



# 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

Second quarter 2015 investment report

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Sectors in this report are based on MFS sector classification.

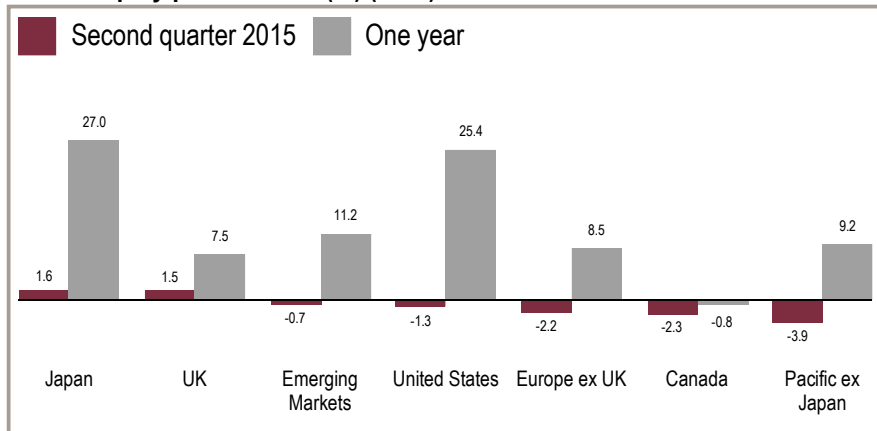
Country and region information contained in this report is based upon MFS classification methodology which may differ from the methodology used by individual benchmark providers.

University of Winnipeg Foundation Inc.

# MARKET OVERVIEW

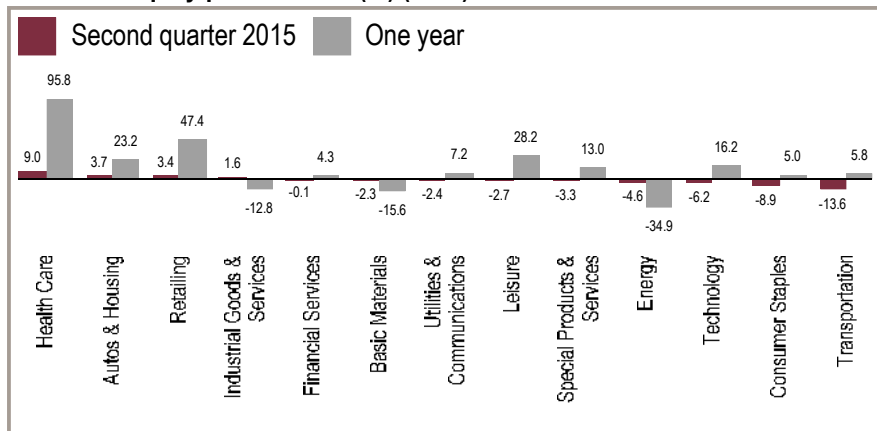


## Global Equity performance (%) (CAD) as of 30-Jun-15



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

## Canadian Equity performance (%) (CAD) as of 30-Jun-15



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

## Second quarter 2015 Global Equity market review

- The global economic expansion has continued in general but remained unsynchronised across regions and largely dependent on easy monetary policies.
- In the near term, we expect the United States Federal Reserve to begin the process of normalising monetary policy by increasing short-term interest rates for the first time since 2006. However, the timing of "lift-off" remains uncertain and dependent on how economic data unfold. Stronger earnings growth may boost equity returns as valuations are not excessive.
- Equity markets appear fair to fully valued, with anticipation of an economic recovery in Europe and Japan amidst aggressive stimulus policies. The European Central Bank is expected to provide stability to the Eurozone and dampen the risk of contagion despite heightened risks in European peripheral countries.
- Many emerging economies continue to experience faster growth than developed markets, although their pace of growth has slowed and been impacted by the challenge in transitioning from fixed asset investment to consumption-led growth, the recent strength in the US dollar, and declining commodity prices. We believe structural changes are needed to correct imbalances, which should lead to a long-term improvement of returns in emerging markets.

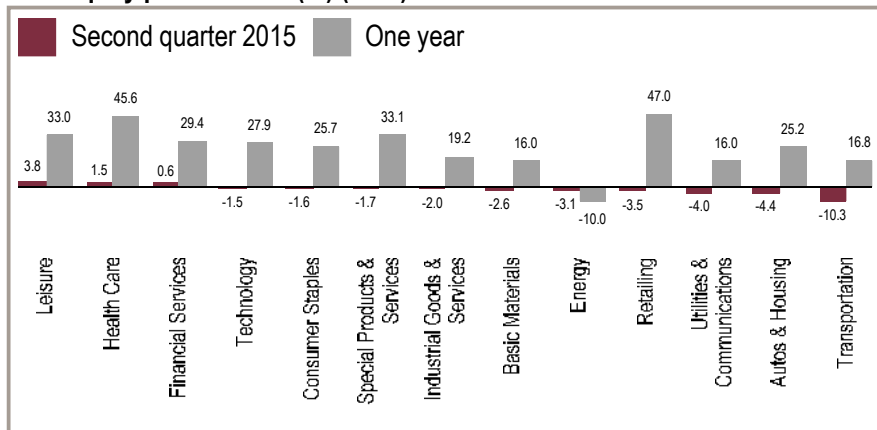
## Second quarter 2015 Canadian Equity market review

- Canadian equities posted a modest negative return in the 2nd quarter, all but erasing prior year-to-date price gains. Weakness in the commodity and energy sectors led the decline, following the growth slowdown concern in China and renewed Euro-Greece instability. Rising interest rates also contributed by dragging interest-sensitive stocks lower.
- Notwithstanding a double digit percentage oil price recovery in Q2, it is the sharp year-on-year decline in energy prices that has emerged as an increasingly important theme within the domestic sector, pressuring capital spending and tipping the domestic growth outlook more to the negative. Accordingly, continued weakness in the commodity complex was exacerbated by sell-offs in industrials & rails, in technology and in interest-sensitive utilities and REITs, and only partly offset by improvement in healthcare and modest strength in telecommunications and consumer discretionary sectors.
- Valuation multiples declined modestly in Q2. In Canada, the earnings multiple settled back to 17.1 times, bringing the TSX back in-line with the S&P 500. TSX forward earnings estimates did stabilise after a very difficult Q1, largely held up by healthcare and financials in Q2.
- Canadian equities remain relatively fully valued in the global context, although a number of companies and sectors within the Canadian market look to be well positioned for the current macro backdrop.

# MARKET OVERVIEW

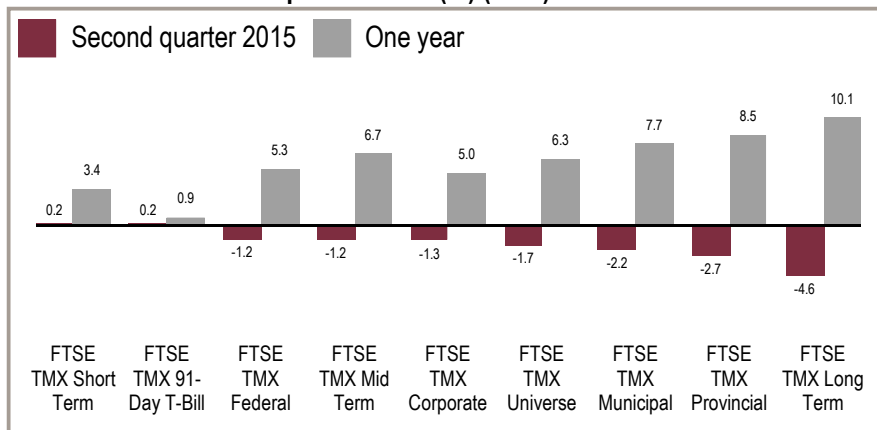


## U.S. Equity performance (%) (CAD) as of 30-Jun-15



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 30-Jun-15



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

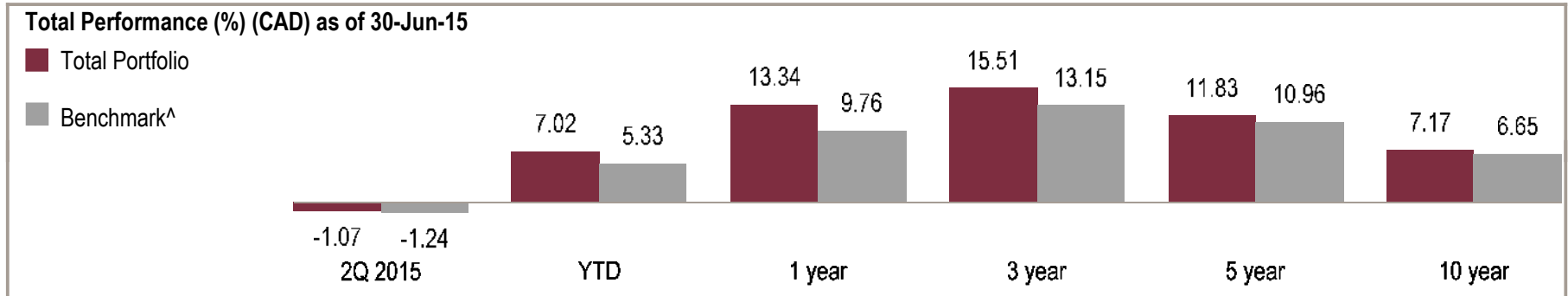
## Second quarter 2015 U.S. Equity market review

- The U.S. market, as measured by the S&P 500 Index, continued to show uneven performance during Q2 as it generally rose through the first half before mostly falling in the second half. Concerns regarding Greece's missed payment to the IMF and their political/monetary future proved to be market headwinds at the end of Q2.
- While the U.S. economy posted a small negative GDP number for Q1 2015, the general consensus is that growth will increase in the back half of 2015 as we have moved away from short term factors, such as poor weather. Global growth remains unsynchronised as the U.S. is still the growth leader among the major economies, despite the minor slowdown in Q1. While the Federal Reserve is guiding the market toward a rate hike toward the end of 2015, other central banks (i.e. ECB, BOJ and People's Bank of China) have continued with "super easy" monetary conditions.
- In a reversal from 2014, investors continued to move away from defensive, higher yielding stocks such as utilities and REITs in Q2, as they started to prepare for the probability of higher interest rates. In contrast, the health care, consumer discretionary and Financial (x-REITs) sectors outperformed the broad market over the quarter.

## Second quarter 2015 Canadian Fixed Income market review

- Mid-and long-term bonds delivered negative returns in the second quarter amid a bear steepening of the Canadian yield curve. In a reversal of many of the first quarter's themes that drove US and global yields lower, longer-term yields moved higher as the term premium increased thanks to a bounce in the price of oil, a weaker US dollar, and better economic data in Europe despite the uncertainty related to Greece.
- Short-term bonds managed to eke out positive returns as yields at the front end of the curve remained well anchored on continued domestic weakness and expectations for further possible Bank of Canada policy easing. If the Canadian economy responds favourably to an expected rebound in economic activity in the US in the second half of the year, further easing expectations may begin to dissipate.
- Credit spreads continued to widen, particularly within the energy and communication industries. Given the backdrop of modest global economic growth, low inflation, and easy policy, this may be attributed more to increased corporate issuance rather than a deterioration of corporate fundamentals, and therefore a potential long-term investment opportunity in credits exhibiting strong fundamentals throughout the cycle.

# 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



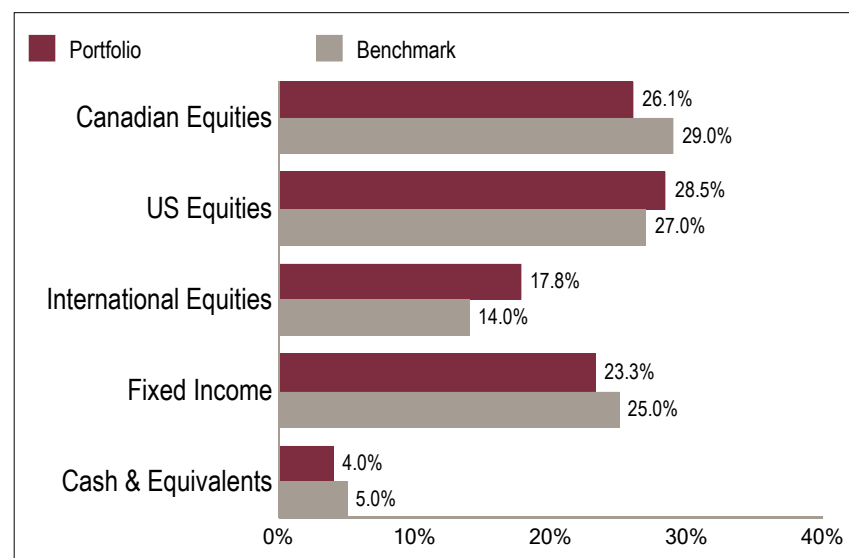
<b>Performance results (%) as of 30-Jun-15</b>	<b>2Q 2015</b>	<b>YTD</b>	<b>1 Year</b>	<b>3 Years</b>	<b>5 Years</b>	<b>10 Years</b>
<b>Total Portfolio</b>	<b>-1.07</b>	<b>7.02</b>	<b>13.34</b>	<b>15.51</b>	<b>11.83</b>	<b>7.17</b>
<b>Benchmark^</b>	<b>-1.24</b>	<b>5.33</b>	<b>9.76</b>	<b>13.15</b>	<b>10.96</b>	<b>6.65</b>
MFS Canadian Equity Core Fund	-1.73	2.93	4.58	15.01	10.15	7.61
S&P/TSX Capped Composite Index linked to previous benchmark	-1.63	0.91	-1.16	11.12	8.28	6.86
MFS U.S. Equity Core Fund	-0.94	9.79	26.46	26.48	–	–
Standard & Poor's 500 Stock Index (net div)	-1.30	8.78	25.14	24.71	–	–
MFS International Equity Fund	0.11	16.64	16.98	20.35	13.81	6.44
MSCI EAFE (Europe, Australasia, Far East) Index (net div)	-0.82	13.74	12.26	19.80	13.13	5.32
MFS Canadian Fixed Income Fund	-1.65	2.22	6.16	4.33	5.24	5.13
FTSE TMX Canada Universe Bond Index	-1.71	2.37	6.25	3.77	5.07	5.00
MFS Canadian Money Market Fund	0.20	0.44	0.95	1.03	1.07	2.00
FTSE TMX Canada 91 Day T-Bill	0.15	0.40	0.87	0.95	0.94	1.85

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.

# ASSET SUMMARY



## Asset allocation as of 30-Jun-15



## MFS' asset mix view

The macro backdrop continues to favour equities versus fixed income, in our view. The combination of modest global economic growth, minimal inflation pressures and very stimulative monetary policy are traditionally consistent with equity outperformance. To be sure, global equity valuations can no longer be considered attractive after the multi-year rally in stocks. However, bonds remain overvalued with very low yields despite the recent rise and we expect bond yields to rise as the Federal Reserve's first rate hike approaches, likely later in 2015 or early 2016. As a result, equity weights remain overweight versus benchmark while bonds and cash remain underweight. We continue to favour global equities versus Canadian equities, as the Canadian dollar and Canadian equities are expected to underperform amid a strong US dollar, lagging emerging economies, and the lingering effects of weak commodity prices on Canadian corporate earnings. US economic leadership has been consistent with US market and currency leadership but non-US international stocks stand to benefit from easier monetary policy outside of the US and attractive relative valuations. In addition, the strong US dollar begins to dampen the earnings outlook while weaker currencies elsewhere have brightened non-US earnings prospects. Activity toward the end of the quarter included selling global equities into strength and buying fixed income on weakness ahead of expected volatility in risk assets.

