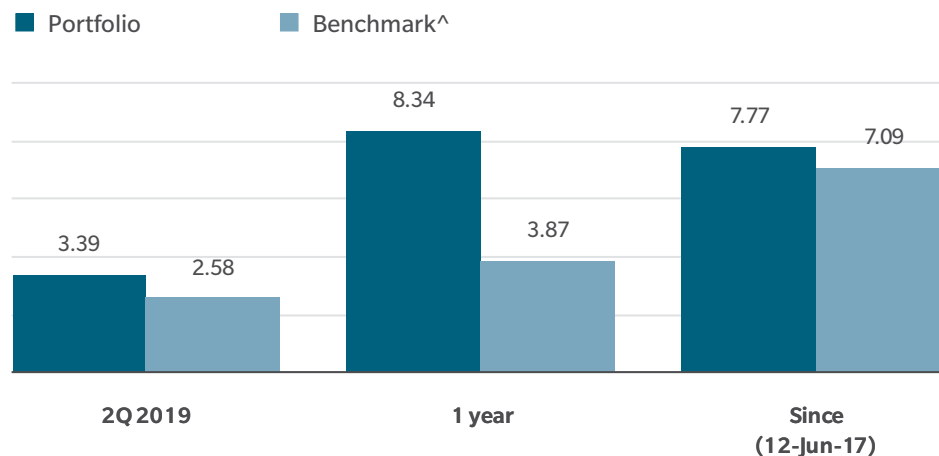


## MFS Low Volatility Canadian Equity Fund

# Executive Summary



## Performance results (%) net of expenses (CAD) as of 30-Jun-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.**

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

## Asset summary (CAD)

Beginning value as of 31-Mar-19	19,927,722
Contributions	+280,969
Withdrawals	-96,821
Intra-portfolio transfers	-857,561
Change in market value	+679,455
Ending value as of 30-Jun-19	19,933,764

## Position weights (%) as of 30-Jun-19

	Portfolio	Benchmark^^
<b>Top overweights</b>		
QUEBECOR INC	3.5	0.2
THOMSON REUTERS CORP EQ	3.9	0.7
GRANITE REAL ESTATE INVESTMENT TRUST	2.9	0.1
<b>Top underweights</b>		
ROYAL BANK OF CANADA	3.4	6.5
CANADIAN NATIONAL RAILWAY CO	0.9	3.8
TORONTO-DOMINION BANK/THE	3.4	6.1

^^ S&P/TSX Capped Composite Index

The MFS Low Volatility Canadian Equity Fund outperformed the S&P/TSX Capped Composite Index in the second quarter of 2019.

### Contributors

- Boyd Group Income Fund
- Superior Plus Corp
- EnCana Corp (not held)
- Agnico Eagle Mines Ltd

### Detractors

- Shopify Inc (not held)
- Kinder Morgan Canada Ltd
- Quebecor Inc
- Tourmaline Oil Corp

# Performance Results



Performance results (%) net of expenses (CAD) as of 30-Jun-19

Period	Portfolio (%)	Benchmark^ (%)	Excess return vs benchmark (%)
2Q 2019	3.39	2.58	0.80
1Q 2019	13.72	13.29	0.42
4Q 2018	-6.82	-10.11	3.29
3Q 2018	-1.11	-0.57	-0.53
2019 YTD	17.57	16.22	1.35
2018	-5.66	-8.89	3.23
1 year	8.34	3.87	4.46
Since client inception (12-Jun-17)	7.77	7.09	0.68

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

## Performance Drivers - Sectors



Relative to S&P/TSX Capped Composite Index (CAD) - second quarter 2019		Average relative weighting (%)	Portfolio returns (%)	Benchmark returns (%)	Sector allocation <sup>1</sup> (%) +	Stock selection <sup>2</sup> (%) =	Relative contribution (%)
<b>Contributors</b>	Special Products & Services	8.9	12.3	6.1	0.3	0.7	1.0
	Energy	-1.2	-6.1	-7.2	0.1	0.1	0.2
	Health Care	-1.4	-	-10.7	0.2	-	0.2
	Basic Materials	-6.4	9.3	4.2	-0.1	0.2	0.2
	Industrial Goods & Services	2.0	5.0	1.9	-0.0	0.2	0.2
	Retailing	3.4	5.9	5.6	0.1	0.0	0.1
	Utilities	2.1	3.1	3.1	0.0	-0.0	0.0
<b>Detractors</b>	Communications	3.5	-2.7	-0.1	-0.1	-0.2	-0.3
	Transportation	-5.2	1.8	6.8	-0.2	-0.1	-0.3
	Technology	0.4	8.1	15.8	0.1	-0.3	-0.2
	Financial Services	-7.2	2.8	3.0	-0.0	-0.1	-0.1
	Leisure	-1.6	-11.5	1.8	0.0	-0.1	-0.1
	Consumer Staples	1.4	-6.8	-8.1	-0.1	0.1	-0.0
	Autos & Housing	0.8	1.0	1.1	-0.0	-0.0	-0.0
	Cash	0.7	0.4	-	-0.0	-	-0.0
<b>Total</b>			<b>3.4</b>	<b>2.6</b>	<b>0.4</b>	<b>0.5</b>	<b>0.8</b>

Attribution results are generated by the FactSet application utilizing a methodology that 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 fees or expenses. As such, attribution results are essentially estimates and do not aggregate to the total return of the portfolio, which can be found elsewhere in this presentation. To obtain the calculation methodology, a list of holdings, and each holding's contribution to performance, please contact your MFS relationship manager.

<sup>1</sup> Sector allocation is calculated based upon each security's price in local currency.

<sup>2</sup> Stock selection is calculated based upon each security's price in local currency and included interaction effect. Interaction effect is the portion of the portfolio's relative performance attributable to combining allocation decisions with stock selection decisions. This effect measures the relative strength of the manager's convictions. The interaction effect is the weight differential times the return differential.

## Performance Drivers - Stocks



Relative to S&P/TSX Capped Composite Index (CAD) - second quarter 2019		Average Weighting (%)		Returns (%)		Relative contribution (%)
		Portfolio	Benchmark	Portfolio <sup>1</sup>	Benchmark	
<b>Contributors</b>	Boyd Group Income Fund	2.5	0.1	20.4	20.4	0.4
	Superior Plus Corp	1.6	0.1	18.4	18.4	0.2
	EnCana Corp	-	0.5	-	-30.3	0.2
	Agnico Eagle Mines Ltd	1.5	0.6	15.9	15.9	0.2
	Thomson Reuters Corp Eq	3.9	0.7	7.4	7.4	0.2
<b>Detractors</b>	Shopify Inc	-	1.5	-	42.7	-0.5
	Kinder Morgan Canada Ltd	0.9	-	-26.0	-	-0.3
	Quebecor Inc	4.0	0.3	-4.5	-4.5	-0.3
	Tourmaline Oil Corp	1.2	0.2	-18.6	-18.6	-0.2
	Canadian Pacific Railway Ltd	-	1.8	-	12.3	-0.2

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

Attribution results are generated by the FactSet application utilizing a methodology that 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 fees or expenses. As such, attribution results are essentially estimates and do not aggregate to the total return of the portfolio, which can be found elsewhere in this presentation. To obtain the calculation methodology, a list of holdings, and each holding's contribution to performance, please contact your MFS relationship manager.

## Significant Impacts on Performance - Contributors



Relative to S&P/TSX Capped Composite Index (CAD) - second quarter 2019		Relative contribution [%]
<b>Boyd Group Income Fund</b>	An overweight position in auto collision repair shop chain Boyd Group (Canada) helped relative performance. Strong revenue and earnings, relative to expectations, drove the stock higher.	0.4
<b>Superior Plus Corp</b>	The portfolio's overweight position in propane supply and distribution business Superior Plus (Canada) contributed to relative results. The company reported quarterly results ahead of consensus estimates, primarily driven by colder-than-usual weather and increased demand for propane, which helped improve its operating margin. The company also benefited from a favourable pricing mix in the US and contributions from acquisitions and related synergies.	0.2
<b>EnCana Corp</b>	The portfolio's position in natural gas company EnCana (Canada) weighed on relative returns. Although the company posted favourable quarterly results, its shares declined on lower production volumes following the termination of the company's production-sharing agreement in China and shut-ins in its Permian and Montney sites.	0.2
<b>Agnico Eagle Mines Ltd</b>	A portfolio overweight to Canadian precious metals exploration company Agnico Eagle Mines benefited relative returns. Strength in the price of gold was a key driver of the stock. Investors also appeared to have noted that the company increased its stake in early-stage exploration company Royal Road Minerals Limited, which operates primarily in Columbia and Nicaragua. Agnico currently holds no producing assets in those countries, but is in the process of negotiating a licensing package for mining concessions in Columbia through AngloGold Ashanti Limited.	0.2

## Significant Impacts on Performance - Detractors



Relative to S&P/TSX Capped Composite Index (CAD) - second quarter 2019		Relative contribution [%]
<b>Shopify Inc</b>	Not owning shares of cloud-based e-commerce platform operator Shopify (Canada) weighed on relative performance. The share price advanced during the period, owing to net-new merchant growth, particularly in international markets, including Europe and Asia.	-0.5
<b>Kinder Morgan Canada Ltd</b>	Holding shares of Canadian natural gas pipelines operator Kinder Morgan Canada Limited held back relative returns. Shares declined mid-period as it was announced that the company would remain a stand-alone public entity rather than be sold.	-0.3
<b>Quebecor Inc</b>	The portfolio's overweight position in entertainment and news media provider Quebecor (Canada) detracted from relative performance. Shares declined after the company reported mixed first-quarter financial results. Although revenues were in line with expectations, and management raised its quarterly dividend by 105% to \$0.1125 per share, Quebecor's earnings missed estimates and margins declined, which offset its positive wireless subscriber growth.	-0.3
<b>Tourmaline Oil Corp</b>	The portfolio's overweight position in petroleum and natural gas producer Tourmaline Oil (Canada) detracted from relative performance. The stock came under pressure, primarily due to volatility in oil prices during the period.	-0.2

