



As of 29 February 2020

## Fact Sheet

# MFS Meridian® Funds

## U.S. Equity Income Fund

### Investment team

#### Lead Portfolio Manager

Jonathan Sage, CFA

- 20 years with MFS
- 24 years in industry

#### Portfolio Managers

Jim Fallon

- 20 years with MFS
- 21 years in industry

Matt Krummell, CFA

- 18 years with MFS
- 27 years in industry

Jed Stocks, CFA

- 20 years with MFS
- 21 years in industry

#### Institutional Portfolio Managers\*\*

R. Davis, CFA

- 8 years with MFS
- 26 years in industry

Jeffrey Morrison, CFA

- 13 years with MFS
- 31 years in industry

### Fund benchmark

Standard &amp; Poor's 500 Stock Index

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

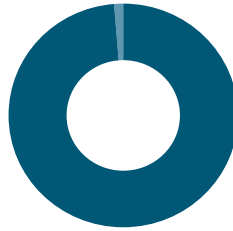
The fund's investment objective is to seek total return through a combination of current income and capital appreciation, measured in US dollars.

#### 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 structure (%)

- Stocks (98.7)
- Cash & Cash Equivalents (1.3)



### Top 10 holdings

MICROSOFT CORP
APPLE INC
ELI LILLY & CO
BANK OF AMERICA CORP
COMCAST CORP
CITIGROUP INC
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD
EATON CORP PLC
MCKESSON CORP
EXELON CORP

31.5% of total net assets

### Sectors (%)

	portfolio vs.	benchmark
Technology	23.5	30.8
Financial Services	22.2	16.9
Health Care	12.1	12.5
Consumer Staples	6.4	6.3
Energy	6.3	3.4
Leisure	5.8	4.3
Retailing	5.7	5.5
Industrial Goods & Services	4.4	4.9
Utilities	4.0	3.7
Basic Materials	2.5	2.6
Autos & Housing	2.4	1.2
Special Products & Services	2.0	4.1
Communications	1.0	1.7
Transportation	0.4	2.1
Cash & Cash Equivalents	1.3	N/A

### Portfolio facts

Net Assets (USD)	4.3 million
Number of Issues	84

\*\* Advises and communicates on the management of the portfolio, but is not responsible for day-to-day management. Portfolio characteristics are based on equivalent exposure, which measures how a portfolio's value would change due to price changes in an asset held either directly or, in the case of a derivative contract, indirectly. The market value of the holding may differ. The portfolio is actively managed, and current holdings may be different.

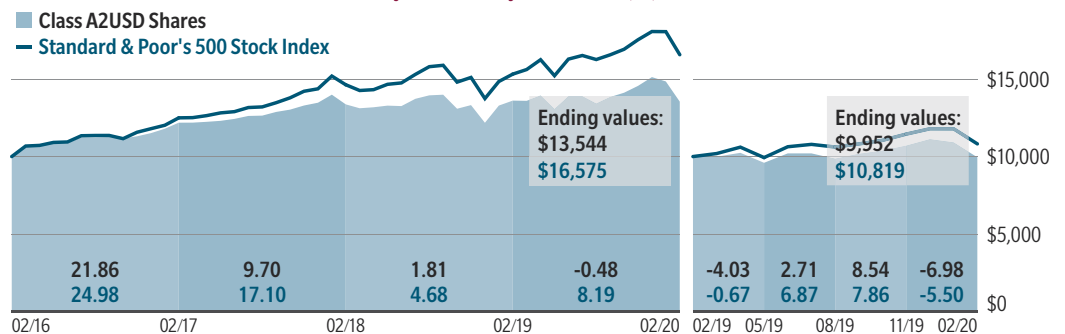
Top holdings, portfolio characteristics and weightings do not reflect the effect of exposure/weightings for hedging of hedged share classes. Full holdings and net assets do reflect this hedging.

MFS Meridian Funds from time to time 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.

**MAY LOSE VALUE - NOT GUARANTEED**

### Growth of a \$10,000 investment over 4 years and 1 year at NAV (%) as of 29-Feb-20



Fund returns 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<sup>^</sup>

	'10	'11	'12	'13	'14	'15	'16	'17	'18	'19
Fund	—	—	—	—	—	—	8.75	17.05	-9.61	24.20
Benchmark	—	—	—	—	—	—	11.96	21.83	-4.38	31.49

Please see reverse for complete performance information and important disclosures.