Activity (CAD)	Beginning value as of 31-Mar-15	Contributions	Withdrawals	Intra-portfolio transfers	Change in market value	Ending value as of 30-Jun-15
<b>Total Portfolio</b>	<b>58,235,030</b>	<b>+112,491</b>	<b>-262,509</b>	<b>0</b>	<b>-620,256</b>	<b>57,464,755</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.



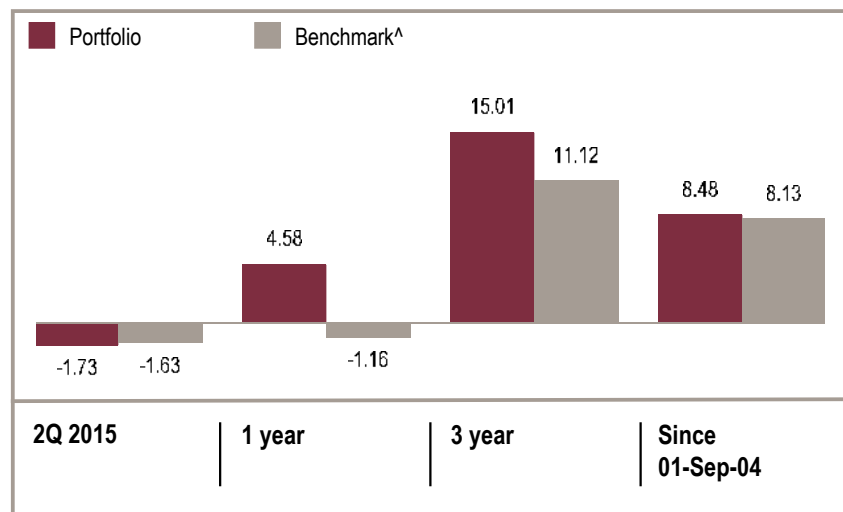
# MFS Canadian Equity Core Fund



# EXECUTIVE SUMMARY



## Performance results (%) net of expenses (CAD) as of 30-Jun-15



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-15	15,360,518
Contributions	+29,810
Withdrawals	-69,565
Intra-portfolio transfers	-22,816
Change in market value	-263,783
Ending value as of 30-Jun-15	15,034,165

## Sector weights (%) as of 30-Jun-15

	Portfolio	Benchmark^^
<b>Top overweights</b>		
Retailing	7.5	5.0
Industrial Goods & Services	4.4	2.1
Transportation	7.2	5.3
<b>Top underweights</b>		
Utilities & Communications	8.5	13.4
Financial Services	32.2	35.1
Special Products & Services	0.4	1.6

^^ S&P/TSX Capped Composite Index

The MFS Canadian Equity Core Fund performed in line with the S&P/TSX Capped Composite Index in the second quarter of 2015.

### Contributors

- Basic Materials – Stock selection
- Retailing – Overweight position
- Health Care – Stock selection and an overweight position
- Individual stocks:
  - Element Financial Corp
  - Granite Oil Corp
  - Stantec Inc

### Detractors

- Leisure – Stock selection
- Energy – Stock selection
- Individual stocks:
  - Canadian National Railway
  - Open Text Corp
  - Igm Financial Inc (Eq)

# PERFORMANCE RESULTS



## Performance results (%) net of expenses (CAD) as of 30-Jun-15

Period	Portfolio net (%)	Benchmark <sup>^</sup> (%)	Excess return net vs benchmark (%)
2Q 2015	-1.73	-1.63	-0.10
1Q 2015	4.74	2.58	2.16
4Q 2014	1.47	-1.47	2.94
3Q 2014	0.13	-0.59	0.72
2015 YTD	2.93	0.91	2.02
2014	14.24	10.55	3.69
2013	19.51	12.99	6.52
2012	10.60	7.19	3.41
2011	-14.56	-8.71	-5.85
2010	16.07	17.61	-1.54
1 year	4.58	-1.16	5.74
3 year	15.01	11.12	3.89
5 year	10.15	8.28	1.87
10 year	7.61	6.86	0.75
Since client inception (01-Sep-04)	8.48	8.13	0.35

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) - second quarter 2015

		Benchmark returns (%)	Average relative weighting (%)	Sector allocation (%)	+	Stock selection (%)	+	Currency effect (%)	=	Relative contribution (%)
<b>Contributors</b>	Basic Materials	-2.3	0.0	0.0		0.1		-		0.2
	Retailing	3.4	2.6	0.1		0.0		-		0.2
	Health Care	9.0	0.8	0.1		0.1		-		0.1
	Autos & Housing	3.7	1.5	0.1		0.0		-		0.1
	Consumer Staples	-8.9	-0.4	0.0		0.0		-		0.1
	Financial Services	-0.1	-3.2	-0.0		0.1		-		0.1
	Special Products & Services	-3.3	-1.4	0.0		0.0		-		0.1
	Industrial Goods & Services	1.6	1.7	0.0		0.0		-		0.0
<b>Detractors</b>	Leisure	-2.7	0.2	-0.0		-0.3		-		-0.3
	Energy	-4.6	-0.5	-0.0		-0.1		-		-0.1
	Transportation	-13.6	2.2	-0.3		0.2		-		-0.1
	Technology	-6.2	0.7	-0.0		-0.1		-		-0.1
	Utilities & Communications	-2.4	-4.9	0.0		-0.1		-		-0.1
	Cash	-	0.6	-0.0		-		-		-0.0
<b>Total</b>		<b>-1.6</b>		<b>0.0</b>		<b>-0.0</b>		<b>-</b>		<b>0.0</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 S&P/TSX Capped Composite Index (CAD) - second quarter 2015

		Average Weighting		Returns		Relative contribution (%)
		Portfolio (%)	Benchmark (%)	Portfolio (%) <sup>1</sup>	Benchmark (%)	
<b>Contributors</b>	Element Financial Corp	1.8	0.3	15.4	15.4	0.3
	Granite Oil Corp	0.3	–	24.9	–	0.2
	Stantec Inc	1.0	0.2	20.8	20.8	0.2
	Ccl Industries	2.0	0.2	7.8	7.8	0.2
	Valeant Pharmaceuticals Intl Inc	5.9	4.6	10.7	10.7	0.2
<b>Detractors</b>	Canadian National Railway	4.7	3.3	-14.7	-14.7	-0.2
	Mdc Partners Inc	0.5	–	-31.4	–	-0.2
	Open Text Corp	1.1	0.4	-23.8	-23.8	-0.2
	Canadian Natural Resources Ltd	3.7	2.2	-12.1	-12.1	-0.2
	Igm Financial Inc (Eq)	1.6	0.2	-10.4	-10.4	-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 contribution (%)
<b>Leisure</b>		Stock selection within this sector detracted from relative performance.	<b>-0.3</b>
	Mdc Partners Inc	Shares of Canada-based diversified marketing company MDC Partners detracted from relative results during the quarter. The shares plummeted early in the reporting period as the company reported a SEC (Securities and Exchange Committee) subpoena from October 2014. An investigation by the committee and an exam pertaining to goodwill accounting practices ensued.	-0.2
<b>Energy</b>		Stock selection within this sector detracted from relative performance.	<b>-0.1</b>
	Canadian Natural Resources Ltd	An overweight position in crude oil and natural gas producer Canadian Natural Resources detracted from relative returns. Shares declined despite the publication of results in line with consensus estimates and the company's positive guidance on reduced capital budget and lower operating costs.	-0.2
<b>Individual stocks</b>	Canadian National Railway	An overweight position in rail and intermodal freight transport services company Canadian National Railway detracted from relative performance. Although the company's earnings came broadly in line with market expectations, weekly traffic volumes came in below market expectations following a decline in oil train shipments.	-0.2
	Open Text Corp	An overweight position in Canadian independent software company Open Text detracted from relative performance as the shares lagged the benchmark during the quarter. Management released lower-than-anticipated guidance attributed to foreign exchange headwinds and the company's shift from a licence-focussed model to a cloud-focussed model that negatively impacted licence revenues.	-0.2
	Igm Financial Inc (Eq)	An overweight position in Canadian-based personal financial services company IGM Financial held back relative performance. The company posted disappointing results owing to higher-than-expected commission and non-commission expenses that led to a significant miss in wealth management earnings. Investors also appeared to have been concerned with mutual fund net redemptions trends at Mackenzie primarily due to challenges in its Cudhill Value funds.	-0.1

# SIGNIFICANT IMPACTS ON PERFORMANCE – CONTRIBUTORS



		Relative contribution (%)
<b>Basic Materials</b>		<b>0.2</b>
	Ccl Industries	0.2
<b>Retailing</b>		<b>0.2</b>
<b>Health Care</b>		<b>0.1</b>
	Valeant Pharmaceuticals Intl Inc	0.2
<b>Individual stocks</b>	Element Financial Corp	0.3
	Granite Oil Corp	0.2
	Stantec Inc	0.2

# SIGNIFICANT TRANSACTIONS



From 01-Apr-15 to 30-Jun-15

	Security	Sector	Transaction type	Trade (%)	Ending weight (%)
<b>Purchases</b>	HUSKY ENERGY INC	Energy	New position	0.9	0.9
	ONEX CORPORATION	Financial Services	New position	0.5	0.5
	PREMIUM BRANDS HOLDINGS CORPORATION	Consumer Staples	New position	0.4	0.4
	MITEL NETWORKS CORP	Technology	New position	0.4	0.3
	COMINAR REIT	Financial Services	New position	0.3	0.3
<b>Sales</b>	CENOVUS ENERGY INC	Energy	Trim	-0.9	0.7
	TECK COMINCO LTD	Basic Materials	Eliminate position	-0.6	–
	CATAMARAN CORP	Health Care	Eliminate position	-0.5	–
	TRANSFORCE INC	Transportation	Eliminate position	-0.4	–
	PERFORMANCE SPORTS GROUP LTD	Leisure	Trim	-0.4	0.4

# SECTOR WEIGHTS



As of 30-Jun-15	Portfolio (%)	Benchmark^ (%)	Underweight/overweight (%)	Top holdings
Retailing	7.5	5.0	2.5	Alimentation Couche-Tard Inc Class B, Loblaw Cos Ltd, Canadian Tire Corp Ltd
Industrial Goods & Services	4.4	2.1	2.3	Progressive Waste Solutions Ltd, CAE Inc, Stantec Inc
Transportation	7.2	5.3	1.9	Canadian National Railway Co, Canadian Pacific Railway Ltd, Air Canada
Autos & Housing	3.2	1.7	1.5	Magna International Inc
Technology	2.4	1.7	0.7	Open Text Corp
Health Care	6.5	5.9	0.6	Valeant Pharmaceuticals International Inc
Basic Materials	11.1	11.2	-0.1	Agrium Inc, CCL Industries Inc, Goldcorp Inc
Leisure	2.8	2.9	-0.1	Thomson Reuters Corp
Consumer Staples	0.4	0.6	-0.2	Premium Brands Holdings Corp
Energy	12.8	13.5	-0.7	Suncor Energy Inc, Canadian Natural Resources Ltd
Special Products & Services	0.4	1.6	-1.2	Uni-Select Inc
Financial Services	32.2	35.1	-2.9	Royal Bank of Canada, Toronto-Dominion Bank, Bank of Nova Scotia
Utilities & Communications	8.5	13.4	-4.9	Enbridge Inc, Quebecor Inc, TELUS Corp

^ S&P/TSX Capped Composite Index

0.4% Cash and Other. The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.



# CHARACTERISTICS



As of 30-Jun-15	Portfolio	Benchmark <sup>^</sup>
<b>Fundamentals - weighted average</b>		
IBES long-term EPS growth <sup>1</sup>	12.6%	8.8%
Price/earnings (12 months forward ex-negative earnings)	15.5x	16.1x
Free cash flow yield (12 months trailing)	3.4%	0.8%
Return on equity (3-year average)	11.4%	11.4%
Return on invested capital	8.8%	7.8%
<b>Market capitalisation</b>		
Market capitalisation (CAD) <sup>2</sup>	41.5 bn	38.3 bn
<b>Diversification</b>		
Number of holdings	79	249
<b>Turnover</b>		
Trailing 1 year turnover <sup>3</sup>	27%	–
<b>Risk/reward (5 year)</b>		
Beta vs benchmark	1.07	–
Information ratio	0.58	–
Standard deviation	10.68%	9.55%
Historical tracking error	3.23%	–

<sup>^</sup> S&P/TSX Capped Composite 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.**

Top 10 issuers As of 30-Jun-15	Portfolio (%)	Benchmark <sup>^</sup> (%)
ROYAL BANK OF CANADA	7.2	6.0
TORONTO DOMINION HOLDINGS INC	6.9	5.4
VALEANT PHARMACEUTICALS INTL INC	6.1	4.8
BANK OF NOVA SCOTIA	4.7	4.3
CANADIAN NATIONAL RAILWAY CO	4.6	3.1
SUNCOR ENERGY, INC	4.5	2.7
ENBRIDGE INC	4.0	2.7
MANULIFE FINANCIAL CORP	3.9	2.5
CANADIAN NATURAL RESOURCES LTD	3.4	2.0
MAGNA INTL INC	2.9	1.5
<b>Total</b>	<b>48.1</b>	<b>35.0</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.

The strategy's sector exposure profile has not changed materially through the quarter. We continue to favour the transportation and industrials areas, which encompass the railroads, airlines, machinery, and pollution control industries. A combination of best-in-class operators, high barriers to entry due to pricing power and market position, coupled with attractive valuations are amongst the main reasons underlying our preference. Auto parts manufacturers continues to be another area we like, where our holding represents an attractive value supported by a strong balance sheet and an opportunity to further increase its operating margins and returns generated. Finally, within the retailing sector, we prefer food and drug store names, where we own shares of companies with strong market positions and attractive valuations.

Conversely, we continue to see a limited number of opportunities in utilities & communications companies. The theme of fully valued securities, in our opinion, is the dominant presence through most of the companies in this sector. Telecommunications companies are facing challenges, from structural business shifts in landline to wireless businesses, to senior management transition and increased government scrutiny of the competitive landscape. Additionally, high capital intensity typically associated with these types of businesses is an additional hurdle in our assessment of the opportunities.

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

- Within the energy space, we have partially reconfigured our exposure in the integrated space, by reducing our position in Cenovus and redeploying the capital into Husky, as the lower capital expenditure profile and similar levels of production growth combine for a more attractive free cash flow yield.
- Established a position in Onex Corp, a private equity firm that specialises in credit and private firm buyouts, and runs an asset management business as well. Attractive Net Asset Valuation (NAV) profile with a material stock buyback policy in place coupled with conservative investment culture was the main reason behind the purchase. Also within the financials sector, we have further increased our stake in Manulife Financial, as we continue to build the position on the back of increased optimism around life insurer's push into the wealth management space.