## Significant Transactions



From 01-Apr-19 to 30-Jun-19		Transaction type	Trade (%)	Ending weight (%)
<b>Purchases</b>	FAIRFAX FINANCIAL HOLDINGS LTD (EQ)	New position	1.7	1.8
	GRANITE REAL ESTATE INVESTMENT TRUST	Add	1.4	2.9
	ROGERS COMMUNICATIONS INC	Add	0.4	1.3
	BADGER DAYLIGHTING LTD	New position	0.4	0.4
	AGNICO EAGLE MINES LTD	Add	0.4	1.9
<b>Sales</b>	MAPLE LEAF FOODS INC	Trim	-1.1	1.3
	CANADIAN NATIONAL RAILWAY CO	Trim	-0.7	0.9
	QUEBECOR INC	Trim	-0.5	3.5
	WASTE CONNECTIONS INC (EQ)	Trim	-0.5	3.5
	METHANEX CORP	Eliminate position	-0.4	-



## Sector Weights



As of 30-Jun-19	Portfolio (%)	Benchmark^ (%)	Underweight/overweight (%)
Consumer Staples	7.4	3.9	3.5
Leisure	8.1	5.4	2.7
Technology	7.4	5.2	2.2
Utilities	8.7	7.2	1.5
Energy	14.5	14.5	0.0
Communications	4.4	4.5	-0.1
Industrial Goods & Services	12.0	12.1	-0.1
Health Care	-	1.9	-1.9
Basic Materials	6.1	9.6	-3.5
Financial Services	30.7	35.6	-4.9

^ S&P/TSX Capped Composite Index

0.7% Cash & cash equivalents

Source: Barra industry data shown using MFS' sector classification methodology.

# Top Overweight and Underweight Positions



As of 30-Jun-19

		Portfolio (%)	Benchmark^ (%)
<b>Overweight</b>	QUEBECOR INC	3.5	0.2
	THOMSON REUTERS CORP EQ	3.9	0.7
	GRANITE REAL ESTATE INVESTMENT TRUST	2.9	0.1
	CONSTELLATION SOFTWARE INC/CANADA	3.7	1.1
	LOBLAW COMPANIES LTD (EQ)	3.2	0.5
<b>Underweight</b>	ROYAL BANK OF CANADA	3.4	6.5
	CANADIAN NATIONAL RAILWAY CO	0.9	3.8
	TORONTO-DOMINION BANK/THE	3.4	6.1
	BROOKFIELD ASSET MANAGEMENT INC	-	2.4
	BCE INC	-	2.3

^ S&P/TSX Capped Composite Index

# Characteristics



As of 30-Jun-19	Portfolio	Benchmark <sup>^</sup>
<b>Fundamentals - weighted average</b>		
Price/earnings (12 months forward)	15.2x	14.6x
Price/cash flow	10.3x	9.6x
Price/sales	1.5x	1.6x
PEG ratio	1.7x	1.5x
Dividend yield	3.1%	3.1%
Return on equity (3-year average)	14.8%	12.0%
Return on invested capital	8.4%	7.3%
IBES long-term EPS growth <sup>1</sup>	10.0%	9.0%
<b>Market capitalisation</b>		
Market capitalisation (CAD) <sup>2</sup>	38.1 bn	50.0 bn
<b>Diversification</b>		
Top ten holdings	35%	37%
Number of holdings	52	239
<b>Turnover</b>		
Trailing 1 year turnover <sup>3</sup>	29%	-
<b>Risk profile (current)</b>		
Active share	53%	-

Top 10 issuers as of 30-Jun-19	Portfolio (%)	Benchmark <sup>^</sup> (%)
TC ENERGY CORP	4.0	2.6
THOMSON REUTERS CORP EQ	3.9	0.7
CONSTELLATION SOFTWARE INC/CANADA	3.7	1.1
WASTE CONNECTIONS INC (EQ)	3.5	1.4
QUEBECOR INC	3.5	0.2
ROYAL BANK OF CANADA	3.4	6.5
ENBRIDGE INC (EQ)	3.4	4.2
TELUS CORP	3.4	1.3
TORONTO-DOMINION BANK/THE	3.4	6.1
LOBLAW COMPANIES LTD (EQ)	3.2	0.5
<b>Total</b>	<b>35.3</b>	<b>24.6</b>

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

**No forecasts can be guaranteed.**

<sup>1</sup> Source: Ibbotson

<sup>2</sup> Weighted average.

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

# Portfolio Outlook and Positioning



The Canadian equity market (S&P/TSX Composite Index) registered a gain of nearly 3% for the second quarter of 2019, roughly in line with United States and global equities. Combined with strong gains in the first quarter, this made for a 16% lift in the Canadian benchmark year-to-date, recouping losses in the fourth quarter of 2018. The Canadian benchmark reached a level of just over 16,500 three times in the last three months but, unlike US equity benchmarks, each time failed to break to new highs. The difference in commodity-heavy Canada has been weakness in the energy sector and, to a lesser extent, volatility in cannabis stocks.

Canadian stocks have tracked with global markets during the past year, as markets around the world continue to react to escalating trade tensions, geopolitical polarization and Euro-Brexit news. Relatedly, fundamental concerns about regional and global economic growth, effectively a recession watch, have heightened sensitivity to each data release.

Corporate earnings growth in Canada has slowed in 2019 to the 5% range, down from the double-digit percentage gain in 2018. Supporting equity markets, however, are lower bond yields amid speculation that central bankers around the world will adopt an accommodative interest rate policy to counter the weaker economic readings. Continued low inflation readings accommodate the bullish interest rate view. Canadian 10-year bond yields have dropped to the 1.5% range from about 2.6% in October 2018, matching the move in US 10-year yields to around 2%, down from over 3% in late 2018.

US–China–Canada trade uncertainty lingers. Election cycles are gearing up in both Canada and the US yet the USMCA deal (formerly NAFTA) has still not been ratified by the US Congress or Canadian parliament. Steel and aluminum tariffs imposed by the US for ‘national security reasons’ remain. Mixed price and sales volume data from the domestic housing market rounded out the various challenges to the Canadian economic landscape.

In the second quarter, most sectors in Canada made gains with the exception of energy, health care (*i.e.*, cannabis) and real estate. Stocks in the computer software and gold industries were the strongest gainers, both averaging double-digit gains in the quarter.

In the last 12 months, cannabis stocks have very clearly topped all other industries in terms of price volatility, with double-digit rates of change but alternating between strongest and weakest, as a group, in each of the last four quarters. Our analysis continues to suggest that cannabis stock valuations are discounting unrealistically high earnings and free cash flow expectations, given the nascent market challenges, omnipresence of illicit competition and the evolving regulatory environment.

# Portfolio Outlook and Positioning



From a factor perspective, growth, quality, capital allocation and price momentum were the strongest performers for the quarter overall; however, there was a clear shift to more risk-on type metrics in June with volatility, smaller cap stocks and earnings variability posting strong results. Valuation factors generally detracted from Q2 performance although the magnitude somewhat diminished in June.

The MFS Low Volatility Canadian Equity strategy outperformed in the second quarter; however, the portfolio's exposure to the volatility factor had a minimal impact on performance as both higher and lower volatility stocks outperformed during the quarter. Intersection holdings, which are stocks rated buy by both our fundamental and quantitative research inputs, contributed to relative results, driven largely by the overweight position in propane distributor, **Superior Plus**. The fundamental input to the process also produced marginally good results as our analyst's buy-rated stocks, which the portfolio is heavily exposed to, outperformed during the period. The quantitative models, which perform best in trending market environments, predictably struggled in the second quarter with valuation metrics like Price/Earnings and Price/Book continuing to detract from performance. The earnings momentum, quality and price momentum components in the investment process produced mixed results.

The portfolio's construction process, that utilizes long-term average weights for sectors and industries, positively impacted results as underweight allocations to the volatile energy, health care and transportation sectors benefitted performance. Additionally, an overweight allocation in the industrial sector also aided results, supported by the above-mentioned **Superior Plus** and coupled with overweight positions in strong performing technology services leader, **Thomson Reuters**, and auto collision repair retailer, **Boyd Group Income Fund**.

With the G20-announced ceasefire in the US–China trade war and the shift to easier monetary policy, two significant headwinds to global economic growth have been lifted. Having said that, the lagged effect of tighter monetary conditions and the impacts of previously implemented trade barriers and tariffs will continue to weigh on the global economic outlook. In Canada, while the Ivey Purchasing Managers Index has weakened significantly from the 2018 highs, it remains in expansion territory and with the Bank of Canada facing a strong labor market and accelerating inflation, it is unlikely to join other central banks in easing monetary policy.

As we move into the second half, Canadian valuations are undemanding and earnings revisions have moved higher over the past four months from a depressed level. While USMCA ratification remains elusive, cooling global trade tensions and easier monetary policy

## Portfolio Outlook and Positioning



have many predicting a worst-case, global recession scenario is unlikely to develop. Against this still uncertain backdrop, we expect market leadership to lean towards defensive with large-caps, defensive sectors and quality metrics driving performance.

In our view, the MFS Low Volatility Canadian Equity portfolio should benefit from the quality focus of our fundamental research analysts and the quality factors in our quantitative models, while maintaining a valuation discipline. Additionally, we believe the portfolio construction process, that minimizes risk by avoiding the most volatile stocks in the global universe and using long-term average sector and region weights to diversify, can reduce absolute downside risk.

