

Q1

First Quarter 2009

**Supplementary Financial Information
For the period ended March 31, 2009
Sun Life Financial Inc. (unaudited)**

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SUPPLEMENTARY FINANCIAL INFORMATION
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Basis of Presentation

All amounts in this document are presented on a Canadian GAAP basis in millions of Canadian dollars unless otherwise indicated.

Accounting Changes

Effective January 1, 2007, the Company implemented Canadian Institute of Chartered Accountants (CICA) accounting standards for reporting financial instruments in financial statements, which recognize and measure financial instruments at fair value. Recognition, derecognition and measurement policies followed in prior years' financial results are not reversed, and therefore, prior period financial results will not be restated. Additional information on these changes in accounting standards is detailed in Note 2 to Sun Life Financial's 2008 Consolidated Financial Statements.

Non-GAAP Measures

This presentation refers to non-GAAP measures such as operating earnings, operating EPS, operating ROE and sources of earnings. The description of these non-GAAP measures to comparable GAAP measures is shown on page 3.

FINANCIAL HIGHLIGHTS

	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Common Shareholders' Net Income (Loss) by Segment												
SLF Canada	194	(55)	157	296	247	263	257	280	250	645	1,050	995
SLF U.S.	(407)	(679)	(533)	83	113	157	170	156	98	(1,016)	581	448
MFS	28	30	49	56	59	73	68	68	72	194	281	234
SLF Asia	17	16	(8)	12	13	38	30	17	38	33	123	101
Corporate	(45)	817	(61)	72	101	24	52	69	39	929	184	311
Total	(213)	129	(396)	519	533	555	577	590	497	785	2,219	2,089
Common Shareholders' Net Income (Loss)												
Reported	(213)	129	(396)	519	533	555	577	590	497	785	2,219	2,089
Operating ⁽¹⁾	(186)	(696)	(396)	519	533	560	583	593	558	(40)	2,294	2,091
Basic Earnings Per Common Share (EPS) - Reported	(0.38)	0.23	(0.71)	0.92	0.95	0.98	1.02	1.03	0.87	1.40	3.90	3.62
Basic EPS - Operating	(0.33)	(1.24)	(0.71)	0.92	0.95	0.99	1.03	1.04	0.98	(0.07)	4.03	3.62
Fully Diluted EPS - Reported	(0.38)	0.23	(0.71)	0.91	0.93	0.97	1.00	1.02	0.86	1.37	3.85	3.58
Fully Diluted EPS - Operating	(0.33)	(1.25)	(0.71)	0.91	0.93	0.98	1.01	1.03	0.96	(0.10)	3.98	3.58
Return on Shareholders' Equity (annualized) - Reported	(5.5%)	3.3%	(10.2%)	12.9%	13.4%	14.2%	14.7%	14.5%	12.0%	5.1%	13.8%	13.8%
Return on Shareholders' Equity (annualized) - Operating	(4.7%)	(17.9%)	(10.2%)	12.9%	13.4%	14.3%	14.8%	14.6%	13.5%	(0.3%)	14.3%	13.8%
Premiums & Deposits												
Premiums	4,019	3,485	3,611	3,306	3,185	3,149	3,458	3,204	3,313	13,587	13,124	14,609
Segregated Fund Deposits	2,656	2,393	2,670	3,056	2,800	3,229	4,189	2,537	3,365	10,919	13,320	8,753
Mutual Fund Sales	5,082	5,018	4,695	4,639	4,975	4,089	5,130	5,900	6,216	19,327	21,335	19,266
Managed Fund Sales	6,664	4,521	5,484	5,376	5,563	4,912	5,949	8,649	8,103	20,944	27,613	26,116
ASO Premium & Deposit Equivalents	1,072	1,043	1,255	1,745	983	1,197	893	898	925	5,026	3,913	3,200
Total Company	19,493	16,460	17,715	18,122	17,506	16,576	19,619	21,188	21,922	69,803	79,305	71,944
Sales												
Life & Health ⁽³⁾	573	807	478	485	457	651	578	368	447	2,227	2,044	1,754
Wealth - MFS	9,979	8,913	9,750	9,486	9,896	8,552	10,452	13,908	13,282	38,045	46,194	41,937
Wealth - Non MFS	3,713	2,372	3,477	3,491	2,912	3,543	2,762	2,806	3,150	12,252	12,261	9,561
Value of New Business - Last Twelve Months ⁽²⁾	562				755							