# PORTFOLIO OUTLOOK AND POSITIONING



- We have eliminated positions in TransCanada and Teck Resources, on the back of some more structural concerns around new equilibrium in steel inputs in the case of Teck Resources, and relatively less attractive binary nature of project outcomes with less defensiveness in the case of TransCanada. Capital was redeployed to new positions in Premium Brands Holdings and Mitel Networks. Speciality food manufacturer and distributor Premium Brands focuses on value-add protein based snack food, a category that should provide a positive backdrop for a strong operator and lead to significant gross earnings and free cash-flow growth over the next several years. Mitel Networks, a hi-tech play on business communications and collaboration software, was introduced to the portfolio as the prospects of successfully transitioning its business mix from hardware to software brings with it very attractive free cash-flow valuation and increased earnings growth outlook.

Canadian equities are relatively fully valued in global context with the S&P/TSX trading in line with the S&P 500. Any stabilization and recovery in commodity prices now seems farther out given recent geo-political developments. This only reinforces the view that overriding supply/demand dynamics aren't supportive of a return to the commodity super-cycle conditions that prevailed over the past 15 years. While monetary policy remains very supportive, the precarious consumer and a heavy provincial debt load combined with an export profile which is less leveraged to the US than in previous economic expansions, all weighing on the domestic earnings and valuation outlook. That said, certain companies and sectors within the Canadian market are well positioned for the current macro backdrop; particularly those exposed to lower commodity prices, a strong US economy and a lower for longer interest rate environment.

The commentary included in this report was based on a representative fully discretionary portfolio for this product style; and, as such, your portfolio may differ.

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Holding	Equivalent exposure (%)
<b>Autos &amp; Housing (3.2%)</b>	Magna International Inc	2.9
	Linamar Corp	0.3
<b>Basic Materials (11.1%)</b>	Agrium Inc	2.4
	CCL Industries Inc	2.2
	Goldcorp Inc	1.2
	Potash Corp of Saskatchewan Inc	0.9
	Agnico Eagle Mines Ltd	0.9
	Eldorado Gold Corp	0.8
	Methanex Corp	0.5
	Lundin Mining Corp	0.5
	Cameco Corp	0.4
	First Quantum Minerals Ltd	0.4
	Uranium Participation Corp	0.3
	Intertape Polymer Group Inc	0.3
	Stella-Jones Inc	0.3
<b>Cash &amp; Other (0.4%)</b>	Cash & Other	0.4
<b>Consumer Staples (0.4%)</b>	Premium Brands Holdings Corp	0.4
<b>Energy (12.8%)</b>	Suncor Energy Inc	4.5
	Canadian Natural Resources Ltd	3.4
	Husky Energy Inc	0.9
	Cenovus Energy Inc	0.7
	Keyera Corp	0.5
	Tourmaline Oil Corp	0.4
	Gran Tierra Energy Inc	0.4
	MEG Energy Corp	0.3
	TORC Oil & Gas Ltd	0.3
	PrairieSky Royalty Ltd	0.3
	Whitecap Resources Inc	0.3
	Seven Generations Energy Ltd	0.2
	Trinidad Drilling Ltd	0.2
	Boulder Energy Ltd	0.2

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Holding	Equivalent exposure (%)
<b>Energy (continued) (12.8%)</b>	Legacy Oil + Gas Inc	0.1
	Granite Oil Corp	0.1
<b>Financial Services (32.2%)</b>	Royal Bank of Canada	7.2
	Toronto-Dominion Bank	6.9
	Bank of Nova Scotia	4.7
	Manulife Financial Corp	3.9
	Element Financial Corp	2.1
	Intact Financial Corp	1.7
	IGM Financial Inc	1.4
	Fairfax Financial Holdings Ltd	0.9
	Great-West Lifeco Inc	0.8
	CI Financial Corp	0.5
	Onex Corp	0.5
	Bank of Montreal	0.5
	Allied Properties Real Estate Investment Trust REIT	0.5
	Canadian Apartment Properties REIT REIT	0.4
	Cominar Real Estate Investment Trust REIT	0.3
<b>Health Care (6.5%)</b>	Valeant Pharmaceuticals International Inc	6.1
	Concordia Healthcare Corp	0.4
<b>Industrial Goods &amp; Services (4.4%)</b>	Progressive Waste Solutions Ltd	1.6
	CAE Inc	1.3
	Stantec Inc	1.2
	SNC-Lavalin Group Inc	0.2
	ZCL Composites Inc	0.1
<b>Leisure (2.8%)</b>	Thomson Reuters Corp	1.1
	MDC Partners Inc	0.6
	Transcontinental Inc	0.6
	Performance Sports Group Ltd	0.4
	DHX Media Ltd	0.2
	Cara Operations Ltd	0.0
<b>Retailing (7.5%)</b>	Alimentation Couche-Tard Inc Class B	2.5

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Holding	Equivalent exposure (%)
<b>Retailing (continued) (7.5%)</b>	Loblaw Cos Ltd	2.5
	Canadian Tire Corp Ltd	1.5
	Dollarama Inc	0.6
	Empire Co Ltd	0.4
<b>Special Products &amp; Services (0.4%)</b>	Uni-Select Inc	0.4
<b>Technology (2.4%)</b>	Open Text Corp	0.9
	Constellation Software Inc/Canada	0.6
	Mitel Networks Corp	0.3
	Kinaxis Inc	0.3
	Enghouse Systems Ltd	0.3
<b>Transportation (7.2%)</b>	Canadian National Railway Co	4.6
	Canadian Pacific Railway Ltd	1.3
	Air Canada	1.1
	WestJet Airlines Ltd	0.3
<b>Utilities &amp; Communications (8.5%)</b>	Enbridge Inc	4.0
	Quebecor Inc	2.2
	TELUS Corp	1.6
	Canadian Utilities Ltd	0.7

The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.



**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 June 30, 2015, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the Offering Memorandum dated January 3, 2015 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 Offering Memorandum.

MFS Investment Management Canada Limited.

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

Dated: July 13, 2015



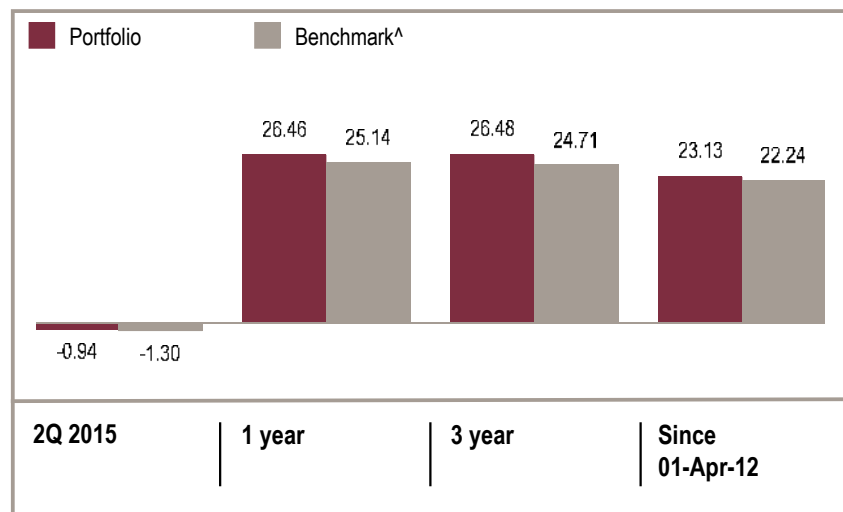
## MFS U.S. Equity Core Fund



# EXECUTIVE SUMMARY



## Performance results (%) net of expenses (CAD) as of 30-Jun-15



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-Mar-15	17,020,550
Contributions	+32,328
Withdrawals	-75,690
Intra-portfolio transfers	-389,749
Change in market value	-156,259
Ending value as of 30-Jun-15	16,431,180

## Sector weights (%) as of 30-Jun-15

	Portfolio	Benchmark^^
<b>Top overweights</b>		
Financial Services	20.4	17.1
Special Products & Services	5.3	2.1
Industrial Goods & Services	9.1	7.2
<b>Top underweights</b>		
Technology	9.4	16.7
Utilities & Communications	3.3	6.2
Energy	5.4	7.1

^^ Standard & Poor's 500 Stock Index

The MFS U.S. Equity Core Fund outperformed the Standard & Poor's 500 Stock Index in the second quarter of 2015.

### Contributors

- Financial Services – Stock selection
- Individual stocks:
  - Valeant Pharmaceuticals Intl Inc
  - Mondelez International Inc
  - Eli Lilly & Co

### Detractors

- Retailing – Stock selection
- Individual stocks:
  - Canadian National Railway
  - Microsoft Corp (not held)
  - Gilead Sciences Inc (not held)

# PERFORMANCE RESULTS



## Performance results (%) net of expenses (CAD) as of 30-Jun-15

Period	Portfolio net (%)	Benchmark <sup>^</sup> (%)	Excess return net vs benchmark (%)
2Q 2015	-0.94	-1.30	0.36
1Q 2015	10.83	10.22	0.61
4Q 2014	9.62	8.59	1.03
3Q 2014	5.07	5.94	-0.87
2015 YTD	9.79	8.78	1.01
2014	21.51	23.18	-1.67
2013	41.63	40.37	1.26
1 year	26.46	25.14	1.32
3 year	26.48	24.71	1.77
Since client inception (01-Apr-12)	23.13	22.24	0.89

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) - second quarter 2015

		Benchmark returns (%)	Average relative weighting (%)	Sector allocation (%)	+	Stock selection (%)	+	Currency effect (%)	=	Relative contribution (%)
<b>Contributors</b>	Financial Services	0.6	3.2	0.1		0.5		-0.0		0.6
	Consumer Staples	-1.6	1.1	0.0		0.0		0.1		0.2
	Energy	-3.1	-1.6	0.0		0.1		-0.0		0.1
	Utilities & Communications	-4.0	-3.0	0.1		-0.0		0.0		0.1
	Autos & Housing	-4.4	-0.4	0.0		0.0		-0.0		0.1
	Transportation	-10.3	-0.2	0.0		0.0		-0.0		0.0
	Technology	-1.5	-7.6	0.0		-0.0		0.0		0.0
	Cash	-	0.9	0.0		-		-0.0		0.0
<b>Detractors</b>	Retailing	-3.5	0.9	-0.0		-0.4		0.0		-0.4
	Industrial Goods & Services	-2.0	2.1	-0.0		-0.1		-0.0		-0.2
	Special Products & Services	-1.7	3.2	-0.0		-0.1		-0.0		-0.1
	Health Care	1.5	-0.4	-0.0		-0.1		0.0		-0.1
	Basic Materials	-2.6	0.1	-0.0		-0.0		0.0		-0.0
	Leisure	3.8	1.6	0.1		-0.1		-0.0		-0.0
<b>Total</b>		<b>-1.2</b>		<b>0.3</b>		<b>-0.2</b>		<b>0.1</b>		<b>0.2</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) - second quarter 2015

	Average Weighting		Returns		Relative contribution (%)	
	Portfolio (%)	Benchmark (%)	Portfolio (%) <sup>1</sup>	Benchmark (%)		
<b>Contributors</b>						
	Valeant Pharmaceuticals Intl Inc	1.9	-	10.3	-	0.2
	JPMorgan Chase & Co	3.1	1.3	11.0	11.0	0.2
	Goldman Sachs Group Inc	1.9	0.4	9.8	9.8	0.2
	Mondelez International Inc	1.4	0.3	12.8	12.8	0.1
	Eli Lilly & Co	1.0	0.4	14.1	14.1	0.1
<b>Detractors</b>						
	Kohls Corp	1.2	0.1	-20.6	-20.6	-0.2
	Canadian National Railway	1.2	-	-14.5	-	-0.2
	Microsoft Corp	-	2.0	-	7.7	-0.2
	Gilead Sciences Inc	-	0.9	-	18.0	-0.2
	Fidelity National Information Services	1.6	0.1	-10.1	-10.1	-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 – CONTRIBUTORS



		Relative contribution (%)
<b>Financial Services</b>		<b>0.6</b>
	Stock selection within this sector contributed to relative performance.	
JPMorgan Chase & Co	An overweight position in global financial services firm JPMorgan Chase (United States) bolstered relative performance. The company's share price appreciated over the period following a set of better-than-expected earnings results, with strong FICC (Fixed Income, Currencies & Commodities) and equity trading results, solid expense controls and a 2% decline in its shares outstanding.	0.2
Goldman Sachs Group Inc	An overweight position in financial services firm Goldman Sachs (United States) contributed to relative performance after the company reported strong quarterly earnings. Broad-based revenue strength, driven by especially strong performance from its investment bank and FICC (Fixed Income, Currencies & Commodities) resulted in its best quarterly performance since the financial crisis and pushed its shares up strongly this period.	0.2
<b>Individual stocks</b>		
Valeant Pharmaceuticals Intl Inc	Shares of Valeant Pharmaceuticals (Canada) contributed to relative returns benefiting from strong Q1 results and increased 2015 guidance.	0.2
Mondelez International Inc	Shares of snack food and beverage products manufacturer Mondelez International (United States) benefited relative returns as the shares outpaced the benchmark during the quarter. The company released strong results led by solid organic growth and robust margins in North America.	0.1
Eli Lilly & Co	The portfolio's overweight position in pharmaceutical company Eli Lilly (United States) bolstered relative returns. The share price surged towards the end of the period after the company provided a promising update on its diabetes portfolio, which represents a core driver for business growth, and excitement over their Alzheimer's disease treatment.	0.1

# SIGNIFICANT IMPACTS ON PERFORMANCE – DETRACTORS



		Relative contribution (%)
<b>Retailing</b>		<b>-0.4</b>
	Stock selection within this sector detracted from relative performance.	
	Kohls Corp	-0.2
	The portfolio's overweight position in shares of department store Kohl's (United States) dampened relative performance. Shares slid as the company reported weak earnings as a result of poor same-store sales, volatile weather and strikes at U.S. shipping ports.	
<b>Individual stocks</b>		
	Canadian National Railway	-0.2
	Holdings in rail and intermodal freight transport services company Canadian National Railway detracted from relative performance. Although the company's earnings came broadly in line with market expectations, weekly traffic volumes came in below market expectations following a decline in oil train shipments.	
	Microsoft Corp	-0.2
	Not owning shares of strong-performing software giant Microsoft (United States) detracted from relative performance. The shares rose early in the quarter due to stronger-than-expected earnings from solid operating expense controls, improving gross margins and good trends within its consumer businesses. The company's commercial and cloud businesses were highlights during the period.	
	Gilead Sciences Inc	-0.2
	Not owning biotech firm Gilead Sciences (United States) weighed on relative returns. The company reported solid quarterly results driven primarily by strong market dynamics for hepatitis C treatments.	

