

# MFS Meridian® Funds

## U.S. Equity Income Fund



30 SEPTEMBER 2018

### A diversified US equity fund that seeks to provide both income and capital appreciation

The fund's investment objective is to seek total return through a combination of current income and capital appreciation, measured in US dollars.

Key points:

- Focuses on companies that we believe have relatively high dividend yields and/or long-term capital appreciation potential
- Aims to invest in above-average quality companies that are trading at favorable valuations with an investment catalyst
- Systematically blends fundamental and quantitative research in a disciplined portfolio construction process

#### PORTFOLIO MANAGEMENT

**Jonathan W. Sage, Lead Portfolio Manager**

22 years in industry

**Matthew Krummell**

25 years in industry

**James C. Fallon**

19 years in industry

**John E. Stocks**

19 years in industry

**R. Dino Davis\*\***

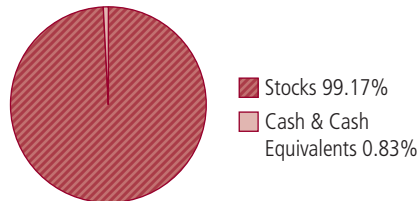
24 years in industry

\*\* Advises and communicates on the management of the portfolio, but is not responsible for day-to-day management.

Portfolio characteristics data are based on the equivalent exposure of unaudited net assets as of 30-Sep-18. Equivalent exposure measures how a portfolio's value would change due to price changes in an asset held either directly or, in the case of a derivative contract, indirectly. The market value of the holding may differ. The portfolio is actively managed, and current holdings may be different.

Top ten holdings, portfolio characteristics and weightings do not reflect the effect of exposure/weightings for hedging of hedged share classes. Full holdings and net assets do reflect this hedging.

#### PORTFOLIO STRUCTURE



#### TOP 10 EQUITY HOLDINGS

Microsoft Corp
Cisco Systems Inc
Amazon.com Inc
Eaton Corp PLC
Union Pacific Corp
Adobe Systems Inc
Eli Lilly & Co
Citigroup Inc
Bristol-Myers Squibb Co
Philip Morris International Inc

28.2% of total net assets

#### EQUITY SECTORS

portfolio vs benchmark

Sector	Portfolio	Benchmark
Financial Services	19.4%	16.7%
Technology	18.8%	21.5%
Health Care	14.2%	15.2%
Utilities & Communications	9.0%	5.7%
Consumer Staples	8.4%	5.3%
Industrial Goods & Services	7.5%	6.7%
Retailing	5.2%	8.2%
Energy	3.3%	5.6%
Leisure	3.2%	5.7%
Autos & Housing	3.1%	1.3%
Transportation	2.9%	2.2%
Special Products & Services	2.7%	3.2%
Basic Materials	1.4%	2.7%
Cash & Cash Equivalents	0.8%	N/A

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

#### PORTFOLIO FACTS

Net assets (USD)	4.8 million
Number of holdings	88

MFS Meridian Funds may be registered for sale in other jurisdictions or otherwise offered where registration is not required. MFS Meridian Funds are not available for sale in the United States or Canada or to US persons.

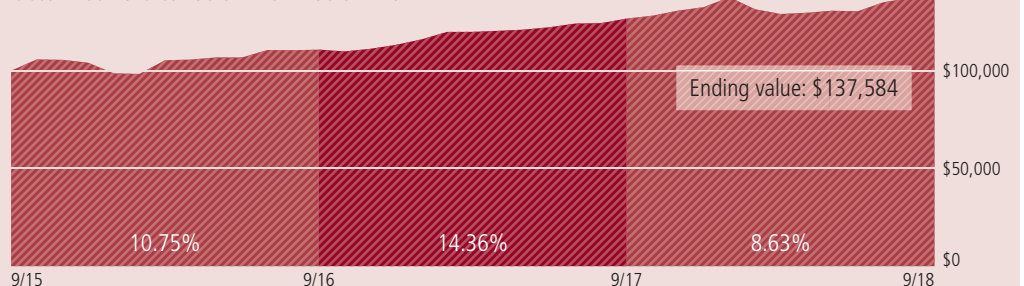
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MFS Investment Management Company (Lux) S.à.r.l

**MAY LOSE VALUE  
NOT GUARANTEED**

#### Growth of a \$100,000 investment and 12-month returns at NAV

Class A2USD shares 30-SEP-15 — 30-SEP-18



Fund returns for the representative share class shown assume the reinvestment of dividends and capital gain distributions but do not include a sales charge. Results would have been less favorable if the sales charge were included. This example is for illustrative purposes only and is not intended to represent the future performance of any MFS product. **Past performance is not a reliable indicator for future results.**

#### CALENDAR-YEAR TOTAL RETURNS, NOT INCLUDING SALES CHARGE A2USD\*

Year	'08	'09	'10	'11	'12	'13	'14	'15	'16	'17
Return	—	—	—	—	—	—	—	—	8.75%	17.05%

Please see reverse for complete performance information and important disclosure.