ANNUALIZED RETURNS AT NAV (%) ^								SHARE CLASS INFORMATION					
Class	Ongoing Charges (%) †	Start of Class Perf. Record	YTD^^	1 yr	3 yr	5 yr	Life	Distribution Rate (%)	Sedol	WKN	ISIN	CUSIP	Bloomberg
A1USD	1.65	22-Sep-15	-10.48	-0.46	3.58	—	6.07	—	BYM0F11	A14Y1B	LU1280181741	L6366W226	MFUEA1U LX
A2USD	1.65	22-Sep-15	-10.46	-0.48	3.58	—	6.06	0.52	BYM0F33	A14Y1D	LU1280182392	L6366W242	MFUEA2U LX
A3USD <sup>2</sup>	1.65	22-Sep-15	-10.42	-0.47	3.57	—	6.07	2.22	BYM0FH7	A14Y1S	LU1280184331	L6366W374	MFUEA3U LX
AH1EUR <sup>1</sup>	1.65	22-Sep-15	-10.56	-2.95	0.86	—	3.92	—	BYM0F22	A14Y1C	LU1280182046	L6366W234	MFUAH1E LX
AH2EUR <sup>1</sup>	1.65	22-Sep-15	-10.51	-2.90	0.88	—	3.94	0.52	BYM0F44	A14Y1E	LU1280182558	L6366W259	MFUAH2E LX
AH3EUR <sup>1,2</sup>	1.65	22-Sep-15	-10.66	-3.03	0.87	—	3.91	2.21	BYM0FJ9	A14Y1T	LU1280184414	L6366W382	MFUAH3E LX
I1EUR	0.65	22-Sep-15	-8.75	3.49	3.12	—	7.55	—	BYM0FD3	A14Y1P	LU1280184091	L6366W341	MFUEI1E LX
I1USD	0.65	22-Sep-15	-10.29	0.52	4.64	—	7.17	—	BYM0FC2	A14Y1N	LU1280183952	L6366W333	MFUEI1U LX
IH1EUR <sup>1</sup>	0.65	22-Sep-15	-10.50	-2.10	2.00	—	5.07	—	BYM0FF5	A14Y1Q	LU1280184174	L6366W358	MFUIH1E LX
<b>Benchmark:</b> Standard & Poor's 500 Stock Index													
EUR			-6.26	12.16	8.66	—	—						
USD			-8.27	8.19	9.87	—	—						

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.

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

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.

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.

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

Fund Inception Date: 22 September 2015

<sup>^</sup> Results represent the percent change in NAV.

<sup>^^</sup> Periods less than one year are actual not annualized.

<sup>†</sup> Ongoing charges are expressed at an annual rate as a percentage of net assets. They are based on annualized expenses for the most recent six month period available in either January or July. 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.

<sup>1</sup> 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.

<sup>2</sup> 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.

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

#### RISK AND REWARD PROFILE CLASS (A2USD)

◀ Lower Risk (typically lower rewards)				Higher Risk ▶ (typically higher rewards)		
1	2	3	4	5	6	7
				5		

The rating is based on past volatility of returns and may be different in the future or for other classes of the fund.

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. **Spain:** A complete list of the MFS Meridian SICAV fund distributors in Spain is available on the CNMV Website ([www.cnmv.es](http://www.cnmv.es))

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 4, Rue Albert Borschette, L-1246, 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.

**CNMV's registration number for Spain- 68.**

MFS Meridian Funds are recognised under Section 264 of the Financial Services and Markets Act of 2000 (reference number 435996) and U.K. investors should note that holdings of shares in the funds will not be covered by the provisions of the Financial Services Compensation Scheme, or by any similar scheme in Luxembourg.

#### TRAILING 3-YEAR RISK MEASURES VS. BENCHMARK (A2USD)

Beta	0.96
Standard Deviation	12.95 vs. 13.16

**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.

**Important risk considerations**

The fund may not achieve its objective and/or you could lose money on your investment in the fund. ■ **Stock:** 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:** 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. ■ **Geographic:** 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. ■ **Strategy:** The portfolio'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. ■ **Quantitative Strategy:** 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 portfolio underperforming other portfolios with similar investment strategies and/or underperforming the markets in which the portfolio invests. The quantitative models used by MFS (both proprietary and third-party) may not produce the intended results for a variety of reasons, including 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, application, and maintenance of the models (e.g., incomplete or inaccurate data, programming or other software issues, coding errors and technology failures). ■ Please see the prospectus for further information on these and other risk considerations.

**Benchmark and vendor disclosures**

Standard & Poor's 500 Stock Index - a market capitalization-weighted index of 500 widely held equity securities, designed to measure broad U.S. equity performance.

It is not possible to invest directly in an index.

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The sectors described and the associated portfolio composition are based on MFS' own sector classification methodology which differs from industry classification standards, including the standard that is associated with the benchmark composition presented. The variance in sector weights between the portfolio and the benchmark would be different if an industry classification standard was used.