# SIGNIFICANT TRANSACTIONS



From 01-Apr-15 to 30-Jun-15

	Security	Sector	Transaction type	Trade (%)	Ending weight (%)
<b>Purchases</b>	MONSANTO	Basic Materials	New position	0.9	0.8
	AUTOZONE INC	Retailing	New position	0.9	0.8
	AVAGO TECHNOLOGIES LTD	Technology	New position	0.6	0.6
	ADOBE SYSTEMS INC	Technology	New position	0.4	0.4
	LILLY ELI & CO	Health Care	Add	0.4	1.2
<b>Sales</b>	ALTERA CORP	Technology	Eliminate position	-0.8	–
	LINDE AG	Basic Materials	Eliminate position	-0.5	–
	VALEANT PHARMACEUTICALS INTL INC	Health Care	Trim	-0.4	1.8
	DELPHI AUTOMOTIVE PLC	Autos & Housing	Trim	-0.3	0.2
	CITRIX SYS INC	Technology	Trim	-0.3	0.4

# SECTOR WEIGHTS



As of 30-Jun-15	Portfolio (%)	Benchmark^ (%)	Underweight/overweight (%)	Top holdings
Financial Services	20.4	17.1	3.3	JPMorgan Chase & Co, Visa Inc, Wells Fargo & Co
Special Products & Services	5.3	2.1	3.2	Cognizant Technology Solutions Corp, Accenture PLC, Fidelity National Information Services Inc
Industrial Goods & Services	9.1	7.2	1.9	Danaher Corp, United Technologies Corp, Honeywell International Inc
Leisure	7.9	6.3	1.6	Walt Disney Co, Comcast Corp, Time Warner Inc
Consumer Staples	8.4	7.1	1.3	Newell Rubbermaid Inc, Mondelez International Inc, Danone SA
Retailing	8.2	7.3	0.9	Kohl's Corp, Ross Stores Inc, Target Corp
Basic Materials	3.8	3.4	0.4	Crown Holdings Inc, WR Grace & Co
Transportation	1.9	2.0	-0.1	Canadian National Railway Co
Autos & Housing	1.3	1.9	-0.6	Sherwin-Williams Co
Health Care	14.8	15.5	-0.7	Johnson & Johnson, Thermo Fisher Scientific Inc, Valeant Pharmaceuticals International
Energy	5.4	7.1	-1.7	EOG Resources Inc, Schlumberger Ltd
Utilities & Communications	3.3	6.2	-2.9	American Tower Corp REIT
Technology	9.4	16.7	-7.3	EMC Corp, Google Inc Class A, Microchip Technology Inc

^ Standard & Poor's 500 Stock Index

0.9% Cash and Other. The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.



# CHARACTERISTICS



As of 30-Jun-15	Portfolio	Benchmark <sup>^</sup>
<b>Fundamentals - weighted average</b>		
IBES long-term EPS growth <sup>1</sup>	11.3%	10.0%
Price/earnings (12 months forward ex-negative earnings)	17.5x	17.0x
Price/book	3.0x	2.8x
Dividend yield	1.6%	2.1%
Return on equity (3-year average)	18.5%	20.0%
<b>Market capitalisation</b>		
Market capitalisation (CAD) <sup>2</sup>	96.7 bn	134.8 bn
<b>Diversification</b>		
Top ten holdings	22%	17%
Number of holdings	83	502
<b>Turnover</b>		
Trailing 1 year turnover <sup>3</sup>	22%	–
<b>Risk/reward (3 year)</b>		
Historical tracking error	2.23%	–
Alpha	1.96%	–
Beta vs benchmark	0.98	–
R-squared	0.92%	–
Standard deviation	8.02%	7.87%
Information ratio	0.80	–

<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.**

Top 10 issuers As of 30-Jun-15	Portfolio (%)	Benchmark <sup>^</sup> (%)
JPMORGAN CHASE & CO	3.3	1.4
GOOGLE INC	2.9	1.7
VISA INC	2.6	0.7
DANAHER CORP	2.6	0.3
WALT DISNEY COMPANY	2.1	1.0
WELLS FARGO & COMPANY	2.0	1.4
GOLDMAN SACHS GROUP INC	2.0	0.5
JOHNSON & JOHNSON	2.0	1.5
AMERICAN EXPRESS CO	2.0	0.4
EMC CORP	1.9	0.3
<b>Total</b>	<b>23.4</b>	<b>9.1</b>

# PORTFOLIO OUTLOOK AND POSITIONING



As US equities muddled through an uncertain environment with the S&P 500 delivering roughly flat returns for the quarter, the portfolio was able to modestly outperform despite getting off to a poor start in April. From a factor perspective, the overall environment for our relative performance was mixed. For example, higher yielding equities underperforming as bond yields moved higher was a notable positive, but lower quality stocks outperforming was a headwind. However, over time our ability to outperform will largely be a function of our ability to identify compelling investment opportunities rather than broad sector, factor, market or economic calls and this quarter strong stock selection in financial services was the primary contributor to relative performance. Notably, strong performance from bank positions JPMorgan Chase and Goldman Sachs combined with an underweight to REIT's led the way.

Looking at current positioning, we continue to find a number of compelling investment opportunities in major banks, business services, broadcasting, and medical equipment. Among major banks, while regulatory pressures are real, it appears the environment is modestly improving, and the largest US banks are some of the few stocks in the market that trade at discounted multiples on depressed earnings. Within business services we are essentially gaining exposure to technology without taking specific product risk with positions in technology consulting and outsourcing companies Accenture and Cognizant and technology research firm Gartner. Specifically, our global technology team believes cloud computing will have a profound impact on technology spending for years to come. However, many of the companies likely to directly benefit from cloud computing trade at excessive valuations while some of the more established companies in technology are threatened by cloud computing, making investing in the sector challenging. Investing in Accenture, Cognizant and Gartner help solve this issue as all are high quality companies that benefit from technology complexity and trade at reasonable valuations.

In broadcasting we favour the content owning media business models. Within media we prefer names that have international exposure, differentiated content (original programming, sports), long duration affiliate growth, visibility into margin expansion, less exposed to advertising and optionality for non-linear distribution. In addition, as viewing gets less linear and more on-demand, the best content becomes more valuable and the names we own have enough scale and differentiated content to be successful. In medical equipment we have found a mix of medical equipment and supplies companies that offer a combination of growth (driven by favourable long-term demographic trends that should 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, prudent capital deployment and stock prices trading at attractive valuations.

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. Our concerns with the integrated energy companies are that return on invested capital continues to decline given that increased capital expenditures have not translated into increased production growth and valuations seem to be pricing in much higher oil prices. We have no exposure to biotechnology companies as valuation concerns have outweighed the prospect of higher earnings. In addition, we are gaining exposure to biologics through more attractively valued names classified as pharmaceuticals, specifically Bristol-Myers Squibb.

# PORTFOLIO OUTLOOK AND POSITIONING



During the quarter, we continued to search for opportunities across the market, and we made a few changes to our positioning in the technology sector. Specifically, we sold our position in Altera after strong performance around the Intel acquisition. We started a position in software company Adobe. Adobe is a dominant player in the digital media market and given leading market share in some of the most dynamic secular growth areas in software (web development, creative design, dynamic media, and internet applications) is likely to deliver growth higher than most areas of technology. Adobe's ability to expand the creative TAM, expand operating margins and take share in the fast growing digital marketing market remains under appreciated. In addition, Adobe embarked on a transition to a subscription model which has increased its pricing power. While the model transition complicates near term valuation assessments, looking out to 2017 when the transition will largely be completed, the stock is attractively valued on a cash flow basis given its strong positioning in a fast growing space. We also started a position in semiconductor company Avago Technologies. Avago is a leading semi vendor known for its best in class radio frequency components (exposed to the best niche in radio frequency space, premium filters) as well as ASICs, fiber optics and controllers into the data center/networking/storage and industrial end markets. Specifically, the 4G radio frequency opportunity is the most powerful growth trend in semis, initially driven by Apple but quickly moving to other developing markets in China and India. In addition, Avago's pending acquisition of Broadcom doesn't change the thesis as the stock looks attractively valued on metrics with conservative deal assumptions and in our view creates a stronger, more diversified company under an excellent Avago management team.

Within capital goods, we started a position in Monsanto, the leading genetically modified seed company in the world. The agricultural chemicals industry is well positioned longer term as depleting arable land per capita requires more productivity to supply the growing demand and is dominated by a few players who have strong barriers to entry with decades of data and R&D expenditure resulting in robust pipelines in seed and chemicals. We believe Monsanto can sustain double digit EPS growth through a cycle driven by pricing power from increased productivity to farmers, market share gains and new products. Monsanto is also poised to see significant margin improvement from mix shift impact. In addition, with FCF conversion of 90%+ through the cycle, Monsanto can add to EPS growth through share repurchases. Finally, Monsanto's valuation is compelling following a period of underperformance driven by multiple contraction. We eliminated our position in industrial gas company Linde as good performance resulted in its absolute valuation expanding above its historical average and it now trades at a reasonably large premium to Praxair.

At the sector level, the largest decrease to relative exposure was in leisure as we trimmed our positions in Walt Disney (still a great company but fundamentals have been extremely strong and valuations reflect this) and McDonalds. Financial Services saw the largest increase to relative exposure, driven by adding to attractively valued Bank of America and American Express. We did eliminate our position in Franklin Resources given weaker exposures and positioning relative to other asset managers.

Looking forward, we will continue to seek out investment opportunities that can drive strong risk-adjusted performance over the long term.

The commentary included in this report was based on a representative fully discretionary portfolio for this product style; and, as such, your portfolio may differ.

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Holding	Equivalent exposure (%)
<b>Autos &amp; Housing (1.3%)</b>	Sherwin-Williams Co	1.1
	Delphi Automotive PLC	0.2
<b>Basic Materials (3.8%)</b>	Crown Holdings Inc	1.2
	WR Grace & Co	1.0
	Monsanto Co	0.8
	Praxair Inc	0.7
<b>Cash &amp; Other (0.9%)</b>	Cash & Other	0.9
<b>Consumer Staples (8.4%)</b>	Newell Rubbermaid Inc	1.5
	Mondelez International Inc	1.5
	Danone SA	1.1
	Pernod Ricard SA	1.1
	Procter & Gamble Co	1.1
	Colgate-Palmolive Co	0.9
	Diageo PLC	0.7
	General Mills Inc	0.4
<b>Energy (5.4%)</b>	EOG Resources Inc	1.6
	Schlumberger Ltd	1.3
	Noble Energy Inc	0.9
	Cameron International Corp	0.7
	National Oilwell Varco Inc	0.5
	Occidental Petroleum Corp	0.4
<b>Financial Services (20.4%)</b>	JPMorgan Chase & Co	3.3
	Visa Inc	2.6
	Wells Fargo & Co	2.0
	Goldman Sachs Group Inc	2.0
	American Express Co	2.0
	Bank of America Corp	1.8
	MasterCard Inc	1.7
	BlackRock Inc	1.6
	NASDAQ OMX Group Inc	1.1
	Morgan Stanley	1.0

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Holding	Equivalent exposure (%)
<b>Financial Services (continued) (20.4%)</b>	ACE Ltd	0.8
	State Street Corp	0.6
<b>Health Care (14.8%)</b>	Johnson & Johnson	2.0
	Thermo Fisher Scientific Inc	1.9
	Valeant Pharmaceuticals International	1.8
	Eli Lilly & Co	1.2
	McKesson Corp	1.2
	Bristol-Myers Squibb Co	1.2
	Allergan plc	1.1
	Abbott Laboratories	1.0
	Endo Health Solutions Inc	1.0
	Stryker Corp	0.9
	St Jude Medical Inc	0.8
Medtronic PLC	0.7	
<b>Industrial Goods &amp; Services (9.1%)</b>	Danaher Corp	2.6
	United Technologies Corp	1.9
	Honeywell International Inc	1.7
	WW Grainger Inc	1.2
	Precision Castparts Corp	1.1
	Fluor Corp	0.6
<b>Leisure (7.9%)</b>	Walt Disney Co	2.1
	Comcast Corp	1.9
	Time Warner Inc	1.8
	Twenty-First Century Fox Inc	1.3
	McDonald's Corp	0.8
<b>Retailing (8.2%)</b>	Kohl's Corp	1.1
	Ross Stores Inc	1.1
	Target Corp	1.0
	Bed Bath & Beyond Inc	1.0
	LVMH Moet Hennessy Louis Vuitton SE	1.0
	VF Corp	0.9

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Holding	Equivalent exposure (%)
<b>Retailing (continued) (8.2%)</b>	AutoZone Inc	0.8
	NIKE Inc	0.7
	L Brands Inc	0.6
<b>Special Products &amp; Services (5.3%)</b>	Cognizant Technology Solutions Corp	1.8
	Accenture PLC	1.7
	Fidelity National Information Services Inc	1.6
	Gartner Inc	0.3
<b>Technology (9.4%)</b>	EMC Corp	1.9
	Google Inc Class A	1.6
	Microchip Technology Inc	1.3
	Google Inc Class C	1.3
	Apple Inc	1.2
	Hewlett-Packard Co	0.7
	Avago Technologies Ltd	0.6
	Adobe Systems Inc	0.4
	Citrix Systems Inc	0.4
	<b>Transportation (1.9%)</b>	Canadian National Railway Co
United Parcel Service Inc		0.6
<b>Utilities &amp; Communications (3.3%)</b>	American Tower Corp REIT	1.8
	CMS Energy Corp	0.7
	American Electric Power Co Inc	0.6
	Exelon Corp 0.000 JUN 01 17	0.2

The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.



**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 June 30, 2015, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the Offering Memorandum dated January 3, 2015 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 Offering Memorandum.

MFS Investment Management Canada Limited.

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

Dated: July 13, 2015



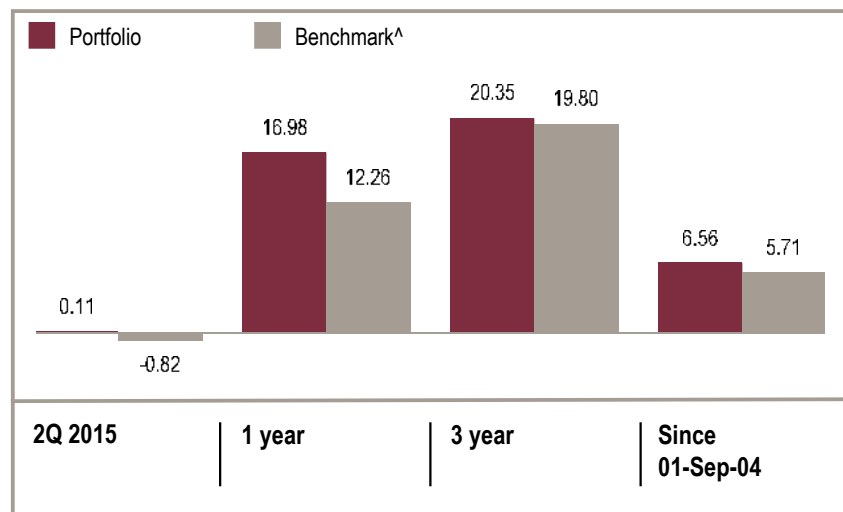
## MFS International Equity Fund



# EXECUTIVE SUMMARY



## Performance results (%) net of expenses (CAD) as of 30-Jun-15



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 EAFE (Europe, Australasia, Far East) Index (net div)

## Asset summary (CAD)

Beginning value as of 31-Mar-15	10,389,484
Contributions	+20,248
Withdrawals	-47,252
Intra-portfolio transfers	-135,607
Change in market value	+16,553
Ending value as of 30-Jun-15	10,243,427

## Sector weights (%) as of 30-Jun-15

	Portfolio	Benchmark^^
<b>Top overweights</b>		
Consumer Staples	15.4	9.4
Leisure	8.1	2.9
Technology	10.3	5.3
<b>Top underweights</b>		
Financial Services	16.7	25.8
Utilities & Communications	1.7	8.6
Energy	2.6	5.1

^^ MSCI EAFE Index

The MFS International Equity Fund outperformed the MSCI EAFE Index in the second quarter of 2015.