⁽¹⁾ Amount for Q1 2009 includes a \$27 million after tax charge for restructuring costs. Amount for quarter ended and full year December 31, 2008 includes \$825 million after tax gain on disposal of the company's 37% interest in CI Financial.

Amount for the 2007 includes the Clarica rebranding costs (\$3 million in Q4 2007, \$5 million in Q3 2007, and \$2 million in Q2 2007), integration costs with respect to the purchase of Genworth's EBG business (\$2 million in Q4 2007,

\$1 million in Q3 2007, and \$1 million in Q2 2007), \$43 million intangible asset write-down for the retirement of the Clarica brand in Q1 2007, and a \$18 million charge with respect to the redemption of the Partnership Capital Securities (PCS) in Q1 2007.

⁽²⁾ All amounts are based on 2008 annual average exchange rates and exclude the impact of CI Financial.

⁽³⁾ Includes 100% of sales in Company's China and India joint ventures.

FINANCIAL HIGHLIGHTS (Con't)	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
Valuation Data	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Book Value Per Common Share	27.60	28.24	26.84	28.56	28.31	27.70	27.25	27.78	28.85	28.24	27.70	27.71
Market-to-Book Value (times)	0.8	1.0	1.4	1.5	1.7	2.0	1.9	1.8	1.8	1.0	2.0	1.8
Total Market Capitalization (\$ billion)	12.8	15.9	20.8	23.5	27.0	31.4	29.6	28.8	30.0	15.9	31.4	28.2
Financial Strength												
MCCSR Ratio ⁽¹⁾	223%	232%	202%	209%	209%	213%	212%	217%	223%	232%	213%	222%
RBC Ratio ⁽²⁾		357%				358%				357%	358%	339%
Total Debt to Total Capital Ratio	26.9%	24.7%	25.6%	24.4%	23.2%	22.0%	22.3%	22.0%	22.4%	24.7%	22.0%	22.2%
Common Share Information (TSX)												
High	29.99	39.00	44.99	50.89	55.99	56.50	52.99	54.14	53.30	55.99	56.50	51.75
Low	14.97	19.38	35.23	41.46	43.23	50.85	47.68	47.80	47.45	19.38	47.45	41.79
Close	22.84	28.44	37.20	41.95	47.99	55.71	52.20	50.76	52.52	28.44	55.71	49.32
Number of Common Shares Outstanding (in millions)												
At Beginning of Period	559.7	559.7	559.9	561.9	564.1	566.4	568.1	571.4	571.8	564.1	571.8	582.0
Common Shares Issued	-	-	0.1	0.1	0.2	0.2	0.5	0.2	1.2	0.4	2.1	2.2
Common Shares Purchased and Cancelled	-	-	(0.3)	(2.1)	(2.4)	(2.5)	(2.2)	(3.5)	(1.6)	(4.8)	(9.8)	(12.4)
At End of Period	559.7	559.7	559.7	559.9	561.9	564.1	566.4	568.1	571.4	559.7	564.1	571.8
Weighted average shares outstanding - Basic	559.7	559.7	559.7	561.6	563.8	566.2	567.8	570.1	572.0	561.2	569.0	576.8
Weighted average shares outstanding - Fully Diluted	559.7	559.7	559.7	563.4	565.8	568.7	570.3	572.6	574.9	562.4	571.6	579.8
Dividend Per Common Share	0.360	0.360	0.360	0.360	0.360	0.340	0.340	0.320	0.320	1.440	1.320	1.150
Dividend Payout Ratio	nm	nm	nm	39%	38%	34%	33%	31%	33%	nm	33%	32%
Value of Common Shares Purchased and Cancelled	-	-	12	95	110	129	113	179	81	217	502	575
Assets Under Management												
General Funds	121,337	119,833	113,211	113,575	115,249	114,291	113,274	116,051	122,197	119,833	114,291	117,831
Segregated Funds	65,448	65,762	69,042	73,245	72,071	73,205	72,723	72,764	72,951	65,762	73,205	70,789
MFS & Other Assets Under Management ⁽³⁾	188,243	195,497	206,426	226,376	227,930	237,768	240,664	251,289	256,176	195,497	237,768	252,812
Total Assets Under Management	375,028	381,092	388,679	413,196	415,250	425,264	426,661	440,104	451,324	381,092	425,264	441,432
Other Assets Under Management												
Mutual Funds	81,682	83,602	87,722	96,046	97,491	101,858	103,047	108,041	111,223	83,602	101,858	110,186
Managed Funds & Other	120,295	125,035	132,756	145,630	146,211	152,513	154,646	161,125	163,304	125,035	152,513	161,197
Consolidation Adjustments	(13,734)	(13,140)	(14,052)	(15,300)	(15,772)	(16,603)	(17,029)	(17,877)	(18,351)	(13,140)	(16,603)	(18,571)
Total	188,243	195,497	206,426	226,376	227,930	237,768	240,664	251,289	256,176	195,497	237,768	252,812