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 30-Jun-19	Equivalent exposure (%)
<b>Autos &amp; Housing</b>	<b>1.7</b>
Magna International Inc	1.7
<b>Basic Materials</b>	<b>5.5</b>
Agnico Eagle Mines Ltd	1.9
Franco-Nevada Corp	1.8
Stella-Jones Inc	1.7
<b>Cash &amp; Cash Equivalents</b>	<b>0.7</b>
Cash & Cash Equivalents	0.7
<b>Communications</b>	<b>8.2</b>
Quebecor Inc	3.5
TELUS Corp	3.4
Rogers Communications Inc	1.3
<b>Consumer Staples</b>	<b>1.3</b>
Maple Leaf Foods Inc	1.3
<b>Energy</b>	<b>7.1</b>
Suncor Energy Inc	3.1
Canadian Natural Resources Ltd	2.0
Tourmaline Oil Corp	1.1
Imperial Oil Ltd	0.9
<b>Financial Services</b>	<b>29.3</b>
Royal Bank of Canada	3.4
Toronto-Dominion Bank	3.4
Granite Real Estate Investment Trust REIT	2.9
Intact Financial Corp	2.8
Bank of Montreal	2.6
Manulife Financial Corp	2.5
National Bank of Canada	2.0
Canadian Imperial Bank of Commerce	2.0
Bank of Nova Scotia	1.9
Great-West Lifeco Inc	1.8
Fairfax Financial Holdings Ltd	1.8
Boardwalk Real Estate Investment Trust REIT	1.1
TMX Group Inc	1.0

As of 30-Jun-19	Equivalent exposure (%)
<b>Industrial Goods &amp; Services</b>	<b>5.2</b>
Waste Connections Inc	3.5
NFI Group Inc	0.9
Stantec Inc	0.4
Badger Daylighting Ltd	0.4
<b>Leisure</b>	<b>0.6</b>
Transcontinental Inc	0.6
<b>Retailing</b>	<b>8.4</b>
Loblaw Cos Ltd	3.2
Alimentation Couche-Tard Inc	2.5
Dollarama Inc	0.9
Gildan Activewear Inc	0.8
George Weston Ltd	0.6
Canadian Tire Corp Ltd	0.4
<b>Special Products &amp; Services</b>	<b>12.2</b>
Thomson Reuters Corp	3.9
CGI Inc	3.0
Boyd Group Income Fund IEU	2.6
Superior Plus Corp	1.7
Morneau Shepell Inc	1.0
<b>Technology</b>	<b>4.4</b>
Constellation Software Inc/Canada	3.7
Enghouse Systems Ltd	0.6
<b>Transportation</b>	<b>0.9</b>
Canadian National Railway Co	0.9
<b>Utilities</b>	<b>14.7</b>
TC Energy Corp	4.0
Enbridge Inc	3.4
Emera Inc	3.1
Pembina Pipeline Corp	1.4
Keyera Corp	0.9
Kinder Morgan Canada Ltd	0.7
Fortis Inc/Canada	0.7

## Portfolio Holdings



As of 30-Jun-19	Equivalent exposure (%)
<b>Utilities</b>	<b>14.7</b>
TransAlta Renewables Inc	0.5





## CERTIFICATE OF PORTFOLIO COMPLIANCE

### **MFS Low Volatility Canadian Equity Fund**

To the best of my knowledge, for the quarter ending June 30, 2019, 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 Low Volatility Canadian 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 Paziienza, CPA, CA**  
**Vice President & Chief Compliance Officer**

DATE: July 08, 2019

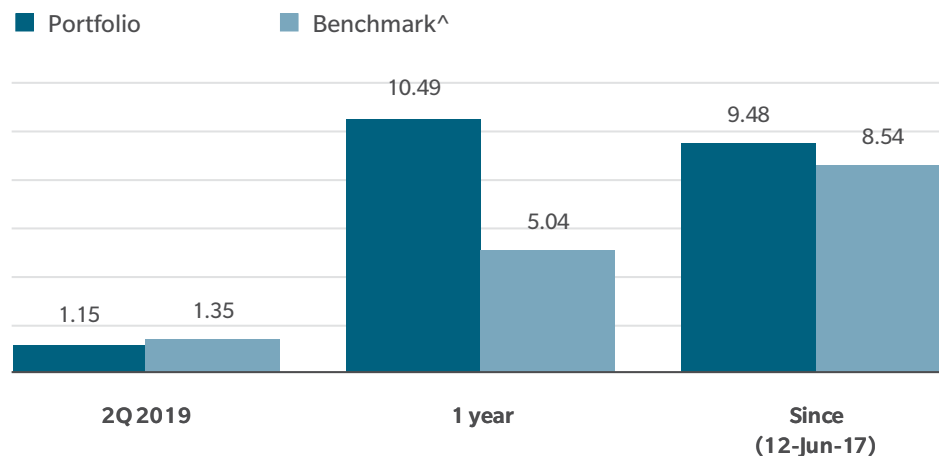


## MFS Low Volatility Global Equity Fund

# Executive Summary



## Performance results (%) net of expenses (CAD) as of 30-Jun-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.**

^ MSCI All Country World Index (net div)

## Asset summary (CAD)

Beginning value as of 31-Mar-19	29,066,905
Contributions	+421,453
Withdrawals	-143,267
Intra-portfolio transfers	-1,482,780
Change in market value	+353,080
Ending value as of 30-Jun-19	28,215,391

## Position weights (%) as of 30-Jun-19

	Portfolio	Benchmark^^
<b>Top overweights</b>		
ROCHE HOLDING AG	3.2	0.4
STORE CAPITAL CORP	2.3	-
NICE LTD	2.2	0.0
<b>Top underweights</b>		
MICROSOFT CORP	-	2.1
APPLE INC	-	2.0
AMAZON.COM INC (EQ)	-	1.7

## ^^ MSCI All Country World Index

The MFS Low Volatility Global Equity Fund underperformed the MSCI All Country World Index in the second quarter of 2019.

### Contributors

- Lockheed Martin Corp
- KDDI Corp
- Nice Ltd
- Starbucks Corp
- Everest Reinsurance

### Detractors

- Walgreens Boots Alliance Inc
- Microsoft Corp (not held)
- Dairy Farm International Holdings Ltd
- Lawson Inc
- Eli Lilly & Co

# Performance Results



Performance results (%) net of expenses (CAD) as of 30-Jun-19

Period	Portfolio (%)	Benchmark^ (%)	Excess return vs benchmark (%)
2Q 2019	1.15	1.35	-0.20
1Q 2019	6.98	9.72	-2.75
4Q 2018	-1.89	-7.81	5.92
3Q 2018	4.08	2.47	1.62
2019 YTD	8.21	11.20	-3.00
2018	6.65	-1.26	7.91
1 year	10.49	5.04	5.45
Since client inception (12-Jun-17)	9.48	8.54	0.94

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.**

^ MSCI All Country World Index (net div)

## Performance Drivers - Sectors



Relative to MSCI All Country World Index (CAD) - second quarter 2019		Average relative weighting (%)	Portfolio returns (%)	Benchmark returns (%)	Sector allocation <sup>1</sup> (%)	+ Stock selection <sup>2</sup> (%)	+ Currency effect (%)	= Relative contribution (%)
<b>Contributors</b>	Industrial Goods & Services	-2.2	12.6	3.4	-0.0	0.4	-0.0	0.3
	Technology	-8.8	3.7	1.4	0.0	0.2	0.1	0.2
	Energy	-4.2	-1.7	-3.6	0.2	0.0	-0.0	0.2
	Basic Materials	-2.5	8.9	0.5	0.0	0.1	0.0	0.2
	Leisure	2.9	5.6	6.1	0.1	-0.0	-0.0	0.1
	Transportation	-0.9	6.2	-0.1	0.0	0.1	-0.0	0.1
	Communications	3.4	2.4	1.3	-0.0	0.1	0.0	0.1
	Consumer Staples	6.1	1.4	0.7	-0.1	0.0	0.1	0.0
<b>Detractors</b>	Retailing	0.4	-4.1	2.7	0.0	-0.5	0.1	-0.4
	Health Care	4.6	-2.6	-1.1	-0.1	-0.4	0.1	-0.4
	Financial Services	-4.0	1.6	3.3	-0.1	-0.2	-0.0	-0.3
	Special Products & Services	-0.0	-3.0	3.4	0.0	-0.2	-0.0	-0.2
	Utilities	4.8	-0.8	0.5	-0.0	-0.1	-0.0	-0.2
	Autos & Housing	-0.6	0.6	1.7	0.0	-0.0	0.0	-0.0
	Cash	1.1	0.4	-	-0.0	-	0.0	-0.0
<b>Total</b>			<b>1.2</b>	<b>1.5</b>	<b>0.0</b>	<b>-0.5</b>	<b>0.2</b>	<b>-0.4</b>

Attribution results are generated by the FactSet application utilizing a methodology that 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 fees or expenses. As such, attribution results are essentially estimates and do not aggregate to the total return of the portfolio, which can be found elsewhere in this presentation. To obtain the calculation methodology, a list of holdings, and each holding's contribution to performance, please contact your MFS relationship manager.

<sup>1</sup> Sector allocation is calculated based upon each security's price in local currency.

<sup>2</sup> Stock selection is calculated based upon each security's price in local currency and included interaction effect. Interaction effect is the portion of the portfolio's relative performance attributable to combining allocation decisions with stock selection decisions. This effect measures the relative strength of the manager's convictions. The interaction effect is the weight differential times the return differential.