### Contributors

- Financial Services – Stock selection
- Leisure – Stock selection
- Individual stocks:
  - BG Group PLC
  - Denso Corp

### Detractors

- Utilities & Communications – Stock selection and an underweight position
- Health Care – Stock selection
- Currency
- Individual stocks:
  - Schneider Electric SA
  - Li & Fung
  - Compass Group

# PERFORMANCE RESULTS



## Performance results (%) net of expenses (CAD) as of 30-Jun-15

Period	Portfolio net (%)	Benchmark <sup>^</sup> (%)	Excess return net vs benchmark (%)
2Q 2015	0.11	-0.82	0.93
1Q 2015	16.51	14.68	1.83
4Q 2014	0.78	-0.06	0.84
3Q 2014	-0.48	-1.25	0.77
2015 YTD	16.64	13.74	2.90
2014	3.48	3.67	-0.19
2013	27.73	31.02	-3.29
2012	17.89	14.72	3.17
2011	-8.05	-9.97	1.92
2010	0.22	2.13	-1.91
1 year	16.98	12.26	4.72
3 year	20.35	19.80	0.55
5 year	13.81	13.13	0.68
10 year	6.44	5.32	1.12
Since client inception (01-Sep-04)	6.56	5.71	0.85

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) - second quarter 2015

		Benchmark returns (%)	Average relative weighting (%)	Sector allocation (%)	+	Stock selection (%)	+	Currency effect (%)	=	Relative contribution (%)
<b>Contributors</b>	Financial Services	0.7	-9.1	-0.1		0.9		0.1		0.8
	Leisure	-1.5	5.0	-0.1		0.6		-0.1		0.5
	Energy	0.7	-2.7	0.0		0.5		-0.2		0.3
	Autos & Housing	-1.6	-1.6	-0.0		0.4		-0.1		0.3
	Transportation	-2.3	-2.2	0.0		-0.0		0.1		0.0
	Cash	-	0.9	0.0		-		0.0		0.0
<b>Detractors</b>	Utilities & Communications	2.5	-6.8	-0.2		-0.1		0.0		-0.3
	Health Care	-2.8	1.4	-0.0		-0.1		-0.1		-0.2
	Industrial Goods & Services	-2.4	-0.8	0.0		-0.2		0.0		-0.2
	Retailing	-0.9	0.2	-0.0		-0.1		-0.0		-0.2
	Technology	-2.4	5.0	0.0		0.1		-0.2		-0.1
	Basic Materials	-2.4	0.9	-0.0		0.0		-0.1		-0.1
	Special Products & Services	0.5	3.8	0.1		-0.3		0.2		-0.1
	Consumer Staples	-0.2	6.0	-0.0		0.2		-0.1		-0.0
<b>Total</b>		<b>-0.6</b>		<b>-0.4</b>		<b>1.6</b>		<b>-0.5</b>		<b>0.7</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) - second quarter 2015

		Average Weighting		Returns		Relative contribution (%)
		Portfolio (%)	Benchmark (%)	Portfolio (%) <sup>1</sup>	Benchmark (%)	
<b>Contributors</b>	BG Group PLC	1.0	0.4	34.5	34.5	0.3
	Yum! Brands	2.0	–	13.4	–	0.3
	UBS AG	2.5	0.6	13.7	13.7	0.3
	ING Groep NV	2.1	0.5	11.9	11.9	0.2
	Denso Corp	2.2	0.2	7.7	7.7	0.2
<b>Detractors</b>	Merck KGaA	1.9	0.1	-11.7	-11.7	-0.2
	Bayer	3.9	0.9	-6.7	-6.7	-0.2
	Schneider Electric SA	2.2	0.3	-9.9	-9.9	-0.2
	Li & Fung	0.9	0.0	-16.6	-16.6	-0.2
	Compass Group	3.2	0.2	-5.3	-5.3	-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 contribution (%)
<b>Financial Services</b>	Stock selection within this sector contributed to relative performance.	<b>0.8</b>
UBS AG	The portfolio's position in investment management and banking firm UBS (Switzerland) aided relative results. Q1 earnings beat estimates thanks to strong performance across the wealth management, asset management, investment banking and other divisions. Improving capital ratios combined with cost controls further contributed to strong results.	0.3
ING Groep NV	An overweight position in financial services firm ING Groep (Netherlands) aided relative performance. The company reported decent results for the quarter driven primarily by strong contributions by NN Group and Voya Financial where ING holds sizeable stakes. Results were also supported by capital gains on equities and bond sales, and hedge ineffectiveness gains. However, this has been partially offset by higher bank taxes.	0.2
<b>Leisure</b>	Stock selection within this sector contributed to relative performance.	<b>0.5</b>
Yum! Brands	Holdings of fast food restaurant company Yum! Brands (United States) outpaced the benchmark during the quarter as the company released positive results on the back of profit growth from the Taco Bell and KFC divisions and China improving at a slightly quicker pace than expected.	0.3
<b>Individual stocks</b>		
BG Group PLC	The share price of natural gas and oil producer BG Group (United Kingdom) jumped after global energy and petrochemicals company Royal Dutch Shell announced it will acquire BG Group in a cash and share offering.	0.3
Denso Corp	Holdings in auto parts manufacturer Denso (Japan) contributed to performance after the company reported results that were in line with consensus estimates and by increasing its dividend payout ratio to 35%.	0.2

# SIGNIFICANT IMPACTS ON PERFORMANCE – DETRACTORS



		Relative contribution (%)
<b>Utilities &amp; Communications</b>	An underweight position in Utilities & Communications detracted from relative performance as the sector outperformed the wider market over the quarter.	-0.3
<b>Health Care</b>	Stock selection within this sector detracted from relative performance.	-0.2
	Merck KGaA Overweighting German pharmaceutical company Merck KGaA hindered relative results during the reporting period. The company reported soft earnings due to increased financing expenses related to their Sigma acquisition and lower-than-expected sales of their Rebif (used to treat multiple sclerosis) and Erbitux (cancer treatment) drugs.	-0.2
	Bayer An overweight position in pharmaceuticals company Bayer (Germany) dampened relative performance. The company's shares declined despite management reporting first-quarter earnings that beat consensus expectations and raising its full-year earnings forecast on more favourable exchange rates.	-0.2
<b>Individual stocks</b>	Schneider Electric SA The portfolio's overweight position in manufacturer of electrical distribution equipment Schneider Electric (France) hindered relative results. Q1 organic sales growth declined two per cent, as the slowdown in the oil and gas industry negatively impacted results.	-0.2
	Li & Fung Overweighting global sourcing and supply chain management company Li & Fung (Hong Kong) detracted from relative results. The shares declined late in the quarter as the company faced a weak retail environment in the United States, a decline in the euro and decreased raw material prices.	-0.2
	Compass Group An overweight position in food services company Compass Group (United Kingdom) detracted from relative performance. Although the company's earnings came broadly in line with market expectations, currency headwinds and a deterioration of business in the emerging markets weighed on the shares.	-0.1

# SIGNIFICANT TRANSACTIONS



From 01-Apr-15 to 30-Jun-15

	Security	Sector	Transaction type	Trade (%)	Ending weight (%)
<b>Purchases</b>	NOVARTIS AG NEW	Health Care	Add	0.7	2.1
	DIAGEO PLC	Consumer Staples	Add	0.4	1.7
	ROCHE HOLDINGS AG	Health Care	Add	0.4	2.5
	SUNCOR ENERGY, INC	Energy	Add	0.3	0.5
	GDF SUEZ	Utilities & Communications	Add	0.2	1.2
<b>Sales</b>	RANDSTAD HOLDINGS	Special Products & Services	Trim	-0.6	1.5
	BG GROUP PLC	Energy	Trim	-0.5	1.0
	SBERBANK	Financial Services	Eliminate position	-0.3	–
	MERCK KGAA	Health Care	Trim	-0.3	1.5
	KASIKORNBANK PCL	Financial Services	Eliminate position	-0.3	–

# SECTOR WEIGHTS



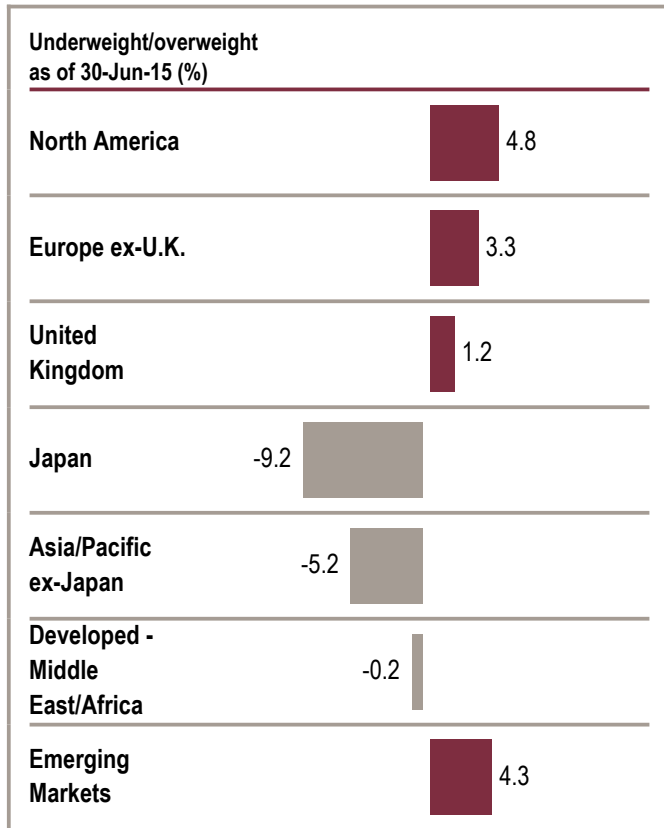
As of 30-Jun-15	Portfolio (%)	Benchmark^ (%)	Underweight/overweight (%)	Top holdings
Consumer Staples	15.4	9.4	6.0	Nestle SA ADR, Pernod Ricard SA, Danone SA
Leisure	8.1	2.9	5.2	WPP PLC ADR, Yum! Brands Inc, Sky PLC
Technology	10.3	5.3	5.0	Hoya Corp, Taiwan Semiconductor Manufacturing Co Ltd ADR, SAP SE ADR
Special Products & Services	7.4	3.7	3.7	Compass Group PLC, Randstad Holding NV, Smiths Group PLC
Health Care	12.6	11.1	1.5	Bayer AG, Roche Holding AG ADR, Novartis AG
Basic Materials	7.8	6.8	1.0	Air Liquide SA ADR, Akzo Nobel NV, Linde AG
Retailing	4.6	4.6	0.0	LVMH Moet Hennessy Louis Vuitton SE, Hennes & Mauritz AB
Industrial Goods & Services	5.7	6.7	-1.0	Schneider Electric SE, FANUC Corp, Rolls-Royce Holdings PLC
Autos & Housing	5.6	7.2	-1.6	Denso Corp, Honda Motor Co Ltd, Delphi Automotive PLC
Transportation	0.4	2.7	-2.3	Kuehne + Nagel International AG
Energy	2.6	5.1	-2.5	Inpex Corp, BG Group PLC ADR
Utilities & Communications	1.7	8.6	-6.9	GDF Suez
Financial Services	16.7	25.8	-9.1	UBS Group AG, AIA Group Ltd, ING Groep NV

^ MSCI EAFE Index

1.0% Cash and Other. The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.



# REGION AND COUNTRY WEIGHTS



1.0% Cash and Other. The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.

<sup>1</sup> The portfolio does not own any securities in countries represented in the benchmark in the following percentages: Italy 2.4%; Finland 0.8%; Norway 0.6% and 5 countries with weights less than 0.5% which totals to 0.9%.

	Portfolio (%)	Benchmark <sup>^</sup> (%)	Underweight/overweight (%)
<b>North America</b>	<b>4.8</b>	<b>0.0</b>	<b>4.8</b>
United States	3.4	0.0	3.4
Canada	1.4	0.0	1.4
<b>Europe ex-U.K.</b>	<b>47.8</b>	<b>44.5</b>	<b>3.3</b>
France	13.7	9.7	4.0
Switzerland	12.7	9.2	3.5
Germany	11.9	8.9	3.0
Netherlands	5.8	2.8	3.0
Belgium	0.7	1.3	-0.6
Denmark	0.6	1.7	-1.1
Sweden	1.3	2.9	-1.6
Spain	1.0	3.5	-2.5
Other <sup>1</sup>	0.0	4.6	-4.6
<b>United Kingdom</b>	<b>21.5</b>	<b>20.3</b>	<b>1.2</b>
<b>Japan</b>	<b>13.7</b>	<b>22.9</b>	<b>-9.2</b>
<b>Asia/Pacific ex-Japan</b>	<b>6.5</b>	<b>11.7</b>	<b>-5.2</b>
Singapore	2.2	1.4	0.8
Hong Kong	3.7	3.3	0.4
Australia	0.6	6.9	-6.3
Other <sup>1</sup>	0.0	0.1	-0.1
<b>Developed - Middle East/Africa</b>	<b>0.4</b>	<b>0.6</b>	<b>-0.2</b>
Israel	0.4	0.6	-0.2
<b>Emerging Markets</b>	<b>4.3</b>	<b>0.0</b>	<b>4.3</b>
Taiwan	2.8	0.0	2.8
South Korea	0.7	0.0	0.7
Brazil	0.6	0.0	0.6
China	0.2	0.0	0.2

<sup>^</sup> MSCI EAFE Index

# CHARACTERISTICS



As of 30-Jun-15	Portfolio	Benchmark <sup>^</sup>
<b>Fundamentals - weighted average</b>		
IBES long-term EPS growth <sup>1</sup>	10.6%	8.9%
Price/earnings (12 months forward ex-negative earnings)	16.3x	15.2x
Return on equity (3-year average)	18.0%	14.7%
<b>Market capitalisation</b>		
Market capitalisation (CAD) <sup>2</sup>	82.0 bn	75.9 bn
<b>Diversification</b>		
Top ten holdings	28%	12%
Number of holdings	72	911
<b>Turnover</b>		
Trailing 1 year turnover <sup>3</sup>	28%	–
<b>Risk profile (current)</b>		
Barra predicted tracking error <sup>4</sup>	2.54%	–

<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

**No forecasts can be guaranteed.**

Top 10 issuers As of 30-Jun-15	Portfolio (%)	Benchmark <sup>^</sup> (%)
BAYER AG	3.8	0.9
NESTLE SA	3.4	1.8
COMPASS GROUP EQUITY	3.1	0.2
WPP GROUP PLC	3.0	0.2
UBS GROUP AG	2.6	0.6
HOYA CORP	2.5	0.1
ROCHE HOLDINGS AG	2.5	1.5
DENSO CORP	2.3	0.2
AIA GROUP LTD	2.3	0.6
TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED	2.3	–
<b>Total</b>	<b>27.7</b>	<b>6.1</b>

# PORTFOLIO OUTLOOK AND POSITIONING



The International Equity strategy is focused on high-quality companies with sustainable above-average growth and returns, whose prospects are not reflected in their valuation.