⁽¹⁾ Represents the minimum continuing capital and surplus requirements ratio for Sun Life Financial's principal operating subsidiary, Sun Life Assurance Company of Canada.

⁽²⁾ RBC ratio is calculated on an annual basis for U.S. regulatory purposes and is for Sun Life Assurance Company of Canada (U.S.).

⁽³⁾ Periods prior to Q3 2007 have been restated to include other assets under management of Birla Sun Life Asset Management (BSLAMC). Sun Life has a 50% interest in BSLAMC.

SUN LIFE FINANCIAL (C\$ millions)

	For the Quarter Ended								For the Year Ended			
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Premiums	4,019	3,485	3,611	3,306	3,185	3,149	3,458	3,204	3,313	13,587	13,124	14,609
Net Investment Income	407	591	(1,744)	390	(4)	1,496	1,443	472	1,441	(767)	4,852	6,664
Fee Income	602	630	693	715	705	760	798	824	830	2,743	3,212	3,014
Total Revenue	5,028	4,706	2,560	4,411	3,886	5,405	5,699	4,500	5,584	15,563	21,188	24,287
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	4,339	3,589	1,834	2,604	1,858	3,315	3,521	2,334	3,511	9,885	12,681	16,255
Commissions and Other Expenses	1,326	1,374	1,237	1,253	1,277	1,397	1,422	1,393	1,448	5,141	5,660	5,472
Total Policy Benefits and Expenses	5,665	4,963	3,071	3,857	3,135	4,712	4,943	3,727	4,959	15,026	18,341	21,727
Income before Income Taxes and Non-controlling Interests												
Income tax expense (benefit)	(445)	(406)	(138)	11	190	116	149	155	102	(343)	522	389
Non-controlling interests	3	3	6	5	9	9	10	8	8	23	35	27
Participating Policyholders' Net Income (Loss)	-	-	(1)	2	1	(4)	2	2	2	2	2	7
Preferred shareholder dividends	18	17	18	17	18	17	18	18	16	70	69	48
Common Shareholders' Net Income (Loss)	(213)	129	(396)	519	533	555	577	590	497	785	2,219	2,089
Less: Special Items ⁽¹⁾	(27)	825	-	-	-	(5)	(6)	(3)	(61)	825	(75)	(2)
Common Shareholders' Operating Income (Loss)	(186)	(696)	(396)	519	533	560	583	593	558	(40)	2,294	2,091
Effective Tax Rate - Total	nm	nm	(26.7%)	1.8%	25.3%	17.3%	19.6%	20.2%	17.4%	nm	18.6%	15.2%
SOURCES OF EARNINGS												
Expected Profit on In-Force Business	426	403	470	488	467	475	479	461	448	1,828	1,863	1,657
Impact of New Business	(99)	(85)	(87)	(70)	(79)	(8)	(51)	(47)	(152)	(321)	(258)	(313)
Experience Gains (Losses)	(904)	(1,283)	(793)	(159)	(36)	(36)	95	129	45	(2,271)	233	311
Management Actions and Changes in Assumptions ⁽²⁾	(88)	(399)	(177)	114	174	111	14	9	81	(288)	215	189
Earnings (Loss) on Operations (Pre-tax)	(665)	(1,364)	(587)	373	526	542	537	552	422	(1,052)	2,053	1,844
Earnings on Surplus	28	68	29	138	167	142	167	170	151	402	630	626
Earnings (Loss) Before Income Taxes	(637)	(1,296)	(558)	511	693	684	704	722	573	(650)	2,683	2,470
Income Taxes ⁽³⁾	445	603	154	6	(175)	(151)	(131)	(139)	(83)	588	(504)	(426)
Earnings (Loss) Before Non-Controlling Interests and Participating Policyholders' Net Income	(192)	(693)	(404)	517	518	533	573	583	490	(62)	2,179	2,044
Less: Non-Controlling Interest, Participating Policyholders' Net Income (Loss) and Preferred Share Dividends	21	20	23	24	28	22	30	28	26	95	106	82
CI related income	-	842	31	26	43	44	34	35	33	942	146	127
Common Shareholders' Net Income (Loss)	(213)	129	(396)	519	533	555	577	590	497	785	2,219	2,089
EXCHANGE RATES												
Average for the Period												
U.S. Dollar	1.243	1.210	1.040	1.010	1.004	0.980	1.046	1.099	1.171	1.066	1.074	1.134
U.K. Pound	1.787	1.898	1.967	1.992	1.986	2.003	2.114	2.182	2.289	1.961	2.150	2.086

⁽¹⁾ Please see page 1 for list of special items.⁽²⁾ Q1 2007 includes non-recurring pre-tax charges of \$82 million related to the retirement of the Clarica brand and redemption of PCS.⁽³⁾ Includes Par adjustment of \$45 million in Q4 2007 and \$58 million in 2006 due to Canadian Tax changes.

CONSOLIDATED BALANCE SHEET (C\$ millions)