ANNUALIZED RETURNS AT NAV (%)^									SHARE CLASS INFORMATION					
Class	Ongoing Charges(%)†	Start of class perf. record	YTD^^	1 yr.	3 yrs.	5 yrs.	10 yrs.	Life	Distribution Rate (%)	Sedol	WKN	ISIN	CUSIP	Bloomberg
A1USD	1.65	22-SEP-15	3.79	8.66	11.24	—	—	10.21	—	BYMOF11	A14Y1B	LU1280181741	L6366W226	MFUEA1U LX
A2USD	1.65	22-SEP-15	3.85	8.63	11.22	—	—	10.20	0.61	BYMOF33	A14Y1D	LU1280182392	L6366W242	MFUEA2U LX
A3USD²	1.65	22-SEP-15	3.81	8.61	11.23	—	—	10.20	2.35	BYMOFH7	A14Y1S	LU1280184331	L6366W374	MFUEA3U LX
I1USD	0.65	22-SEP-15	4.65	9.80	12.41	—	—	11.37	—	BYMOFC2	A14Y1N	LU1280183952	L6366W333	MFUEI1U LX
IH1GBP¹	0.65	22-SEP-15	3.81	7.70	11.38	—	—	10.32	—	BYMOFG6	A14Y1R	LU1280184257	L6366W366	MFUIH1G LX
W1USD	0.75	22-SEP-15	4.54	9.69	12.30	—	—	11.26	—	BYMOF77	A14Y1J	LU1280183440	L6366W291	MFUEW1U LX
W2USD	0.75	22-SEP-15	4.60	9.65	12.30	—	—	11.26	1.52	BYMOF88	A14Y1K	LU1280183523	L6366W309	MFUEW2U LX
W3USD²	0.75	22-SEP-15	4.59	9.71	12.30	—	—	11.26	2.34	BYMOFL1	A14Y1W	LU1280184760	L6366W416	MFUEW3U LX
WH1GBP¹	0.75	22-SEP-15	3.71	7.62	11.28	—	—	10.21	—	BYMOF99	A14Y1L	LU1280183796	L6366W317	MFUWH1G LX
WH2GBP¹	0.75	22-SEP-15	3.71	7.55	11.26	—	—	10.20	1.52	BYMOFB1	A14Y1M	LU1280183879	L6366W325	MFUWH2G LX
WH3GBP¹,²	0.75	22-SEP-15	3.75	7.63	11.28	—	—	10.22	2.34	BYMOFM2	A14Y1X	LU1280184844	L6366W424	MFUWH3G LX
<b>Benchmark:</b> Standard & Poor's 500 Stock Index														
GBP			14.69	21.31	23.31	—	—							
USD			10.56	17.91	17.31	—	—							

**Other share classes are available for which performance and expenses will differ.**

The source for all fund data is MFS. Source: Benchmark performance from SPAR, FactSet Research Systems Inc.

Fund inception date: 22 September 2015

^ Results represent the percent change in NAV.

^^ Periods less than one year are actual not annualized.

† Ongoing charges are expressed at an annual rate as a percentage of net assets. They are based on annualized expenses for the six months ended 31 July 2017. For a Class with less than the full period of data available, or where adjustment is necessary to reflect current charges, the ongoing charges figure is an estimate. Please see the KIID of the relevant Class for the most recent expense information.

1 Hedged share classes aim to reduce exchange rate and return fluctuations between the applicable non-base currency hedged share class and the unhedged base currency class of the fund. From time to time shareholder transactions in the share class could result in a gain or a loss, which could be significant, in the share class value that is attributable to the adviser's hedging activities rather than to its investment management activities. Other share classes will not share in these gains or losses.

2 Unlike other share classes, the Gross Income Share Class pays income before the expenses attributable to the share class have been deducted. This has the effect of increasing the amount of income paid and therefore the distribution rate will be higher than the Income Share Class. However, expenses will be deducted from the fund's capital gains and/or capital which may cause your principal value to be less than your original investment. Investors should discuss the suitability of this share class with their tax or financial advisor.

**Returns would have been lower had sales charges, of up to 6% of the net asset value (NAV), or any commissions, fees or other charges that your financial intermediary may charge been reflected.**

Class I shares are only available to certain qualifying institutional investors.

Class W shares are available to discretionary portfolio management or independent advisory accounts, clients of financial intermediaries otherwise prohibited from receiving compensation from the Fund, and to employees of MFS and its affiliates.