We continue to favour consumer staples, broadcasting/cable tv, and technology companies. Our investments in consumer staples companies, in general, have strong brands and diverse geographical footprints that we believe should enable them to grow at above-average rates; these companies generally have strong balance sheets, good cash flow generation and attractive valuations. We believe our holdings in broadcasting/cable tv companies are attractively-valued companies with good long-term growth prospects. Finally, within technology, we own several companies that we believe should benefit from an increased penetration of smartphones, and the adoption of tablets, on a global basis.

While the financial sector is still the strategy's largest sector in absolute terms, we remain cautious 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 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 uncertainty regarding possible outcomes.

There are also limited opportunities to invest in electric power and telecommunication companies, particularly in developed markets. We believe returns and growth rates for telecommunication companies are low because competitive pressures and technological changes generally keep capital intensity relatively high. The regulatory environment for electric utilities remains a headwind due to the fiscal stress of governments globally.

Key trades during the quarter included:

- Continuing to build a position in Swiss-based pharmaceutical company Novartis, and increasing our exposure to Roche. We believe Novartis' new focus on cost controls, and expectations for several newer drugs to ramp up over the next few years, combined with a similar valuation to Bayer, provided us the opportunity to more fully diversify the portfolio's holdings in the health care sector. Specific to Roche, we continue to like the company's biologic exposure as we believe it offers better protection against patent cliffs. In addition, we believe the company has strong pipeline opportunities from their oncology franchise. To fund these transactions we trimmed our exposure in Merck KGaA as we have longer-term concerns surrounding the company's drug pipeline and ability to cut costs.
- Within financials, exiting our positions in Kasikornbank and Sberbank. Our decision to exit Kasikornbank was due to concerns regarding the credit environment in Thailand. While Kasikornbank has been managing its asset quality better than its peers, if the environment in Thailand continues to weaken, we believe it will be hard for them to grow earnings. We exited Russian financial services company Sberbank following strong recent performance and concerns around future earnings prospects.

# PORTFOLIO OUTLOOK AND POSITIONING



- Initiating a position in Canadian-based Suncor, which is an integrated energy company with significant oil sands production. We believe it can grow its production by 10% per annum until the end of the decade. We also believe improved operations should result in lower operating costs and that longer-term, the company has the potential to increase returns to shareholders through larger dividends and share buybacks.
- Increasing our position size in GDF Suez following recent market underperformance as the company experienced multiple headwinds, including nuclear outages, hydrology problems in Brazil and the adverse impact of weaker oil and gas prices. To fund this transaction, we reduced our exposure to Dutch temporary staffing company Randstad as we believe this stock was more fully valued.
- Eliminating our position in India-based energy company Reliance Industries over concerns that the company's enterprise value of its business is being impaired by continued deployment of capital to non-energy initiatives.

For Europe, at last earnings growth seems to be picking up and as ever, market impacts may differ from local economic conditions as businesses currently earn more than half of revenues outside of Europe and valuations remain attractive relative to the US and Japan. Although the political imperative to keep the Eurozone intact is less intense than in the immediate aftermath of the financial crisis, it remains strong, despite recent headlines. Significant concerns remain about knock-on-effects in other countries, in the event of a Greek default and messy exit from the common currency. In Japan, it is extremely difficult to determine how long the Japanese bull market can last. The government has introduced several measures to stimulate growth including fiscal and monetary reform. The most recent focus has been around structural reform, but the implementation has been more marginal than mainstream. The reforms that have been discussed include increasing female participation in the labour force, allowing targeted immigration, creating reforms in agriculture and other sectors and signing free trade agreements to stimulate investment. In emerging markets, weaker currencies could serve as a tailwind in markets with export-driven growth models. Each country has its own dynamics, but we are generally more optimistic about Asia than Eastern Europe and Latin America. We believe emerging economies generally face a subdued growth outlook with a muted global trade cycle and structural issues related to productivity. Just a few years ago the bullish emerging market equities story seemed so compelling, but now the common denominator across these economies is the difficulty in transitioning from fixed-asset investment to consumption-led growth. Sectors exposed to the theme of a rising middle class — for example, consumer staples and health care — are quite expensive relative to their developed market counterparts, creating a dilemma for investors in emerging market equities.

With respect to currency hedging, first and foremost, we invest for the long-term and emphasise stock selection as the key driver of performance. The impacts of currency moves on revenues, expenses and earnings prospects are among the many factors in our analysis of companies and industries.

With the global recovery remaining far from normal, we expect low inflation and low interest rates to persist. Through our exposure to high-quality companies, we believe the portfolio remains well positioned to outperform 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; and, as such, your portfolio may differ.

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Holding	Country	Equivalent exposure (%)
<b>Autos &amp; Housing (5.6%)</b>	Denso Corp	Japan	2.3
	Honda Motor Co Ltd	Japan	2.2
	Delphi Automotive PLC	United States	1.1
<b>Basic Materials (7.8%)</b>	Air Liquide SA ADR	France	2.2
	Akzo Nobel NV	Netherlands	1.7
	Linde AG	Germany	1.6
	Rio Tinto PLC ADR	United Kingdom	1.0
	Orica Ltd	Australia	0.6
	Shin-Etsu Chemical Co Ltd	Japan	0.6
<b>Cash &amp; Other (1.0%)</b>	Cash & Other		1.0
<b>Consumer Staples (15.4%)</b>	Nestle SA ADR	Switzerland	3.4
	Pernod Ricard SA	France	2.1
	Danone SA	France	2.1
	Reckitt Benckiser Group PLC	United Kingdom	2.1
	Diageo PLC ADR	United Kingdom	1.7
	Beiersdorf AG	Germany	1.6
	Japan Tobacco Inc	Japan	1.4
	Carlsberg AS	Denmark	0.6
	Heineken NV	Netherlands	0.4
<b>Energy (2.6%)</b>	Inpex Corp	Japan	1.0
	BG Group PLC ADR	United Kingdom	1.0
	Suncor Energy Inc	Canada	0.5
<b>Financial Services (16.7%)</b>	UBS Group AG	Switzerland	2.6
	AIA Group Ltd	Hong Kong	2.3
	ING Groep NV	Netherlands	2.2
	HSBC Holdings PLC ADR	United Kingdom	2.0
	DBS Group Holdings Ltd	Singapore	1.7
	Julius Baer Group Ltd	Switzerland	1.2
	Barclays PLC	United Kingdom	1.2
	Prudential PLC	United Kingdom	1.1
	Standard Chartered PLC	United Kingdom	1.1

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Holding	Country	Equivalent exposure (%)
<b>Financial Services (continued) (16.7%)</b>	KBC Groep NV	Belgium	0.7
	Itau Unibanco Holding SA ADR	Brazil	0.6
<b>Health Care (12.6%)</b>	Bayer AG	Germany	3.8
	Roche Holding AG ADR	Switzerland	2.5
	Novartis AG	Switzerland	2.1
	Merck KGaA	Germany	1.5
	Terumo Corp	Japan	1.2
	Valeant Pharmaceuticals International	Canada	0.9
	Sonova Holding AG	Switzerland	0.6
<b>Industrial Goods &amp; Services (5.7%)</b>	Schneider Electric SE	France	2.1
	FANUC Corp	Japan	1.2
	Rolls-Royce Holdings PLC	United Kingdom	1.2
	Legrand SA	France	0.8
	MTU Aero Engines AG	Germany	0.4
<b>Leisure (8.1%)</b>	WPP PLC ADR	United Kingdom	3.0
	Yum! Brands Inc	United States	2.2
	Sky PLC	United Kingdom	1.8
	ProSiebenSat.1 Media AG Pfd	Germany	1.2
<b>Retailing (4.6%)</b>	LVMH Moet Hennessy Louis Vuitton SE	France	1.7
	Hennes & Mauritz AB	Sweden	1.3
	Li & Fung Ltd	Hong Kong	0.8
	Global Brands Group Holding Ltd	Hong Kong	0.6
	Hermes International	France	0.2
<b>Special Products &amp; Services (7.4%)</b>	Compass Group PLC	United Kingdom	3.1
	Randstad Holding NV	Netherlands	1.5
	Smiths Group PLC	United Kingdom	1.1
	Amadeus IT Holding SA	Spain	1.0
	Bureau Veritas SA	France	0.6
	Hays PLC	United Kingdom	0.1
<b>Technology (10.3%)</b>	Hoya Corp	Japan	2.5

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Holding	Country	Equivalent exposure (%)
<b>Technology (continued) (10.3%)</b>	Taiwan Semiconductor Manufacturing Co Ltd ADR	Taiwan	2.3
	SAP SE ADR	Germany	1.8
	Kyocera Corp	Japan	1.1
	Samsung Electronics Co Ltd GDR	South Korea	0.7
	Dassault Systemes	France	0.6
	Hon Hai Precision Industry Co Ltd	Taiwan	0.5
	Check Point Software Technologies Ltd	Israel	0.4
	Alibaba Group Holding Ltd ADR	China	0.2
	NCR Corp	United States	0.1
<b>Transportation (0.4%)</b>	Kuehne + Nagel International AG	Switzerland	0.4
<b>Utilities &amp; Communications (1.7%)</b>	GDF Suez	France	1.2
	Singapore Telecommunications Ltd	Singapore	0.5

The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.



**CERTIFICATE OF PORTFOLIO COMPLIANCE**

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

To the best of my knowledge, for the quarter ending June 30, 2015, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the Offering Memorandum dated January 3, 2015 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 Offering Memorandum.

MFS Investment Management Canada Limited.

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

Dated: July 13, 2015



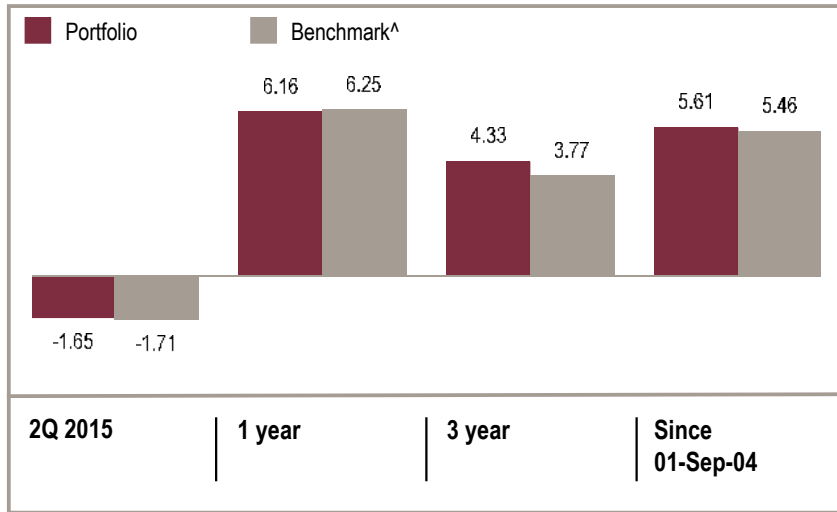


## MFS Canadian Fixed Income Fund

# EXECUTIVE SUMMARY



## Performance results (%) net of expenses (CAD) as of 30-Jun-15



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 Universe Bond Index

## Asset summary (CAD)

Beginning value as of 31-Mar-15	13,418,488
Contributions	+25,873
Withdrawals	-60,377
Intra-portfolio transfers	+258,036
Change in market value	-220,919
Ending value as of 30-Jun-15	13,421,101

## Key portfolio characteristics as of 30-Jun-15

	Portfolio	Benchmark^^
Average effective duration	7.04yrs	7.44yrs
Yield to worst	2.24%	1.96%

^^ FTSE TMX Canada Bond Universe Index

## Portfolio composition (%)

Federal	25.54	36.39
Provincial	26.72	32.94
Municipal	2.36	1.85
Corporate	45.25	28.82
Cash	0.13	0.00

The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.

# PERFORMANCE RESULTS



## Performance results (%) net of expenses (CAD) as of 30-Jun-15

Period	Portfolio net (%)	Benchmark <sup>^</sup> (%)	Excess return net vs benchmark (%)
2Q 2015	-1.65	-1.71	0.06
1Q 2015	3.93	4.15	-0.22
4Q 2014	2.62	2.70	-0.08
3Q 2014	1.21	1.06	0.15
2015 YTD	2.22	2.37	-0.15
2014	9.41	8.79	0.62
2013	-0.71	-1.19	0.48
2012	4.46	3.60	0.86
2011	8.88	9.67	-0.79
2010	6.92	6.74	0.18
1 year	6.16	6.25	-0.09
3 year	4.33	3.77	0.56
5 year	5.24	5.07	0.17
10 year	5.13	5.00	0.13
Since client inception (01-Sep-04)	5.61	5.46	0.15

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

# PORTFOLIO COMMENTARY



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<b>Performance commentary</b>	In-line; was a result of a shorter relative duration stance and negative bond selection	The portfolio performed in-line with its benchmark for the period. A shorter relative duration was a primary contributor for relative performance and outweighed negative bond selection within financials. However, the overweight position in financial bonds benefited relative results as financial bonds outpaced the overall bond market during the reporting period.
<b>Strategy and positioning</b>	Duration and maturity profile	We continue to expect the current global environment of modest economic growth, low inflation, and accommodative monetary to persist. As the yield curve steepened and long-term bond yields rose, we modestly reduced the size of the portfolio's short duration posture relative to the benchmark. As yields remain well-anchored at the front end of the curve, we maintained the portfolio's underweight to mid-term bonds, a reflection of our view that the market has priced in too much pessimism with regard to the Canadian economic outlook.
	Sector profile	As spreads continued to widen throughout the quarter, we increased the portfolio's allocation to corporate bonds at the expense of government issues, largely through additions in the energy and infrastructure sub-sectors. Our corporate overweight remains a reflection of our opinion that corporate bonds still offer the best risk / reward relationship in the Canadian fixed income market and that the recent widening in spreads may be attributed more to market technicals than a deterioration of corporate fundamentals.