## Performance Drivers - Stocks



Relative to MSCI All Country World Index (CAD) - second quarter 2019		Average Weighting (%)		Returns (%)		Relative contribution (%)
		Portfolio	Benchmark	Portfolio <sup>1</sup>	Benchmark	
<b>Contributors</b>	Lockheed Martin Corp	1.9	0.2	19.2	19.2	0.3
	KDDI Corp	1.4	0.1	15.8	15.8	0.2
	Nice Ltd	2.3	0.0	9.4	12.9	0.2
	Starbucks Corp	2.1	0.2	10.8	10.8	0.2
	Everest Reinsurance	1.5	0.0	12.6	12.6	0.1
<b>Detractors</b>	Walgreens Boots Alliance Inc	0.2	0.1	-14.0	-14.8	-0.3
	Microsoft Corp	-	2.0	-	11.5	-0.2
	Dairy Farm International Holdings Ltd	0.9	0.0	-16.6	-16.6	-0.2
	Lawson Inc	0.8	0.0	-15.4	-15.4	-0.2
	Eli Lilly & Co	1.1	0.2	-16.0	-16.0	-0.2

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

Attribution results are generated by the FactSet application utilizing a methodology that 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 fees or expenses. As such, attribution results are essentially estimates and do not aggregate to the total return of the portfolio, which can be found elsewhere in this presentation. To obtain the calculation methodology, a list of holdings, and each holding's contribution to performance, please contact your MFS relationship manager.

## Significant Impacts on Performance - Detractors



Relative to MSCI All Country World Index (CAD) - second quarter 2019		Relative contribution [%]
<b>Walgreens Boots Alliance Inc</b>	Overweighting shares of drug store operator Walgreens Boots Alliance (United States) dampened relative returns. The stock declined early in the quarter, as second-quarter earnings and a lower full-year outlook appeared to have disappointed investors. Weak sales and margins in the company's US retail business pressured earnings and offset its cost savings generated throughout the quarter.	-0.3
<b>Microsoft Corp</b>	Not owning shares of software giant Microsoft (United States) detracted from relative performance. The company reported solid results, driven primarily by strong growth in its Commercial segment. Additionally, Microsoft and Oracle announced interoperability across Azure and Oracle Cloud systems, allowing customers to run workloads across the two platforms, which further supported the stock.	-0.2
<b>Dairy Farm International Holdings Ltd</b>	The portfolio's overweight position in retail store operator Dairy Farm International Holdings Ltd (Hong Kong) weighed on relative returns as the company reported a net loss and lower sales in its food business segment.	-0.2
<b>Lawson Inc</b>	The portfolio's overweight position in convenience store chain Lawson (Japan) held back relative performance. The shares came under selling pressure after management announced fiscal-year 2019 guidance figures that were below market expectations, due to rising costs associated with labour shortages and new store openings, as well as an unexpected decrease in its dividend.	-0.2
<b>Eli Lilly &amp; Co</b>	Overweighting shares of pharmaceutical company Eli Lilly & Co. (United States) weakened relative performance. Shares declined as the company announced mixed phase 3 safety results of osteoarthritis pain reliever drug Tanezumab, potentially causing a modest set-back in the drug's path to market. Eli Lilly also reported soft first-quarter earnings results that were held back by rebate activity and lower-than-expected sales of Trulicity and Taltz.	-0.2

## Significant Impacts on Performance - Contributors



Relative to MSCI All Country World Index (CAD) - second quarter 2019		Relative contribution [%]
<b>Lockheed Martin Corp</b>	The portfolio's overweight position in defence contractor Lockheed Martin (United States) bolstered relative. The company's earnings results beat market expectations with strong performance across all business segments, driven by a continued favourable defence backdrop, international spending that remains supportive and new programs.	0.3
<b>KDDI Corp</b>	A portfolio overweight to Japanese telecommunications services provider KDDI benefited relative returns. The company's shares advanced in response to better-than-expected quarterly earnings and an increase in forward-earnings guidance. Management also announced an increase in its dividend and plans for a share buyback, which further supported the stock.	0.2
<b>Nice Ltd</b>	The timing of the portfolio's ownership in shares of Israeli data recording products provider Nice benefited relative returns. Quarterly earnings per share beat analyst expectations as revenues increased by 12% year over year, cloud computing increased by 30% and operating margins expanded by 2.3%. Company management guided for earnings per share in the second quarter that met consensus estimates, which further supported the stock.	0.2
<b>Starbucks Corp</b>	An overweight position in coffee and tea company Starbucks (United States) contributed to relative returns. Quarterly earnings per share beat consensus estimates, driven by better margins and a slightly lower tax rate. Management also increased its forward-looking guidance, which further supported the stock.	0.2
<b>Everest Reinsurance</b>	An overweight position in shares of reinsurer Everest Reinsurance (United States) supported relative performance. Shares rose steadily throughout the quarter on better-than-anticipated first-quarter earnings. Lower catastrophe-related losses and strong gross written premium growth helped drive the solid results.	0.1



## Significant Transactions



From 01-Apr-19 to 30-Jun-19		Transaction type	Trade (%)	Ending weight (%)
<b>Purchases</b>	METLIFE INC	New position	0.8	0.8
	RINNAI CORP	New position	0.5	0.5
	WESFARMERS LTD	Add	0.5	1.3
	ESSILORLUXOTTICA SA	Add	0.4	1.0
	ZIONS BANCORP NA	New position	0.4	0.4
<b>Sales</b>	WALGREENS BOOTS ALLIANCE INC (EQ)	Eliminate position	-1.5	-
	ALTRIA GROUP INC	Eliminate position	-1.0	-
	OCCIDENTAL PETROLEUM CORP	Eliminate position	-0.5	-
	OWENS CORNING	Eliminate position	-0.4	-
	NICE LTD	Trim	-0.3	2.2

## Sector Weights



As of 30-Jun-19	Portfolio (%)	Benchmark^ (%)	Underweight/overweight (%)
Consumer Staples	12.3	6.8	5.5
Utilities	7.7	3.3	4.4
Communications	7.0	2.9	4.1
Health Care	15.0	11.4	3.6
Leisure	7.4	3.9	3.5
Special Products & Services	2.9	1.2	1.7
Retailing	9.8	8.7	1.1
Transportation	1.4	2.2	-0.8
Basic Materials	2.3	4.1	-1.8
Financial Services	17.9	20.1	-2.2
Autos & Housing	-	2.6	-2.6
Energy	2.0	5.9	-3.9
Industrial Goods & Services	2.5	7.2	-4.7
Technology	10.9	19.7	-8.8

^ MSCI All Country World Index

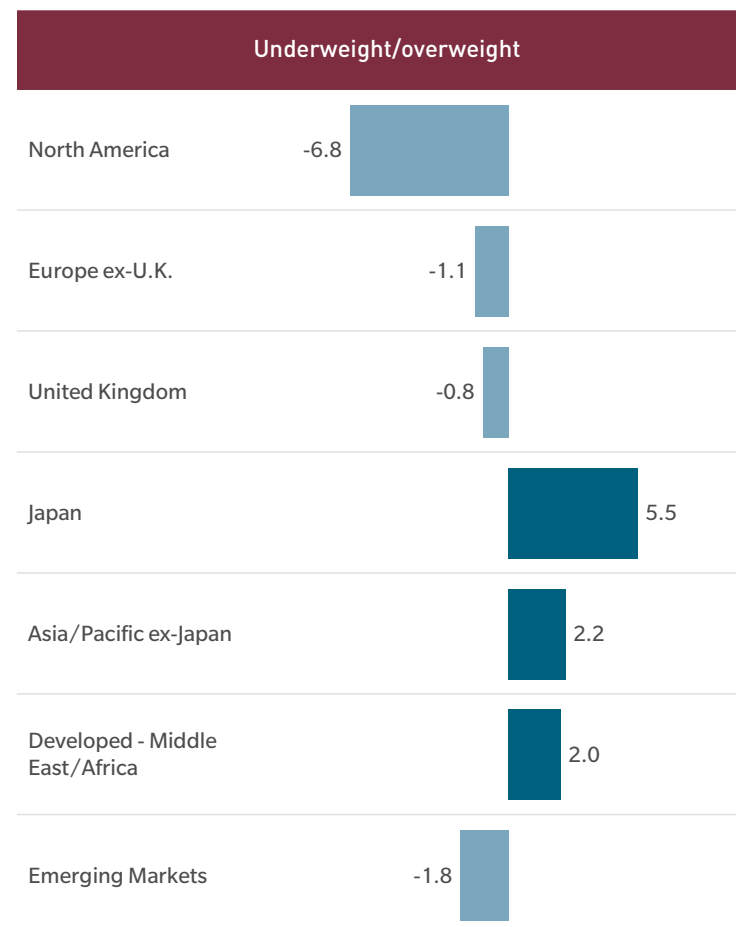
0.9% Cash & cash equivalents

Source: Barra industry data shown using MFS' sector classification methodology.

## Region and Country Weights



As of 30-Jun-19	Portfolio (%)	Benchmark^ (%)	Underweight/overweight (%)
<b>North America</b>	<b>51.5</b>	<b>58.3</b>	<b>-6.8</b>
Canada	8.5	3.1	5.4
United States	43.0	55.2	-12.2
<b>Europe ex-U.K.</b>	<b>12.7</b>	<b>13.8</b>	<b>-1.1</b>
Switzerland	6.5	2.8	3.7
Norway	1.0	0.2	0.8
Germany	2.6	2.6	0.0
Netherlands	0.5	1.0	-0.5
France	2.2	3.4	-1.2
Other countries <sup>1</sup>	0.0	3.7	-3.7
<b>United Kingdom</b>	<b>4.2</b>	<b>5.0</b>	<b>-0.8</b>
<b>Japan</b>	<b>12.6</b>	<b>7.1</b>	<b>5.5</b>
<b>Asia/Pacific ex-Japan</b>	<b>6.0</b>	<b>3.8</b>	<b>2.2</b>
Hong Kong	3.8	1.2	2.6
Australia	2.2	2.1	0.1
Other countries <sup>1</sup>	0.0	0.5	-0.5
<b>Developed - Middle East/Africa</b>	<b>2.2</b>	<b>0.2</b>	<b>2.0</b>
Israel	2.2	0.2	2.0
<b>Emerging Markets</b>	<b>10.0</b>	<b>11.8</b>	<b>-1.8</b>
Malaysia	2.1	0.3	1.8
Czech Republic	1.0	0.0	1.0
Peru	1.0	0.0	1.0
Taiwan	2.0	1.3	0.7
Thailand	1.1	0.4	0.7
India	1.7	1.1	0.6
South Korea	1.2	1.5	-0.3
Other countries <sup>1</sup>	0.0	7.3	-7.3



^ MSCI All Country World Index  
0.9% Cash & cash equivalents

<sup>1</sup> The portfolio does not own any securities in countries represented in the benchmark in the following percentages: China 3.7%; Brazil 0.9%; Spain 0.9%; Sweden 0.8%; Italy 0.7%; South Africa 0.7%; Denmark 0.5%; Russia 0.5% and 22 countries with weights less than 0.5% which totals to 2.9%.