	At the Quarter Ended									At the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Assets												
Bonds - held-for-trading ⁽¹⁾	48,963	48,458	47,116	48,689	50,348	50,608	51,016	53,093	56,060	48,458	50,608	-
Bonds - available-for-sale	10,205	10,616	9,523	9,905	9,949	9,148	8,308	9,002	10,413	10,616	9,148	69,230
Mortgages and Corporate Loans	22,311	22,302	21,366	21,106	21,181	20,742	20,212	20,710	20,898	22,302	20,742	15,993
Stocks - held-for-trading ⁽¹⁾	3,256	3,440	3,876	4,518	4,262	4,438	4,533	4,609	4,621	3,440	4,438	-
Stocks - available-for-sale	913	1,018	629	719	729	788	765	787	785	1,018	788	4,899
Real Estate	5,027	4,908	4,638	4,490	4,412	4,303	4,009	3,959	3,992	4,908	4,303	3,825
Cash, cash equivalents and short-terms	10,427	8,879	6,614	5,382	5,273	5,500	4,905	4,578	6,970	8,879	5,500	6,239
Derivative assets	2,077	2,669	1,468	1,715	1,825	1,947	2,083	1,779	1,350	2,669	1,947	-
Policy loans and other invested assets	3,686	3,585	4,505	4,418	4,421	4,349	4,298	4,455	4,432	3,585	4,349	6,013
Other invested assets - held-for-trading	400	380	351	464	451	440	381	389	405	380	440	-
Other invested assets - available-for-sale	538	623	660	738	711	757	744	796	794	623	757	-
Invested Assets	107,803	106,878	100,746	102,144	103,562	103,020	101,254	104,157	110,720	106,878	103,020	106,199
Goodwill	6,724	6,598	6,235	6,121	6,098	6,018	6,084	6,250	5,964	6,598	6,018	5,981
Intangible Assets	1,001	878	827	812	797	775	712	743	722	878	775	777
Other Assets	5,809	5,479	5,403	4,498	4,792	4,478	5,224	4,901	4,791	5,479	4,478	4,874
Total General Fund Assets	121,337	119,833	113,211	113,575	115,249	114,291	113,274	116,051	122,197	119,833	114,291	117,831
Segregated Fund Assets	65,448	65,762	69,042	73,245	72,071	73,205	72,723	72,764	72,951	65,762	73,205	70,789
Liabilities and Equity												
Actuarial and other policy liabilities	83,376	81,411	77,556	78,208	79,428	79,830	80,102	83,006	87,609	81,411	79,830	81,036
Amounts on deposit	4,111	4,079	3,758	3,702	3,749	3,747	3,604	3,686	3,775	4,079	3,747	3,599
Deferred net realized gains	248	251	258	272	272	276	264	275	247	251	276	4,152
Senior debentures	3,013	3,013	3,013	3,014	3,014	3,014	3,014	3,046	3,738	3,013	3,014	3,491
Derivative liabilities	3,253	3,219	964	739	1,141	638	409	287	385	3,219	638	-
Other liabilities ⁽²⁾	7,178	7,831	8,448	7,471	7,899	7,675	6,949	6,465	6,847	7,831	7,675	6,834
Total general fund liabilities	101,179	99,804	93,997	93,406	95,503	95,180	94,342	96,765	102,601	99,804	95,180	99,112
Subordinated debt ⁽³⁾	3,079	2,576	2,553	2,546	2,199	1,796	1,823	1,836	1,454	2,576	1,796	1,456
Non-controlling interest in subsidiaries	27	44	42	41	46	98	81	77	62	44	98	79
Total equity	17,052	17,409	16,619	17,582	17,501	17,217	17,028	17,373	18,080	17,409	17,217	17,184
Total general fund liabilities and equity	121,337	119,833	113,211	113,575	115,249	114,291	113,274	116,051	122,197	119,833	114,291	117,831
EXCHANGE RATES												
Period End Rates												
U.S. Dollar	1.261	1.217	1.063	1.021	1.026	0.996	0.991	1.065	1.153	1.217	0.996	1.165
U.K. Pound	1.806	1.779	1.896	2.034	2.034	1.978	2.029	2.140	2.269	1.779	1.978	2.282

⁽¹⁾ Prior to 2007, there was no distinction of assets between Held for Trading and Available for Sale. 2006 data has not been restated to conform with CICA section 3855, Financial Instruments - Recognition and Measurement.

⁽²⁾ Includes liabilities for PCS and SLEECs, which are qualified as capital for Canadian regulatory purposes. The PCS were deemed in May, 2007.

⁽³⁾ These securities are qualified as capital for Canadian regulatory purposes.

CHANGES IN COMMON SHAREHOLDERS' EQUITY (C\$ millions)