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# POSITIONING



As of 30-Jun-15		Portfolio (%)	Benchmark <sup>^</sup> (%)	Underweight/overweight (%)
<b>Portfolio composition</b>	Federal	25.54	36.39	-10.85
	Provincial	26.72	32.94	-6.22
	Municipal	2.36	1.85	0.51
	Corporate	45.25	28.82	16.43
	Cash	0.13	0.00	0.13
	<b>Corporate composition</b>	Communication	1.70	2.81
Energy		7.02	4.31	2.71
Financial		26.25	13.28	12.97
Industrial		5.61	1.93	3.68
Infrastructure		3.58	4.21	-0.63
Real Estate		0.83	1.62	-0.79
Securitization		0.27	0.66	-0.39

The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.

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

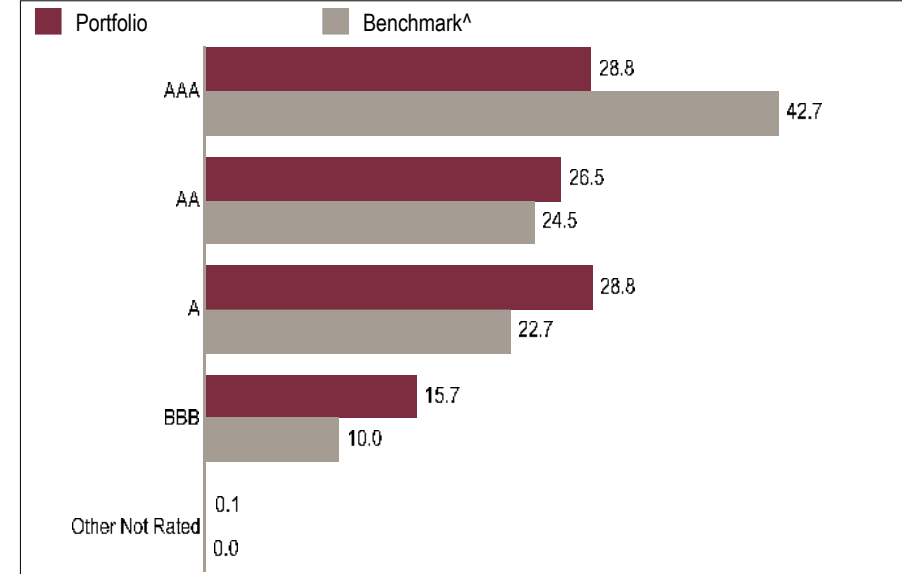
# CHARACTERISTICS



As of 30-Jun-15	Portfolio	Benchmark <sup>^</sup>
<b>Fundamentals</b>		
Average effective duration	7.04yrs	7.44yrs
Average coupon	3.63%	3.78%
Average quality <sup>1</sup>	AA-	AA
Average effective maturity	9.64yrs	10.44yrs
Yield to worst	2.24%	1.96%
<b>Diversification</b>		
Number of holdings	120	1,364
<b>Turnover</b>		
Trailing 1 year turnover <sup>2</sup>	55%	-
<b>Risk/reward (5 year)</b>		
Historical tracking error	0.66%	-
Information ratio	0.26	-

Effective term structure as of 30-Jun-15	Portfolio (%)	Benchmark <sup>^</sup>
Less than 1 Year	15.3	0.0
1-5 Years	31.0	43.8
5-10 Years	25.2	24.9
10+ Years	28.6	31.3
Mid-Term (3-10 Years)	38.7	46.2

**Credit quality (% of total assets) as of 30-Jun-15**



<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.**

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 Moody's, Dominion Bond Rating Service (DBRS), and Standard & Poor's rating agencies and applying the following hierarchy: If all three agencies provide a rating, the middle rating (after dropping the highest and lowest ratings) is assigned; if two of the three agencies rate a security, the lower of the two is assigned. 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 HOLDINGS



As of 30-Jun-15	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
Cash & Other (0.13%)	CASH & OTHER			0.13
Communication (1.70%)	BELL CANADA	4.750	Sep 29 44	0.37
	ROGERS COMMUNICATION	6.560	Mar 22 41	0.47
	TELUS CORP	3.350	Apr 01 24	0.31
	THOMSON REUTERS CORP	4.350	Sep 30 20	0.54
Energy (7.02%)	BP CAPITAL MARKETS PLC	3.497	Nov 09 20	1.03
	CANADIAN NATURAL RESOURCES LTD	3.550	Jun 03 24	0.46
	CU INC	6.145	Nov 22 17	0.43
	CU INC	3.805	Sep 10 42	0.67
	ENBRIDGE GAS DISTRIBUTION INC	5.210	Feb 25 36	0.50
	ENBRIDGE INC	3.940	Jun 30 23	0.74
	ENBRIDGE INC	4.240	Aug 27 42	0.49
	HUSKY ENERGY INC	3.550	Mar 12 25	0.50
	PEMBINA PIPELINE CORP	4.750	Apr 30 43	0.72
	TRANSCANADA PIPELINES LTD	5.100	Jan 11 17	0.41
	WESTCOAST ENERGY INC	4.570	Jul 02 20	0.67
	WESTCOAST ENERGY INC	3.430	Sep 12 24	0.39
	Federal (25.54%)	CANADA	1.000	Nov 01 15
CANADA		4.000	Jun 01 16	4.64
CANADA		2.750	Jun 01 22	0.17
CANADA		5.750	Jun 01 29	1.11
CANADA		4.000	Jun 01 41	2.20
CANADA		3.500	Dec 01 45	0.22
CANADA		2.750	Dec 01 48	1.57
CANADA HOUSING TRUST		1.700	Dec 15 17	1.46
CANADA HOUSING TRUST		1.750	Jun 15 18	2.71
CANADA HOUSING TRUST		3.750	Mar 15 20	2.78
CANADA HOUSING TRUST		2.400	Dec 15 22	0.89
PSP CAPITAL INC.		3.290	Apr 04 24	0.38
Financial (26.25%)		BANK OF AMERICA CORP	1.588	Jun 01 16

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
Financial (continued) (26.25%)	BANK OF MONTREAL	6.020	May 02 18	0.51
	BANK OF MONTREAL	2.840	Jun 04 20	1.05
	BANK OF MONTREAL	3.400	Apr 23 21	0.66
	BANK OF MONTREAL	3.979	Jul 08 21	0.45
	BANK OF NOVA SCOTIA	2.750	Aug 13 18	0.80
	BANK OF NOVA SCOTIA	3.270	Jan 11 21	0.49
	BANK OF NOVA SCOTIA	2.898	Aug 03 22	1.18
	CANADIAN IMPERIAL BANK OF COMMERCE	3.950	Jul 14 17	0.29
	CANADIAN IMPERIAL BANK OF COMMERCE	2.220	Mar 07 18	0.35
	CANADIAN WESTERN BANK	3.049	Jan 18 17	0.62
	CANADIAN WESTERN BANK	2.104	Jun 26 17	0.16
	CATERPILLAR FINANCIAL SERVICES LTD	2.290	Jun 01 18	0.53
	CITIGROUP INC	3.390	Nov 18 21	0.94
	CITIGROUP INC	4.090	Jun 09 25	0.95
	DAIMLER CANADA FINANCE INC	2.270	Mar 26 18	0.16
	FORD CREDIT CANADA LTD	2.450	May 07 20	0.54
	GEN ELEC CAP CAN	4.400	Feb 08 18	0.68
	GENERAL MOTORS FINANCIAL OF CANADA LTD	3.080	May 22 20	0.49
	GOLDMAN SACHS GROUP INC	5.200	Apr 19 22	1.04
	HONDA CANADA FINANCE INC	2.350	Jun 04 18	0.24
	HSBC BANK CANADA	2.938	Jan 14 20	0.21
	JOHN DEERE CANADA FUNDING INC	2.650	Jul 16 18	0.31
	JPMORGAN CHASE & CO	5.058	Feb 22 21	0.56
	JPMORGAN CHASE & CO	3.190	Mar 05 21	0.89
	MANUFACTURERS LIFE INSURANCE CO/THE	2.819	Feb 26 23	0.12
	MANUFACTURERS LIFE INSURANCE CO/THE	2.389	Jan 05 26	0.47
	MERRILL LYNCH & CO INC	5.290	May 30 22	0.64
	METROPOLITAN LIFE GLOBAL FUNDING I	3.027	Jun 11 20	0.91
	MORGAN STANLEY	4.900	Feb 23 17	0.67
	MORGAN STANLEY	3.125	Aug 05 21	1.05
NATIONAL BANK OF CANADA	2.404	Oct 28 19	0.69	



# PORTFOLIO HOLDINGS



As of 30-Jun-15	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
Financial (continued) (26.25%)	POWER FINANCIAL GROUP	6.900	Mar 11 33	0.81
	ROYAL BANK OF CANADA	3.660	Jan 25 17	0.54
	ROYAL BANK OF CANADA	4.930	Jul 16 25	0.79
	TMX GROUP LTD	4.461	Oct 03 23	0.44
	TORONTO DOMINION BANK	2.447	Apr 02 19	0.63
	TORONTO DOMINION BANK	2.563	Jun 24 20	0.46
	TORONTO DOMINION BANK	3.226	Jul 24 24	0.90
	TORONTO DOMINION BANK	5.763	Dec 18 06	0.64
	TOYOTA CREDIT CANADA	2.450	Feb 27 17	0.67
	VW CREDIT CANADA	2.500	Oct 01 19	0.31
	WELLS FARGO & COMPANY	3.874	May 21 25	0.57
	WELLS FARGO CANADA	3.460	Jan 24 23	0.42
	Industrial (5.61%)	ALIMENTATION COUCHE-TARD INC	3.899	Nov 01 22
ALIMENTATION COUCHE-TARD INC		3.600	Jun 02 25	0.24
BHP BILLITON FINANCE LTD		3.230	May 15 23	0.71
BMW CANADA INC.		2.330	Sep 26 18	0.20
CAMECO CORP		5.670	Sep 02 19	0.60
CAMECO CORP		4.190	Jun 24 24	0.56
CANADIAN PACIFIC RAILWAY CO		6.450	Nov 17 39	0.77
DOLLARAMA INC		3.095	Nov 05 18	0.51
KELLOGG CANADA INC		2.050	May 23 17	0.21
LOBLAW CO LTD		5.220	Jun 18 20	0.51
LOBLAW CO LTD		5.900	Jan 18 36	0.43
SOBEYS INC		4.700	Aug 08 23	0.56
Infrastructure (3.58%)		407 INTL INC	6.470	Jul 27 29
	HEATHROW FUNDING LTD	3.000	Jun 17 21	0.36
	HEATHROW FUNDING LTD	3.250	May 21 27	0.41
	HYDRO ONE INC	6.930	Jun 01 32	0.60
	HYDRO ONE INC	5.000	Oct 19 46	0.38
	NOVA SCOTIA POWER CORP	3.612	May 01 45	0.46
	TORONTO HYDRO CORP	2.910	Apr 10 23	0.38

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
Municipal (2.36%)	CITY OF TORONTO	3.400	May 21 24	1.02
	CITY OF TORONTO	2.950	Apr 28 35	0.45
	CITY OF VANCOUVER	3.050	Oct 16 24	0.42
	REGIONAL MUNI OF YORK	4.000	May 31 32	0.47
Provincial (26.72%)	55 SCHOOL BRD	5.900	Jun 02 33	1.31
	PROVINCE OF ALBERTA	2.900	Sep 20 29	0.51
	PROVINCE OF ALBERTA	4.500	Dec 01 40	0.83
	PROVINCE OF BRITISH COLUMBIA	4.700	Jun 18 37	0.57
	PROVINCE OF MANITOBA	4.650	Mar 05 40	0.69
	PROVINCE OF MANITOBA	4.050	Sep 05 45	1.45
	PROVINCE OF NEW BRUNSWICK	3.650	Jun 03 24	1.89
	PROVINCE OF NOVA SCOTIA	4.500	Jun 01 37	0.57
	PROVINCE OF ONTARIO	3.150	Sep 08 15	2.27
	PROVINCE OF ONTARIO	1.900	Sep 08 17	1.30
	PROVINCE OF ONTARIO	4.200	Mar 08 18	0.62
	PROVINCE OF ONTARIO	4.000	Jun 02 21	1.38
	PROVINCE OF ONTARIO	3.150	Jun 02 22	1.65
	PROVINCE OF ONTARIO	4.700	Jun 02 37	2.37
	PROVINCE OF ONTARIO	3.450	Jun 02 45	2.28
	PROVINCE OF QUEBEC	4.500	Dec 01 16	0.75
	PROVINCE OF QUEBEC	4.500	Dec 01 19	1.77
	PROVINCE OF QUEBEC	3.500	Dec 01 22	1.47
	PROVINCE OF QUEBEC	5.000	Dec 01 38	2.39
	PROVINCE OF SASKATCHEWAN	4.750	Jun 01 40	0.66
Real Estate (0.83%)	COMINAR REIT	4.164	Jun 01 22	0.15
	CT REIT	3.527	Jun 09 25	0.18
	SP & SP1 LIMITED PARTNERSHIP	3.210	Jun 15 19	0.50
Securitization (0.27%)	GLACIER CREDIT CARD TRUST	2.568	Sep 20 19	0.27

The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.



**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 June 30, 2015, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the Offering Memorandum dated January 3, 2015 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 Offering Memorandum.

MFS Investment Management Canada Limited.

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

Dated: July 13, 2015

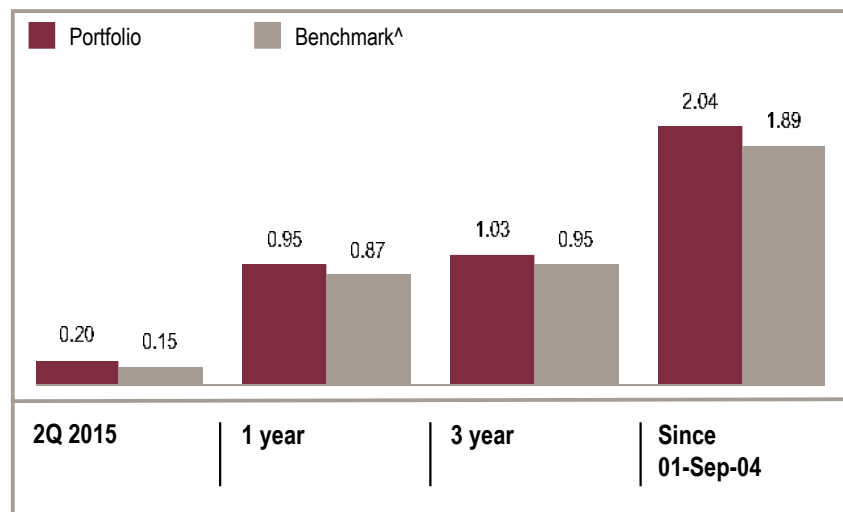


## MFS Canadian Money Market Fund

# EXECUTIVE SUMMARY



## Performance results (%) net of expenses (CAD) as of 30-Jun-15



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-Mar-15	2,041,041
Contributions	+4,232
Withdrawals	-9,625
Intra-portfolio transfers	+290,135
Change in market value	+4,151
Ending value as of 30-Jun-15	2,329,934

## Key portfolio characteristics as of 30-Jun-15

	Portfolio	Benchmark^^
7-day yield	0.76%	-

^^ FTSE TMX Canada 91-day Treasury Bills Index  
Figure shown reflects Class A 7-Day Yield.