# Top Overweight and Underweight Positions



As of 30-Jun-19

		Portfolio (%)	Benchmark^ (%)
<b>Overweight</b>	ROCHE HOLDING AG	3.2	0.4
	STORE CAPITAL CORP	2.3	-
	NICE LTD	2.2	0.0
	TERUMO CORP	2.2	0.0
	ABC-MART INC	2.1	0.0
<b>Underweight</b>	MICROSOFT CORP	-	2.1
	APPLE INC	-	2.0
	AMAZON.COM INC (EQ)	-	1.7
	FACEBOOK INC	-	1.0
	JPMORGAN CHASE & CO	-	0.8

^ MSCI All Country World Index

# Characteristics



As of 30-Jun-19	Portfolio	Benchmark <sup>^</sup>
<b>Fundamentals - weighted average</b>		
Price/earnings (12 months forward)	17.7x	15.5x
Price/cash flow	12.3x	11.4x
Price/sales	1.9x	1.6x
PEG ratio	2.2x	1.6x
Dividend yield	3.0%	2.5%
Return on equity (3-year average)	19.8%	18.9%
Return on invested capital	11.4%	11.3%
IBES long-term EPS growth <sup>1</sup>	8.7%	11.4%
<b>Market capitalisation</b>		
Market capitalisation (CAD) <sup>2</sup>	113.5 bn	207.4 bn
<b>Diversification</b>		
Top ten holdings	23%	11%
Number of holdings	89	2,849
<b>Turnover</b>		
Trailing 1 year turnover <sup>3</sup>	40%	-
<b>Risk profile (current)</b>		
Active share	88%	-

Top 10 issuers as of 30-Jun-19	Portfolio (%)	Benchmark <sup>^</sup> (%)
ROCHE HOLDING AG	3.2	0.4
JOHNSON & JOHNSON	2.7	0.8
STORE CAPITAL CORP	2.3	-
STARBUCKS CORP	2.3	0.2
TERUMO CORP	2.2	0.0
NICE LTD	2.2	0.0
ADOBE INC	2.1	0.3
ABC-MART INC	2.1	0.0
PFIZER INC	2.1	0.5
PEPSICO INC	2.0	0.4
<b>Total</b>	<b>23.1</b>	<b>2.7</b>

<sup>^</sup> MSCI All Country World Index

**No forecasts can be guaranteed.**

<sup>1</sup> Source: Ibbotson

<sup>2</sup> Weighted average.

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

# Portfolio Outlook and Positioning



The MSCI ACWI Index added to the robust first quarter results in a volatile quarter where global equity performance was driven largely by trade developments and global central bank policy. Strong performance in April was driven by better than expected economic data reports in the United States and China, coupled with a rate cut by the Australian central bank and signs of improving macro conditions in emerging economies. Equities retreated abruptly in May as trade talks between the US and China broke down and new tariffs were put in place. Later in the month, the US threatened to impose tariffs on Mexico, calling into question the passage of the USMCA. Tariffs were ultimately avoided when Mexico agreed to take measures to slow the volume of undocumented migrants crossing its southern border. Equities recovered strongly in June as weaker economic data in combination with the above mentioned trade concerns resulted in world central bankers signaling their intentions to ease monetary policy, with a number, including the Reserve Bank of India, taking action.

Geographically, developed markets, again, outperformed emerging markets with particular strength in the Pacific ex Japan region and the US. Most of the larger European markets also outperformed; however, the UK and many of the smaller markets held back the region's overall return. Japanese equities, despite holding-up in the May sell-off, lagged significantly. While a number of emerging markets, including Russia, Brazil and Thailand, posted strong results, emerging equities broadly underperformed, reflecting growth-influenced trade issues and a strong US dollar.

For the quarter overall, sector leadership had a cyclical profile. However, sector performance zig-zagged in the quarter with more cyclical sectors, like technology and consumer discretionary, among the leaders in April and June while defensives, like REIT's and utilities, dominated during the May market decline. With continued weakness in most global economic indicators, value indices unsurprisingly continued to lag growth indices. Despite a strong rally late in the quarter, small-cap and mid-cap stocks underperformed large-cap stocks; notably the weight of the top 40 stocks in the ACWI index are approaching levels last seen in late 2008, providing another indication of how late we are in the market cycle.

At the factor level, growth metrics were consistently strong through the quarter; however, their effectiveness has been waning in strength. Earnings revisions factors also produced strong results while quality metrics, like leverage and profitability, produced mixed results, performing strongly as would be expected in the May retreat in stocks and producing weaker performance in April and June; volatility had the opposite performance profile. Valuation factors, which have lagged significantly in recent quarters as investors paid up for growth, produced more mixed results during the period.

## Portfolio Outlook and Positioning



The MFS Global Low Volatility portfolio marginally underperformed in the second quarter. As designed, the strategy protected capital in the May market selloff, however, it failed to keep pace in the strong value-beta driven rallies in April and June. The fundamental input to the process was consistently strong as our analyst's buy-rated stocks, which the portfolio is heavily exposed to, outperformed significantly. Similarly, the portfolio's minimal exposure to the most volatile stocks in the benchmark benefitted results, particularly in May.

Intersection holdings, which are stocks rated buy by both our fundamental and quantitative research inputs, detracted significantly from results, driven by a combination of weak results in the quantitative models and the lack of holding in technology heavyweight, **Microsoft**. The quantitative models, which perform best in trending market environments, predictably struggled in the second quarter with valuation metrics, like Price/Earnings and Price/Sales, continuing to produce weak results. Earnings momentum and quality metrics produced more mixed results while the price momentum component of the process outperformed significantly.

The portfolio's construction process, that utilizes long-term average weights for regions, negatively impacted results as overweight positions in Japan and Israel detracted from relative results. Good stock selection in Israel with a holding in technology services company, **Nice Ltd**, was offset by notably weak stock selection in the developed Asia ex Japan region, where overweight positions in Singapore-based, **Dairy Farm International**, and Hong Kong-based, **CLP Holdings**, weighed on results. On a sector basis, the portfolio's underweight position in energy contributed to results while weak stock selection in retail, health care, financial services and technology services offset good stock selection in industrials and technology.

With the G20-announced ceasefire in the US-China trade war coupled with the shift to easier monetary policy two significant headwinds to global economic growth have been lifted. Having said that, the lagged effect of tighter monetary conditions and the impacts of previously implemented trade barriers and tariffs will continue to weigh on the outlook. The June JP Morgan Global Manufacturing PMI, which was released late in the quarter, fell to its lowest level since 2012 and the percentage of individual countries with PMIs above 50, or expansion, dropped to 40% with broad-based weakness across developed and emerging countries. Adding to the more subdued outlook is the weakness in the more forward-looking new orders component of the index which declined at the fastest rate in almost 7 years.

As we move into the second half, the key issue facing investors is whether the cooling of trade tensions and shifting policy responses will be enough to offset the macro forces already in place. Equity valuations remain stretched on most metrics and earnings estimate

## Portfolio Outlook and Positioning



revisions, while less negative, remain a potential headwind given the continued deterioration in leading economic indicators. Against this backdrop, we would expect market leadership to lean towards defensive with large-caps, defensive sectors and quality metrics driving performance.

In our view, the MFS Global Low Volatility portfolio should benefit from the quality focus of our fundamental research analysts and the quality factors in our quantitative models, while maintaining a valuation discipline. Additionally, we believe the portfolio construction process, that minimizes risk by avoiding the most volatile stocks in the global universe and using long-term average sector and region weights to diversify, can reduce absolute downside risk.