	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Balance at Beginning of Period	15,808	15,024	15,988	15,909	15,627	15,434	15,779	16,486	15,842	15,627	15,842	14,749
Common Shareholders' Net Income (Loss)	(213)	129	(396)	519	533	555	577	590	497	785	2,219	2,089
Adjustment to Equity with respect to Investment Accounting Changes	-	-	-	-	-	-	-	-	545	-	545	-
Dividends - Common Shares	(201)	(202)	(202)	(202)	(203)	(193)	(193)	(183)	(183)	(809)	(752)	(663)
Common Share Issued, Net of Expenses	-	-	3	3	2	6	12	6	31	8	55	61
Common Share Buyback	-	-	(8)	(99)	(110)	(129)	(113)	(152)	(108)	(217)	(502)	(575)
Stock Based Compensation	2	10	9	1	38	1	(9)	4	5	58	1	18
Effect of Changes in Exchange Rates	-	-	-	-	-	-	-	-	-	-	-	163
Other Comprehensive Income												
Effect of Exchange Rates	354	1,227	289	(19)	266	(15)	(651)	(722)	(103)	1,763	(1,491)	-
Other OCI Movements	(300)	(380)	(659)	(124)	(244)	(32)	32	(250)	(40)	(1,407)	(290)	-
Balance at End of Period	<u>15,450</u>	<u>15,808</u>	<u>15,024</u>	<u>15,988</u>	<u>15,909</u>	<u>15,627</u>	<u>15,434</u>	<u>15,779</u>	<u>16,486</u>	<u>15,808</u>	<u>15,627</u>	<u>15,842</u>

CAPITAL (C\$ millions)

Subordinated Debt	3,079	2,576	2,553	2,546	2,199	1,796	1,823	1,836	1,454	2,576	1,796	1,456
SLEECs and PCS	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,842	1,150	1,150	1,849
Total Equity												
Participating Policyholders' Account	107	106	100	99	97	95	99	99	100	106	95	92
Preferred Shareholders' Equity	1,495	1,495	1,495	1,495	1,495	1,495	1,495	1,495	1,494	1,495	1,495	1,250
Common Shareholders' Equity	15,450	15,808	15,024	15,988	15,909	15,627	15,434	15,779	16,486	15,808	15,627	15,842
Total Capital	<u>21,281</u>	<u>21,135</u>	<u>20,322</u>	<u>21,278</u>	<u>20,850</u>	<u>20,163</u>	<u>20,001</u>	<u>20,359</u>	<u>21,376</u>	<u>21,135</u>	<u>20,163</u>	<u>20,489</u>

SLF CANADA (C\$ millions)

STATEMENT OF OPERATIONS	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Revenue												
Premiums	1,743	1,545	1,589	1,608	1,531	1,500	1,538	1,448	1,518	6,273	6,004	5,721
Net Investment Income	360	347	(480)	488	611	934	792	181	679	966	2,586	2,993
Fee Income	146	160	170	180	178	176	170	172	177	688	695	619