## Portfolio composition (%)

Federal	40.45	100.00
Provincial	25.56	0.00
Corporate	42.17	0.00
Cash	-8.18	0.00

The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.

# PERFORMANCE RESULTS



## Performance results (%) net of expenses (CAD) as of 30-Jun-15

Period	Portfolio net (%)	Benchmark <sup>^</sup> (%)	Excess return net vs benchmark (%)
2Q 2015	0.20	0.15	0.05
1Q 2015	0.24	0.25	-0.01
4Q 2014	0.25	0.22	0.03
3Q 2014	0.26	0.24	0.02
2015 YTD	0.44	0.40	0.04
2014	1.03	0.91	0.12
2013	1.07	1.01	0.06
2012	1.11	1.01	0.10
2011	1.22	1.00	0.22
2010	0.75	0.54	0.21
1 year	0.95	0.87	0.08
3 year	1.03	0.95	0.08
5 year	1.07	0.94	0.13
10 year	2.00	1.85	0.15
Since client inception (01-Sep-04)	2.04	1.89	0.15

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 30-Jun-15		Portfolio (%)	Benchmark <sup>^</sup> (%)	Underweight/overweight (%)
<b>Portfolio composition</b>	Federal	40.45	100.00	-59.55
	Provincial	25.56	0.00	25.56
	Corporate	42.17	0.00	42.17
	Cash	-8.18	0.00	-8.18
<b>Corporate composition</b>	Energy	2.60	0.00	2.60
	Financial	36.50	0.00	36.50
	Industrial	3.06	0.00	3.06

The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.

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

# CHARACTERISTICS



As of 30-Jun-15	Portfolio	Benchmark^
<b>Fundamentals</b>		
Average quality <sup>1</sup>	R-1(H)	R-1(H)
Average term to maturity	68days	-
7-day yield	0.76%	-
<b>Diversification</b>		
Number of holdings	41	1
<b>Risk/reward (3 year)</b>		
Historical tracking error	0.06%	-
Information ratio	1.68	-

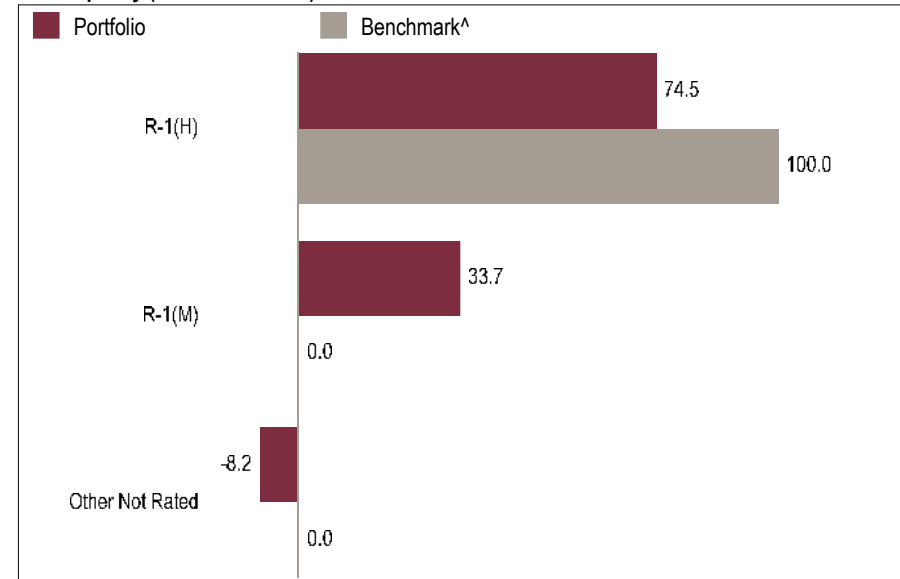
^ FTSE TMX Canada 91-day Treasury Bills Index

<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 30-Jun-15



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 HOLDINGS



As of 30-Jun-15	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
Cash (-8.18%)	CASH & OTHER	0.000		-8.11
	CASH & OTHER	0.000		-0.07
Energy (2.60%)	IMPERIAL OIL LTD	0.000	Jul 07 15	1.16
	IMPERIAL OIL LTD	0.000	Jul 09 15	1.45
Federal (40.45%)	CANADIAN GOVERNMENT T BILLS	0.000	Jul 02 15	9.35
	CANADIAN GOVERNMENT T BILLS	0.000	Jul 16 15	9.30
	CANADIAN GOVERNMENT T BILLS	0.000	Jul 30 15	7.85
	CANADIAN GOVERNMENT T BILLS	0.000	Aug 13 15	0.99
	CANADIAN GOVERNMENT T BILLS	0.000	Aug 27 15	0.83
	CANADIAN GOVERNMENT T BILLS	0.000	Oct 08 15	8.26
	CANADIAN GOVERNMENT T BILLS	0.000	Nov 05 15	3.88
Financial (36.50%)	BANK OF MONTREAL	0.000	Jul 02 15	1.90
	BANK OF MONTREAL	0.000	Jul 13 15	0.66
	BANK OF MONTREAL	0.000	Jul 29 15	0.91
	BANK OF NOVA SCOTIA	0.000	Aug 13 15	1.07
	BANK OF NOVA SCOTIA	0.000	Aug 28 15	2.23
	CANADIAN IMPERIAL BANK OF COMMERCE	0.000	Nov 06 15	3.71
	HONDA CANADA FINANCE INC	0.000	Jul 15 15	2.07
	JPM CHASE BANK TORONTO BRANCH	0.000	Jul 29 15	1.24
	MANULIFE BANK	0.000	Jul 27 15	1.41
	MANULIFE BANK	0.000	Sep 28 15	1.03
	MANULIFE BANK	0.000	Jan 12 16	1.44
	NATIONAL BANK OF CANADA	0.000	Jul 22 15	3.22
	NATIONAL BANK OF CANADA	0.000	Jul 30 15	0.58
	ROYAL BANK OF CANADA	0.000	Feb 26 16	3.70
	TORONTO DOMINION HOLDINGS INC	0.000	Jul 23 15	3.80
	TOYOTA CRED CANADA TCCI	0.000	Dec 01 15	3.79
	WELLS FARGO CANADA	0.000	Aug 07 15	0.74
WELLS FARGO CANADA	0.000	Nov 16 15	0.41	
WELLS FARGO CANADA	0.000	Nov 27 15	1.36	

# PORTFOLIO HOLDINGS



As of 30-Jun-15	Issuer	Coupon	Maturity Date	Equivalent exposure (%)
Financial (continued) (36.50%)	WELLS FARGO CANADA	0.000	May 10 16	1.23
Industrial (3.06%)	NESTLE CAPITAL CANADA LTD	0.000	Jul 07 15	1.41
	NESTLE CAPITAL CANADA LTD	0.000	Jul 13 15	1.65
Provincial (25.56%)	PROVINCE OF ALBERTA	0.000	Aug 18 15	1.40
	PROVINCE OF ALBERTA	0.000	Sep 01 15	7.06
	PROVINCE OF BRITISH COLUMBIA	0.000	Jul 29 15	0.87
	PROVINCE OF BRITISH COLUMBIA	0.000	Sep 16 15	4.13
	PROVINCE OF ONTARIO	0.000	Jul 22 15	2.56
	PROVINCE OF ONTARIO	0.000	Sep 02 15	3.55
	PROVINCE OF ONTARIO	0.000	Sep 09 15	2.11
	PROVINCE OF ONTARIO	0.000	Sep 16 15	1.07
	PROVINCE OF ONTARIO	0.000	Sep 23 15	1.49
	PROVINCE OF QUEBEC TBILLS	0.000	Aug 07 15	1.32

The assets included in "Other" carry risks including market, credit, counterparty, currency and liquidity risks. The inclusion of these assets may understate or overstate the portfolio's actual cash position.



**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 June 30, 2015, MFS Investment Management Canada Limited ("MFS") complied in all material respects with the investment restrictions contained in the Offering Memorandum dated January 3, 2015 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 Offering Memorandum.

MFS Investment Management Canada Limited.

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

Dated: July 13, 2015

# FIXED INCOME OUTLOOK



The Canadian bond market's stellar performance was interrupted in the second quarter, as the FTSE TMX Canada Universe Bond Index posted a -1.7% return. The main factors driving the market were a reversal in risk-aversion, deflationary-oriented trades which drove yields lower in the first quarter as Canadian bonds broadly mimicked the trend in U.S. Treasuries and German Bunds. With monetary policy expectations for both the Bank of Canada and other major central banks relatively unchanged, yield curve steepening was a dominant theme.

Our long-held macro view has not changed materially. We continue to view the global economic recovery as anything but normal – one which has struggled to maintain consistent above-trend growth even with extraordinary monetary stimulus, and characterised by de-leveraging, excess capacity, and few inflation pressures. Despite this subdued view of the business cycle, we continue to view the macro backdrop as inconsistent with a global or U.S. recession. We believe that the U.S. recovery is on track and we are encouraged by the firmer growth trend in Europe, though the possibility of "Grexit" will remain a headwind to regional activity. Extremely accommodative global monetary policy and low oil prices will support global growth for the balance of the year which is expected to put upward pressure on bond yields, especially as the Fed prepares the market for a rate hike.

To be sure, the Canadian economy has taken a significant hit from the impact of commodity weakness on the terms of trade. To date, there has been limited evidence that weakness in the commodity-producing regions has spread. Moreover, we expect the weak Canadian dollar, easy financial conditions, and improving global growth to put a floor under Canadian growth.

We continue to believe that valuations in the Canadian fixed income market are expensive, even when taking into account the recent back-up in medium and long-term rates, pricing in a weaker economic outlook than we expect. As a result, we remain below benchmark duration in our fixed income mandates. However, we reduced the degree of duration exposure in universe and long-term mandates which benefited from curve steepening. In short-term mandates, duration was shortened as this segment outperformed.

Within credit sectors, corporate bonds continued to struggle and spreads widened further in the second quarter—especially for lower-rated credits—and provincial bonds underperformed. We expect corporates to regain their footing—we regard the latest round of spread widening as largely technical and valuations have improved amid low recession odds. Exposure to corporates was increased via higher BBB allocations in all mandates and higher contribution to duration in universe and long-term mandates.

The commentary included in this report was based on a representative fully discretionary portfolio for this product style; and, as such, your portfolio may differ.

# YOUR MFS RELATIONSHIP TEAM



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# GLOBAL CAPABILITIES

## MFS INVESTMENT STRATEGIES

	Global Equity	Regional Equity			International Equity	Specialty/Multi-Asset	
Fundamental Equity	<ul style="list-style-type: none"> <li>Global/ Global Concentrated<sup>1</sup></li> <li>Global Research</li> <li>Global Value</li> <li>Global Growth</li> <li>Global Small Cap<sup>3</sup></li> </ul>	<b>US</b> <ul style="list-style-type: none"> <li>Core</li> <li>Research</li> <li>Value<sup>2</sup></li> <li>Growth/ Growth Concentrated</li> <li>Large Cap Growth/ Large Cap Growth Concentrated</li> <li>Mid Cap Growth</li> <li>Mid Cap Value</li> <li>Small Cap Growth</li> </ul>	<b>Canadian</b> <ul style="list-style-type: none"> <li>Core</li> <li>Value</li> <li>Growth</li> <li>Dividend Income</li> </ul>	<b>European</b> <ul style="list-style-type: none"> <li>European Research<sup>2</sup></li> <li>European Value<sup>2</sup></li> <li>European Small Cap<sup>2</sup></li> <li>UK</li> <li>European ex UK</li> </ul> <b>Asia/Pacific</b> <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>	<ul style="list-style-type: none"> <li>International/International Concentrated</li> <li>International Research</li> <li>International Value<sup>2</sup></li> <li>International Growth</li> <li>International Small Cap<sup>2</sup></li> <li>International Diversification<sup>3</sup></li> </ul>	<b>Equities</b> <ul style="list-style-type: none"> <li>Global Real Estate</li> <li>Utilities</li> </ul> <b>Balanced</b> <ul style="list-style-type: none"> <li>Canadian Value</li> <li>Canadian Core</li> <li>Canadian Growth</li> <li>Global Total Return</li> <li>US Total Return</li> </ul>	
Quantitative	<ul style="list-style-type: none"> <li>Blended Research Global</li> <li>Blended Research – AC Global Extension</li> <li>Blended Research Global High Dividend Equity</li> <li>Global Low Volatility</li> </ul>	<b>Regional Equity</b> <ul style="list-style-type: none"> <li>Blended Research Emerging Markets</li> <li>Blended Research US Equity               <ul style="list-style-type: none"> <li>- US Core</li> <li>- US Value</li> <li>- US Growth</li> </ul> </li> <li>Blended Research US Small Cap</li> </ul>			<ul style="list-style-type: none"> <li>Blended Research – Focused US Core</li> <li>Blended Research – US Core Extension</li> <li>US Low Volatility</li> <li>US Equity Income</li> </ul>	<ul style="list-style-type: none"> <li>Blended Research International</li> </ul>	<b>Target Date</b> <ul style="list-style-type: none"> <li>US Target Date<sup>3</sup></li> <li>Canadian Target Date<sup>3</sup></li> </ul> <b>Target Risk</b> <ul style="list-style-type: none"> <li>US Target Risk<sup>3</sup></li> <li>Canadian Target Risk<sup>3</sup></li> </ul>
Fixed Income	<b>Government/Municipal</b> <ul style="list-style-type: none"> <li>Global               <ul style="list-style-type: none"> <li>Sovereign</li> </ul> </li> <li>US               <ul style="list-style-type: none"> <li>Government/TIPS</li> <li>Mortgage-Backed Securities</li> <li>Municipal/High Yield/Limited Duration</li> </ul> </li> </ul>	<b>Core/Aggregate</b> <ul style="list-style-type: none"> <li>Global               <ul style="list-style-type: none"> <li>Aggregate Core</li> <li>Aggregate Core Plus</li> <li>Aggregate Opportunistic</li> </ul> </li> <li>US               <ul style="list-style-type: none"> <li>Limited Maturity</li> <li>Core</li> <li>Core Plus Research</li> </ul> </li> </ul>	<b>Canadian</b> <ul style="list-style-type: none"> <li>Universe</li> <li>Money Market</li> <li>Long Term</li> <li>Short Term</li> </ul>	<b>Corporate</b> <ul style="list-style-type: none"> <li>Global               <ul style="list-style-type: none"> <li>Investment-Grade Credit</li> <li>Credit</li> <li>High Yield</li> </ul> </li> <li>US               <ul style="list-style-type: none"> <li>Investment-Grade Credit</li> <li>Credit</li> <li>Corporate BB</li> <li>Core High Yield</li> </ul> </li> </ul>	<b>Emerging Markets</b> <ul style="list-style-type: none"> <li>Emerging Markets Debt</li> <li>Emerging Markets Local Currency Debt</li> </ul>	<b>Income</b> <ul style="list-style-type: none"> <li>Diversified Income</li> </ul>	

<sup>1</sup> Closed. <sup>2</sup> Soft closed. <sup>3</sup> Limited vehicle availability.