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 30-Jun-19	Country	Equivalent exposure (%)
<b>Autos &amp; Housing</b>		<b>2.9</b>
AvalonBay Communities Inc REIT	United States	1.5
USS Co Ltd	Japan	0.9
Rinnai Corp	Japan	0.5
<b>Basic Materials</b>		<b>2.3</b>
Franco-Nevada Corp	Canada	1.3
Symrise AG	Germany	1.0
<b>Cash &amp; Cash Equivalents</b>		<b>0.9</b>
Cash & Cash Equivalents		0.9
<b>Communications</b>		<b>7.0</b>
TELUS Corp	Canada	1.6
KDDI Corp	Japan	1.5
HKT Trust & HKT Ltd	Hong Kong	1.4
Verizon Communications Inc	United States	1.0
Vodafone Group PLC	United Kingdom	0.8
Advanced Info Service PCL	Thailand	0.7
<b>Consumer Staples</b>		<b>12.8</b>
PepsiCo Inc	United States	2.0
Nestle SA	Switzerland	2.0
General Mills Inc	United States	1.3
Procter & Gamble Co	United States	1.3
Japan Tobacco Inc	Japan	1.0
Mowi ASA	Norway	1.0
Kimberly-Clark Corp	United States	1.0
Mondelez International Inc	United States	0.9
Toyo Suisan Kaisha Ltd	Japan	0.6
Sligro Food Group NV	Netherlands	0.5
L'Oreal SA	France	0.5
Archer-Daniels-Midland Co	United States	0.4
Imperial Brands PLC	United Kingdom	0.3
<b>Energy</b>		<b>1.1</b>
Royal Dutch Shell PLC	United Kingdom	1.1

As of 30-Jun-19	Country	Equivalent exposure (%)
<b>Financial Services</b>		<b>16.5</b>
STORE Capital Corp REIT	United States	2.3
Grand City Properties SA	Germany	1.6
Everest Re Group Ltd	United States	1.5
Sun Communities Inc REIT	United States	1.1
US Bancorp	United States	1.0
Credicorp Ltd	Peru	1.0
Royal Bank of Canada	Canada	0.9
Beazley PLC	United Kingdom	0.9
MetLife Inc	United States	0.8
Zurich Insurance Group AG	Switzerland	0.8
Public Storage REIT	United States	0.7
Samsung Fire & Marine Insurance Co Ltd	South Korea	0.7
Life Storage Inc REIT	United States	0.7
Komercni banka as	Czech Republic	0.7
PNC Financial Services Group Inc	United States	0.5
Bank of Nova Scotia	Canada	0.5
Bangkok Bank PCL	Thailand	0.4
Zions Bancorp NA	United States	0.4
<b>Health Care</b>		<b>15.9</b>
Roche Holding AG	Switzerland	3.2
Johnson & Johnson	United States	2.7
Terumo Corp	Japan	2.2
Pfizer Inc	United States	2.1
Merck & Co Inc	United States	1.5
Eli Lilly & Co	United States	1.1
EssilorLuxottica SA	France	1.0
Humana Inc	United States	0.9
Cigna Corp	United States	0.8
Novartis AG	Switzerland	0.6
<b>Industrial Goods &amp; Services</b>		<b>4.3</b>
Lockheed Martin Corp	United States	2.0
Waste Connections Inc	Canada	1.8

## Portfolio Holdings



As of 30-Jun-19	Country	Equivalent exposure (%)
<b>Industrial Goods &amp; Services</b>		<b>4.3</b>
Doosan Bobcat Inc	South Korea	0.5
<b>Leisure</b>		<b>7.4</b>
Starbucks Corp	United States	2.3
McDonald's Corp	United States	1.6
Genting Bhd	Malaysia	1.6
Crown Resorts Ltd	Australia	0.9
Publicis Groupe SA	France	0.7
Comcast Corp	United States	0.4
<b>Retailing</b>		<b>6.9</b>
ABC-Mart Inc	Japan	2.1
Wesfarmers Ltd	Australia	1.3
Seven & i Holdings Co Ltd	Japan	0.9
Dairy Farm International Holdings Ltd	Hong Kong	0.8
Lawson Inc	Japan	0.8
Gildan Activewear Inc	Canada	0.6
Tesco PLC	United Kingdom	0.4
<b>Special Products &amp; Services</b>		<b>3.5</b>
Infosys Ltd ADR	India	1.7
Forrester Research Inc	United States	1.1
Auto Trader Group PLC	United Kingdom	0.7
<b>Technology</b>		<b>8.5</b>
Nice Ltd ADR	Israel	2.2
Adobe Inc	United States	2.1
Taiwan Semiconductor Manufacturing Co Ltd ADR	Taiwan	2.0
Kyocera Corp	Japan	1.5
Alphabet Inc Class A	United States	0.7
<b>Transportation</b>		<b>1.4</b>
Canadian National Railway Co	Canada	0.9
Malaysia Airports Holdings Bhd	Malaysia	0.5
<b>Utilities</b>		<b>8.6</b>
CLP Holdings Ltd	Hong Kong	1.6
Xcel Energy Inc	United States	1.2

As of 30-Jun-19	Country	Equivalent exposure (%)
<b>Utilities</b>		<b>8.6</b>
WEC Energy Group Inc	United States	1.0
Evergy Inc	United States	1.0
Enbridge Inc	Canada	1.0
American Electric Power Co Inc	United States	0.9
Avangrid Inc	United States	0.7
Tokyo Gas Co Ltd	Japan	0.5
Duke Energy Corp	United States	0.4
CEZ AS	Czech Republic	0.4



## CERTIFICATE OF PORTFOLIO COMPLIANCE

### MFS Low Volatility Global Equity Fund

To the best of my knowledge, for the quarter ending June 30, 2019, 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 Low Volatility Global 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 Paziienza, CPA, CA**  
**Vice President & Chief Compliance Officer**

DATE: July 08, 2019

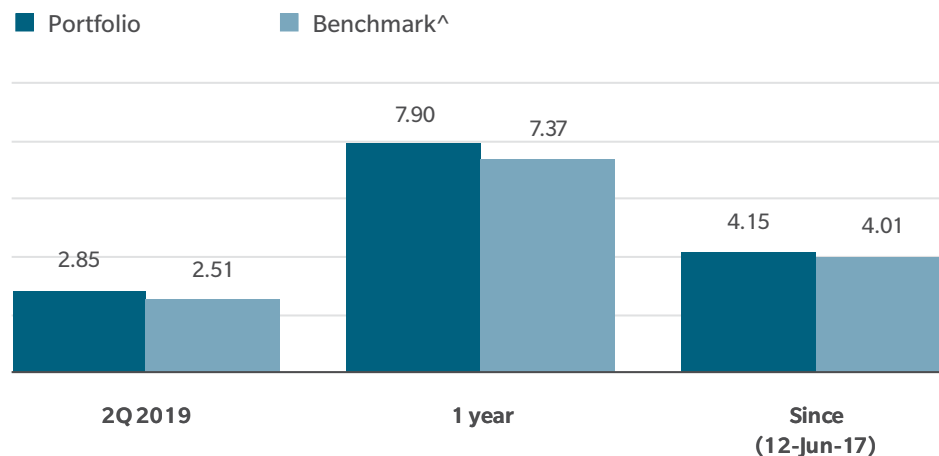


## MFS Canadian Core Plus Fixed Income Fund

# Executive Summary



## Performance results (%) net of expenses (CAD) as of 30-Jun-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.**

^ FTSE Canada Universe Bond Index

## Asset summary (CAD)

Beginning value as of 31-Mar-19	19,921,377
Contributions	+301,038
Withdrawals	-105,701
Intra-portfolio transfers	+2,340,342
Change in market value	+575,175
Ending value as of 30-Jun-19	23,032,230

## Key characteristics as of 30-Jun-19

	Portfolio	Benchmark^^
Average effective duration	7.81yrs	8.02yrs
Yield to worst	2.62%	2.13%

## Portfolio composition (%)

	Portfolio	Benchmark^^
Federal	11.10	34.80
Provincial	34.69	35.50
Municipal	1.80	2.04
Corporate	44.37	27.66
Cash & Cash Equivalents	3.27	0.00
Other	4.78	0.00
Foreign Pay	19.76	0.00

Other consists of: (i) currency derivatives and/or (ii) any derivative offsets.

^^ FTSE Canada Universe Bond Index

# Performance Results



Performance results (%) net of expenses (CAD) as of 30-Jun-19

Period	Portfolio (%)	Benchmark^ (%)	Excess return vs benchmark (%)
2Q 2019	2.85	2.51	0.34
1Q 2019	4.56	3.91	0.65
4Q 2018	0.85	1.76	-0.91
3Q 2018	-0.51	-0.96	0.44
2019 YTD	7.54	6.52	1.02
2018	0.34	1.41	-1.07
1 year	7.90	7.37	0.53
Since client inception (12-Jun-17)	4.15	4.01	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.**

^ FTSE Canada Universe Bond Index

# Significant Impacts on Performance



Relative to FTSE Canada Universe Bond Index - second quarter 2019

<b>Contributors</b>	Sector allocation	An overweight allocation to corporate bonds boosted relative returns. Federal government bonds underperformed the broader index as corporate and provincial spreads tightened during the quarter due to the general risk-on environment.
	Allocation to US investment grade	The portfolio's exposure to US investment grade corporates also positively affected performance, as US bond spreads tightened more than their Canadian counterparts during the quarter.
	Selection in financials	The portfolio's preference for higher quality bank and insurance bonds added value, as they outperformed peers during the quarter.
<b>Detractors</b>	US currency exposure	The portfolio's US dollar exposure negatively affected performance during the quarter as expectations for future rate hikes changed to rate cuts by the US Federal Reserve, which negatively affected the US dollar.

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# Positioning



As of 30-Jun-19		Portfolio (%)	Benchmark^ (%)	Underweight/overweight (%)
<b>Portfolio composition</b>	Federal	11.10	34.80	-23.70
	Provincial	34.69	35.50	-0.81
	Municipal	1.80	2.04	-0.24
	Corporate	44.37	27.66	16.71
	Cash & Cash Equivalents	3.27	0.00	3.27
	Other	4.78	0.00	4.78
	Foreign Pay	19.76	0.00	19.76
<b>Corporate composition</b>	Communication	3.46	2.42	1.04
	Energy	7.44	5.65	1.79
	Financial	16.65	11.07	5.58
	Industrial	11.21	1.87	9.34
	Infrastructure	1.60	4.52	-2.92
	Other Corporate	-2.21	0.00	-2.21
	Real Estate	1.25	1.70	-0.45
	Securitization	4.97	0.43	4.54

Other consists of: (i) currency derivatives and/or (ii) any derivative offsets.