Total Revenue	2,249	2,052	1,279	2,276	2,320	2,610	2,500	1,801	2,374	7,927	9,285	9,333
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	1,748	1,536	489	1,481	1,480	1,869	1,707	989	1,584	4,986	6,149	6,277
Commissions and Other Expenses	427	474	448	462	462	485	461	474	448	1,846	1,868	1,774
Total Policy Benefits and Expenses	2,175	2,010	937	1,943	1,942	2,354	2,168	1,463	2,032	6,832	8,017	8,051
Income before Income Taxes and Non-controlling Interests	74	42	342	333	378	256	332	338	342	1,095	1,268	1,282
Income tax expense (benefit)	(122)	95	182	31	127	(5)	68	52	85	435	200	262
Non-controlling interests	2	2	3	4	4	5	5	4	5	13	19	19
Participating Policyholders' Net Income	-	-	-	2	-	(7)	2	2	2	2	(1)	6
Preferred shareholder dividends	-	-	-	-	-	-	-	-	-	-	-	-
Common Shareholders' Net Income (Loss)	194	(55)	157	296	247	263	257	280	250	645	1,050	995
Less: Special Items ⁽¹⁾	-	-	-	-	-	(3)	(5)	(2)	-	-	(10)	-
Common Shareholders' Operating Income (Loss)	194	(55)	157	296	247	266	262	282	250	645	1,060	995
PREMIUMS & DEPOSITS												
Premiums	1,743	1,545	1,589	1,608	1,531	1,500	1,538	1,448	1,518	6,273	6,004	5,721
Segregated Fund Deposits	1,902	1,716	1,941	1,724	1,863	2,084	1,436	1,440	1,798	7,244	6,758	5,122
Managed Fund Sales	1,538	450	274	387	487	268	423	411	771	1,598	1,873	2,724
ASO Premium & Deposit Equivalents	1,072	1,043	1,255	1,745	983	1,197	893	898	925	5,026	3,913	3,200
Total	6,255	4,754	5,059	5,464	4,864	5,049	4,290	4,197	5,012	20,141	18,548	16,767
SALES												
Individual Insurance	29	49	41	49	35	54	42	48	36	174	180	163
Individual Wealth	1,218	1,041	975	1,075	1,110	895	889	928	1,162	4,201	3,874	3,281
Group Benefits	144	87	55	41	73	53	64	78	80	256	275	367
Group Retirement Services	1,059	416	1,214	1,476	802	1,571	532	475	746	3,908	3,324	2,070
ASSETS UNDER MANAGEMENT												
General Funds	53,959	53,935	54,920	55,635	56,284	55,497	55,120	54,527	55,529	53,935	55,497	52,702
Segregated Funds	32,338	32,333	35,123	37,767	36,480	36,686	36,224	36,077	35,011	32,333	36,686	33,806
Other AUM	25,998	26,058	29,847	34,547	34,346	35,678	36,542	37,336	36,975	26,058	35,678	37,595
Total	112,295	112,326	119,890	127,949	127,110	127,861	127,886	127,940	127,515	112,326	127,861	124,103