Standard & Poor's 500 Stock Index measures the broad U.S. stock market.

It is not possible to invest directly in an index.

**TRAILING 3 YR RISK MEASURES VS. BENCHMARK (A2USD)**

Beta 0.84

Standard Deviation 8.05 vs 9.18

Beta is a measure of the volatility of a portfolio relative to the overall market. A beta less than 1.0 indicates lower risk than the market; a beta greater than 1.0 indicates higher risk than the market. It is most reliable as a risk measure when the return fluctuations of the portfolio are highly correlated with the return fluctuations of the index chosen to represent the market.

Standard deviation is an indicator of the portfolio's total return volatility, which is based on a minimum of 36 monthly returns. The larger the portfolio's standard deviation, the greater the portfolio's volatility.

**RISK AND REWARD PROFILE CLASS A2USD**

< Lower risk (typically lower rewards) Higher risk (typically higher rewards) >

1	2	3	4	5	6	7
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The rating is based on past volatility of returns and may be different in the future or for other classes of the fund.

Performance results reflect ongoing charges and any applicable expense subsidies and waivers in effect during the periods shown. All historic results assume the reinvestment of dividends and capital gains.

**Past performance is not a reliable indicator for future results. All financial investments involve an element of risk. The value of investments may rise and fall so you may get back less than originally invested.**

Investors should consider the risks, including lower returns, related to currency movements between their investing currency and the portfolio's base currency, if different.

**See the fund's offering documents for more details, including information on fund risks and expenses.**

The offering documents (sales prospectus and Key Investor Information Documents (KIIDs)), articles of incorporation and financial reports are available to investors at no cost in paper form or electronically at meridian.mfs.com, at the offices of the paying agent or representative in each jurisdiction or from your financial intermediary. KIIDs are available in the following languages; Danish, Dutch, English, French, German, Italian, Norwegian, Portuguese, Spanish and Swedish. The sales prospectus and other documents are available in English. For additional information, call 416.506.8418 in Toronto or 352.464.010.600 in Luxembourg or your local paying agent or representative. **Ireland:** Bridge Consulting Limited, 33 Sir John Rogerson's Quay, Dublin 2, Ireland. Tel: +353 (0)1-631-6444 **United Kingdom:** MFS International (UK) Ltd., One Carter Lane, London, EC4V 5ER UK. Tel: 44.(0)20.7429.7200

MFS Meridian Funds is an investment company with a variable capital established under Luxembourg law. MFS Investment Management Company (Lux) S.à.r.l. is the management company of the Funds, having its registered office at 35, Boulevard du Prince Henri, L-1724, Luxembourg, Grand Duchy of Luxembourg (Company No. B.76.467). The Management Company and the Funds have been duly authorised by the CSSF (Commission de Surveillance du Secteur Financier) in Luxembourg.

MFS Meridian Funds are recognised by the UK Financial Conduct Authority under Section 264 of the Financial Services and Markets Act 2000 (reference number 435953) and U.K. investors should note that holdings of shares in the funds will not be covered by the provisions of the UK Financial Services Compensation Scheme, or by any similar scheme in Luxembourg.

**IMPORTANT RISK CONSIDERATIONS**

The fund may not achieve its objective and/or you could lose money on your investment in the fund. Stock markets and investments in individual stocks are volatile and can decline significantly in response to or investor perception of, issuer, market, economic, industry, political, regulatory, geopolitical, and other conditions. Real estate-related investments can be volatile because of general, regional, and local economic conditions, fluctuations in interest rates and property tax rates; shifts in zoning laws, environmental regulation and other governmental actions; increased operation expenses; lack of availability of mortgage funds; losses due to natural disasters; changes in property values and rental rates; overbuilding; losses due to casualty or condemnation, cash flows; the management skill and creditworthiness of the REIT manager, and other factors. Because the portfolio may invest a substantial amount of its assets in issuers located in a single country or in a limited number of countries, it may be more volatile than a portfolio that is more geographically diversified. The fund's strategy to blend fundamental and quantitative research may not produce the intended results. In addition, MFS fundamental research is not available for all issuers. MFS' investment analysis, its development and use of quantitative models, and its selection of investments may not produce the intended results and/or can lead to an investment focus that results in the fund underperforming other funds with similar investment strategies and/or underperforming the markets in which the fund invests. Investments selected using quantitative models may not produce the intended results due to the factors used in the models, the weight placed on each factor in the models, changing sources of market return, and technical issues in the design, development, implementation, and maintenance of the models (e.g., incomplete or inaccurate data, programming or other software issues, and technology failures). Please see the prospectus for further information on these and other risk considerations.