^ FTSE Canada Universe Bond Index



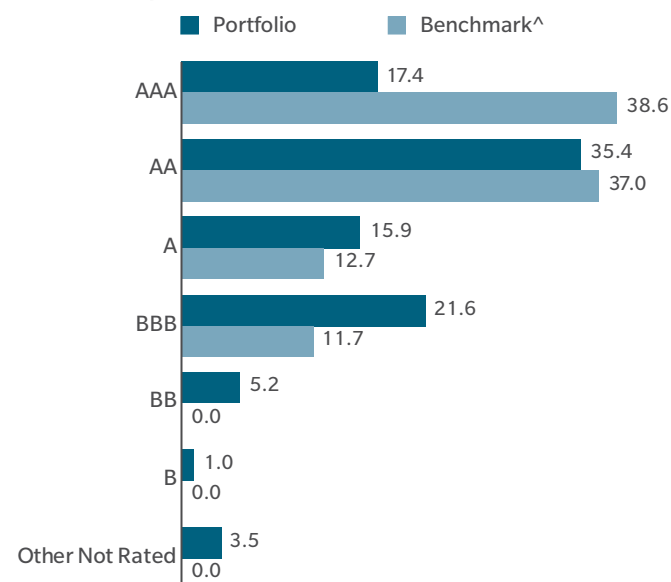
# Characteristics



As of 30-Jun-19	Portfolio	Benchmark <sup>^</sup>
<b>Fundamentals</b>		
Average effective duration	7.81yrs	8.02yrs
Yield to worst	2.62%	2.13%
Average coupon	3.77%	3.33%
Average quality <sup>1</sup>	A+	AA
Average term to maturity	10.89yrs	-
<b>Diversification</b>		
Number of holdings	116	1,469
<b>Turnover</b>		
Trailing 1 year turnover <sup>2</sup>	57%	-

Effective term structure as of 30-Jun-19	Portfolio (%)	Benchmark <sup>^</sup>
Less than 1 Year	0.8	0.0
1-3 Years	15.7	24.0
3-5 Years	20.1	19.2
5-10 Years	32.4	22.8
10-20 Years	7.2	10.7
20+ Years	23.8	23.2

Credit quality (% of total assets) as of 30-Jun-19



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

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, as measured by the FTSE Canada Universe Bond Index, returned 2.51% in the second quarter. This marks another strong quarter for Canadian bonds, bringing the year-to-date total return to 6.52%. Bonds benefited from falling yields across all maturity categories, with corporate bonds outperforming, as credit spreads correspondingly narrowed. We have entered an environment where bad economic news becomes good news for markets, as markets expect that central banks will step in to correct the course. Risk assets, such as equities, high yield bonds and investment grade corporate bonds, all performed well in the latter part of the quarter, as it became increasingly evident that a dovish shift was underway. The US Federal Reserve has certainly been the focal point of the pivot, as they moved from a patient wait-and-see policy stance to an act-when-appropriate mantra, with the objective aimed at sustaining the current economic expansion. Fed messaging has caused markets to increase their expectation for a rate cut, or possibly more, south of the border in the very near term. Simultaneously, global central banks have turned decidedly dovish as well, pushing developed market yields lower and increasing the amount of negative yielding bonds outstanding. The Bank of Canada, however, has yet to indicate a desire for lower rates, which has in part contributed to the Canadian dollar's strong appreciation year to date. The year has thus far been defined by strong financial market performance, despite slowing growth and mounting uncertainties.

Looking forward, our expectation is for moderation in Canadian growth. Admittedly, there has been some recent improvement in Canadian data; however, we believe these improvements are due to transitory factors that have ticked up from very weak levels from the previous two quarters and do not represent a sustainable up-trend. This includes passing factors that have helped to buoy consumer consumption and exports. We expect some of these transitory tailwinds to slow, as the year progresses. Slowing global growth, particularly in the US, the lagged effects of previous Bank of Canada rate hikes on the domestic economy, increased vulnerability of highly indebted Canadian consumers and the impact of a rising Canadian dollar on exports lend support to our moderating growth expectations. We remain cautious and believe the probability of a Bank of Canada rate cut has increased. However, the market is not currently pricing in this outcome, as of the end of the quarter. We believe that, as some of these transitory factors dissipate, markets will take notice, and prices will adjust accordingly.

For corporate bonds, we continue to be at the lower end of risk in our strategies. We are focused on maintaining a yield advantage relative to the benchmark, but have reduced spread sensitivity, in the event that risk sentiment deteriorates. We are favouring credits in shorter maturities with a higher quality bias. We continue to hold US investment grade and high yield to diversify return sources. The weakening global backdrop and inverted Canadian yield curve leads us to err on the side of caution for our investors. We are ensuring the portfolio has sufficient dry powder and look for more opportune valuations over the course of 2019. However, we do not believe we have reached that inflection point as of yet.

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 30-Jun-19	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
<b>Cash &amp; Cash Equivalents (3.27%)</b>	CASH & CASH EQUIVALENTS			3.27
<b>Communication (3.46%)</b>	NETFLIX INC	4.875	Apr 15 28	0.15
	NETFLIX INC	5.875	Nov 15 28	0.33
	ROGERS COMMUNICATIONS INC	4.000	Mar 13 24	0.72
	ROGERS COMMUNICATIONS INC	6.560	Mar 22 41	0.42
	SHAW COMMUNICATIONS INC	3.800	Nov 02 23	1.03
	SHAW COMMUNICATIONS INC	6.750	Nov 09 39	0.26
	VIDEOTRON LTD	5.625	Jun 15 25	0.54
<b>Energy (7.44%)</b>	ALTAGAS CANADA INC	4.260	Dec 05 28	0.08
	BRUCE POWER LP	2.844	Jun 23 21	0.90
	BRUCE POWER LP	4.010	Jun 21 29	0.36
	CU INC	3.964	Jul 27 45	2.32
	ENBRIDGE ENERGY PARTNERS LP	7.375	Oct 15 45	0.29
	ENBRIDGE INC	3.940	Jun 30 23	0.22
	ENBRIDGE INC	3.200	Jun 08 27	0.63
	ENBRIDGE INC	4.240	Aug 27 42	0.54
	MARATHON PETROLEUM CORP	3.625	Sep 15 24	0.25
	NORTH WEST REDWATER PARTNERSHIP	3.650	Jun 01 35	0.30
	PARKLAND FUEL CORP	6.500	Jan 21 27	0.57
	SABINE PASS LIQUEFACTION LLC	5.625	Mar 01 25	0.98
<b>Federal (11.10%)</b>	CANADIAN GOVERNMENT	0.000	Sep 19 19	-2.52
	CANADIAN GOVERNMENT	0.000	Sep 19 19	13.97
	CANADIAN GOVERNMENT	0.750	Sep 01 20	2.27

# Portfolio Holdings



As of 30-Jun-19	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
Federal (continued) (11.10%)	CANADIAN GOVERNMENT	1.500	Jun 01 23	0.45
	CANADIAN GOVERNMENT	1.500	Jun 01 26	2.16
	CANADIAN GOVERNMENT	5.750	Jun 01 33	1.03
	CANADIAN GOVERNMENT	4.000	Jun 01 41	0.58
	CANADIAN GOVERNMENT	3.500	Dec 01 45	1.36
	CANADIAN GOVERNMENT	2.750	Dec 01 48	0.66
	CANADIAN GOVERNMENT	2.750	Dec 01 64	0.83
	CANADIAN GOVERNMENT BOND	2.000	Jun 01 28	4.11
	US TREASURY N/B	0.000	Sep 19 19	-11.94
	US TREASURY N/B	0.000	Sep 19 19	-1.18
	US TREASURY N/B	0.000	Sep 19 19	-0.11
	US TREASURY N/B	0.000	Sep 30 19	-2.58
	US TREASURY N/B	0.000	Sep 30 19	2.01
Financial (16.65%)	AMERICAN INTERNATIONAL GROUP INC	3.750	Jul 10 25	0.45
	BANK OF AMERICA CORP	3.950	Apr 21 25	1.28
	BANK OF MONTREAL	4.609	Sep 10 25	1.87
	BANK OF NOVA SCOTIA/THE	3.270	Jan 11 21	0.21
	CANADIAN WESTERN BANK	2.751	Jun 29 20	0.41
	CANADIAN WESTERN BANK	2.788	Sep 13 21	0.43
	CANADIAN WESTERN BANK	2.924	Dec 15 22	1.87
	CENTENE CORP	5.375	Jun 01 26	0.52
	FAIRFAX FINANCIAL HOLDINGS LTD	4.250	Dec 06 27	0.91
	GENERAL MOTORS FINANCIAL OF CANADA LTD	3.080	May 22 20	0.48

# Portfolio Holdings



As of 30-Jun-19	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
<b>Financial (continued) (16.65%)</b>	IGM FINANCIAL INC	4.560	Jan 25 47	0.27
	LIBERTY MUTUAL GROUP INC	4.250	Jun 15 23	0.22
	MORGAN STANLEY	3.950	Apr 23 27	0.88
	NATIONAL BANK OF CANADA	2.983	Mar 04 24	0.48
	PARK AEROSPACE HOLDINGS LTD	5.500	Feb 15 24	0.60
	POWER CORP OF CANADA	4.810	Jan 31 47	1.03
	ROYAL BANK OF CANADA	4.930	Jul 16 25	2.06
	TMX GROUP LTD	2.997	Dec 11 24	0.27
	TORONTO-DOMINION BANK/THE	2.496	Dec 02 24	2.10
	VW CREDIT CANADA INC	3.700	Nov 14 22	0.32
<b>Industrial (11.21%)</b>	ALLISON TRANSMISSION INC	4.750	Oct 01 27	0.54
	ANHEUSER-BUSCH INBEV WORLDWIDE INC	5.450	Jan 23 39	0.56
	BROADCOM CORP / BROADCOM CAYMAN FINANCE	3.875	Jan 15 27	0.47
	CAMECO CORP	4.190	Jun 24 24	0.21
	CONSTELLATION BRANDS INC	4.250	May 01 23	0.57
	CROWN AMERICAS LLC / CROWN AMERICAS CAPITAL CORP V	4.750	Feb 01 26	0.32
	DOLLARAMA INC	3.550	Nov 06 23	1.08
	ENERCARE SOLUTIONS INC	3.380	Feb 21 22	0.35
	EQUINIX INC	5.375	May 15 27	0.46
	GENERAL MOTORS FINANCIAL CO INC	5.650	Jan 17 29	0.76
	HCA INC	5.250	Jun 15 26	0.57
	HCA INC	5.625	Sep 01 28	0.59
	LOBLAW COS LTD	4.860	Sep 12 23	1.14

# Portfolio Holdings



As of 30-Jun-19	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
<b>Industrial (continued) (11.21%)</b>	MASCO CORP	4.375	Apr 01 26	0.54
	MATTAMY GROUP CORP	6.500	Oct 01 25	0.46
	METRO INC/CN	3.200	Dec 01 21	0.26
	ONEOK INC	4.000	Jul 13 27	0.94
	STANDARD INDUSTRIES INC/NJ	4.750	Jan 15 28	0.30
	TECK RESOURCES LTD	6.250	Jul 15 41	0.29
	TOROMONT INDUSTRIES LTD	3.842	Oct 27 27	0.12
	TRANSDIGM INC	6.500	Jul 15 24	0.55
	VALE OVERSEAS LTD	6.250	Aug 10 26	0.13
<b>Infrastructure (1.60%)</b>	ALECTRA INC	3.958	Jul 30 42	0.60
	ALTALINK LP	3.990	Jun 30 42	0.35
	ENEL FINANCE INTERNATIONAL NV	3.625	May 25 27	0.65
<b>Municipal (1.80%)</b>	REGIONAL MUNICIPALITY OF YORK	2.350	Jun 09 27	1.29
	VILLAGE OF BRIDGEVIEW IL	5.140	Dec 01 36	0.51
<b>Other (4.78%)</b>	OTHER			4.78
<b>Other Corporate (-2.21%)</b>	CDX NA IG 32	0.000	Dec 18 19	-2.21
<b>Provincial (34.69%)</b>	MANITOBA (PROVINCE OF)	4.650	Mar 05 40	1.53
	MANITOBA (PROVINCE OF)	4.100	Mar 05 41	1.75
	PROVINCE OF ALBERTA	3.450	Dec 01 43	6.49
	PROVINCE OF BRITISH COLUMBIA	3.250	Dec 18 21	1.82
	PROVINCE OF BRITISH COLUMBIA	2.800	Jun 18 48	1.41
	PROVINCE OF NOVA SCOTIA	2.100	Jun 01 27	2.08
	PROVINCE OF NOVA SCOTIA	4.400	Jun 01 42	1.34

## Portfolio Holdings



As of 30-Jun-19	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
<b>Provincial (continued) (34.69%)</b>	PROVINCE OF ONTARIO CANADA	4.000	Jun 02 21	4.21
	PROVINCE OF ONTARIO CANADA	3.500	Jun 02 24	4.96
	PROVINCE OF ONTARIO CANADA	2.700	Jun 02 29	1.38
	PROVINCE OF ONTARIO CANADA	4.700	Jun 02 37	4.58
	PROVINCE OF QUEBEC	4.250	Dec 01 21	2.46
	PROVINCE OF SASKATCHEWAN	4.750	Jun 01 40	0.67
<b>Real Estate (1.25%)</b>	CHOICE PROPERTIES REAL ESTATE INVESTMENT TRUST	3.546	Jan 10 25	0.67
	COMINAR REAL ESTATE INVESTMENT TRUST	4.164	Jun 01 22	0.37
	CT REAL ESTATE INVESTMENT TRUST	3.527	Jun 09 25	0.22
<b>Securitization (4.97%)</b>	AIMCO 2015-AA	3.897	Jan 15 28	0.30
	ALLEG 2015-1X	4.230	Jul 25 27	0.63
	ATRM 12A	3.942	Apr 22 27	0.31
	BABSN 2013-IA	3.842	Jan 20 28	0.29
	GALXY 2018-29A	3.918	Nov 15 26	0.63
	GLACIER CREDIT CARD TRUST	2.568	Sep 20 19	0.26
	MAGNE 2015-16A	3.801	Jan 18 28	0.30
	NEUB 2015-20A	3.847	Jan 15 28	0.26
	OAKCL 2015-1A	3.942	Oct 20 27	0.63
	OCP 2015-10A	3.886	Oct 26 27	0.30
	OCP 2015-9A	3.947	Jul 15 27	0.31
	SNDPT 2015-3A	3.482	Jan 20 28	0.47
	TICP 2018-IA	4.086	Apr 26 28	0.28

Other consists of: (i) currency derivatives and/or (ii) any derivative offsets.



## CERTIFICATE OF PORTFOLIO COMPLIANCE

### **MFS Canadian Core Plus Fixed Income Fund**

To the best of my knowledge, for the quarter ending June 30, 2019, 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 Core Plus 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.

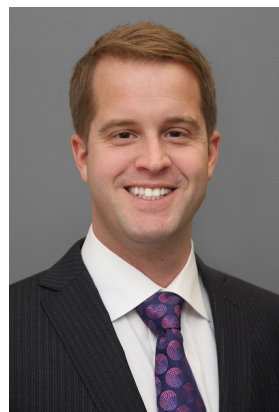
MFS Investment Management Canada Limited.

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

DATE: July 08, 2019



## 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</li> <li>Global Concentrated<sup>1</sup></li> <li>Global Research/Global Research Focused</li> <li>Global Growth/Global Growth Concentrated</li> <li>Global SMID Cap<sup>1</sup></li> <li>Global Value<sup>1</sup></li> <li>Global Intrinsic Value</li> <li>Contrarian Value</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>1</sup></li> <li>International Growth/International Growth Concentrated</li> <li>International Small-Mid Cap<sup>1</sup></li> <li>International Intrinsic Value Equity<sup>1</sup></li> </ul> <p><b>Regional Equity</b></p> <table border="0"> <tr> <td><b>Asia/Pacific</b></td> <td><b>European</b></td> </tr> <tr> <td> <ul style="list-style-type: none"> <li>Asia Pacific ex-Japan</li> <li>Asia ex-Japan</li> <li>Asia Concentrated</li> <li>Japan</li> <li>Japan Concentrated</li> </ul> </td> <td> <ul style="list-style-type: none"> <li>European Research<sup>1</sup></li> <li>European Small Cap<sup>1</sup></li> <li>European Value<sup>2</sup></li> <li>U.K.</li> <li>European ex-U.K</li> </ul> </td> </tr> <tr> <td><b>Canadian</b></td> <td><b>U.S.</b></td> </tr> <tr> <td> <ul style="list-style-type: none"> <li>Canadian Equity</li> <li>Canadian Research</li> </ul> </td> <td> <ul style="list-style-type: none"> <li>Core</li> <li>Research</li> <li>Research – Industry Neutral</li> <li>Growth / Growth Concentrated</li> <li>Large Cap Growth / Large Cap Growth Concentrated</li> <li>Mid Cap Growth / Mid Cap Growth Focused</li> <li>Small Cap Growth<sup>1</sup></li> <li>Large Cap Value<sup>1</sup></li> <li>Mid Cap Value</li> </ul> </td> </tr> </table> <p><b>Emerging Markets</b></p> <ul style="list-style-type: none"> <li>Emerging Markets</li> <li>Emerging Markets Research</li> <li>Latin American</li> </ul> <p>As of 30-Jun-19.  <sup>1</sup> Limited availability. <sup>2</sup> Closed.</p>	<b>Asia/Pacific</b>	<b>European</b>	<ul style="list-style-type: none"> <li>Asia Pacific ex-Japan</li> <li>Asia ex-Japan</li> <li>Asia Concentrated</li> <li>Japan</li> <li>Japan Concentrated</li> </ul>	<ul style="list-style-type: none"> <li>European Research<sup>1</sup></li> <li>European Small Cap<sup>1</sup></li> <li>European Value<sup>2</sup></li> <li>U.K.</li> <li>European ex-U.K</li> </ul>	<b>Canadian</b>	<b>U.S.</b>	<ul style="list-style-type: none"> <li>Canadian Equity</li> <li>Canadian Research</li> </ul>	<ul style="list-style-type: none"> <li>Core</li> <li>Research</li> <li>Research – Industry Neutral</li> <li>Growth / Growth Concentrated</li> <li>Large Cap Growth / Large Cap Growth Concentrated</li> <li>Mid Cap Growth / Mid Cap Growth Focused</li> <li>Small Cap Growth<sup>1</sup></li> <li>Large Cap Value<sup>1</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>European</li> <li>International</li> </ul> <p><b>U.S. Equity</b></p> <ul style="list-style-type: none"> <li>Core</li> <li>Core ESG</li> <li>Large Cap Growth</li> <li>Large Cap Value</li> <li>Mid Cap</li> <li>Small Cap</li> </ul> <p><b>Low Volatility</b></p> <ul style="list-style-type: none"> <li>Canadian</li> <li>Global</li> <li>International</li> <li>U.S.</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>Multi-Sector</b></p> <table border="0"> <tr> <td><b>Global</b></td> <td><b>U.S.</b></td> </tr> <tr> <td> <ul style="list-style-type: none"> <li>Core</li> <li>Core Plus</li> <li>Opportunistic</li> </ul> </td> <td> <ul style="list-style-type: none"> <li>Core</li> <li>Core Plus</li> <li>Opportunistic</li> <li>Limited Maturity</li> </ul> </td> </tr> <tr> <td><b>Canadian</b></td> <td></td> </tr> <tr> <td> <ul style="list-style-type: none"> <li>Core</li> <li>Core Plus</li> <li>Long Term</li> <li>Long Term Plus</li> <li>Short Term</li> </ul> </td> <td></td> </tr> <tr> <td><b>Credit</b></td> <td></td> </tr> <tr> <td><b>Global</b></td> <td><b>U.S.</b></td> </tr> <tr> <td> <ul style="list-style-type: none"> <li>Buy &amp; 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## Additional Disclosures



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