⁽¹⁾ The amounts for Q4 2007, Q3 2007 and Q2 2007 reflect Clarica rebranding costs.

SLF CANADA - INDIVIDUAL INSURANCE & INVESTMENTS

(C\$ millions)

STATEMENT OF OPERATIONS

	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Revenue												
Premiums	765	638	619	594	580	648	612	601	619	2,431	2,480	2,428
Net Investment Income	153	225	(493)	418	358	659	553	184	486	508	1,882	2,085
Fee Income	31	48	45	52	49	48	45	48	51	194	192	162
Total Revenue	949	911	171	1,064	987	1,355	1,210	833	1,156	3,133	4,554	4,675
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	830	729	(205)	649	502	988	781	392	732	1,675	2,892	3,065
Commissions and Other Expenses	223	262	239	245	242	264	250	252	239	988	1,006	944
Total Policy Benefits and Expenses	1,053	991	34	894	744	1,252	1,031	644	971	2,663	3,898	4,009
Income before Income Taxes and Non-controlling Interests	(104)	(80)	137	170	243	103	179	189	185	470	656	666
Income tax expense (benefit)	(181)	50	109	(9)	94	(37)	25	10	37	245	35	75
Non-controlling interests	-	-	-	-	-	-	-	-	-	(1)	-	-
Participating Policyholders' Net Income	-	-	-	2	-	(7)	2	2	2	2	(1)	6
Common Shareholders' Net Income (Loss)	77	(130)	28	177	149	147	152	177	146	224	622	585
Less: Special Items ⁽¹⁾	-	-	-	-	-	(3)	(5)	(2)	-	-	(10)	-
Common Shareholders' Operating Income (Loss)	77	(130)	28	177	149	150	157	179	146	224	632	585
PREMIUMS & DEPOSITS												
Premiums	765	638	619	594	580	648	612	601	619	2,431	2,480	2,428
Segregated Fund Deposits	684	671	599	657	587	427	446	425	454	2,514	1,752	1,326
Total	1,449	1,309	1,218	1,251	1,167	1,075	1,058	1,026	1,073	4,945	4,232	3,754
SALES												
Individual Insurance - SLF Advisors	23	39	32	37	25	41	29	37	26	133	133	129
Individual Insurance - Wholesale	6	10	9	12	10	13	13	11	10	41	47	34
Total Insurance Sales	29	49	41	49	35	54	42	48	36	174	180	163
Individual Wealth - Segregated Funds & Other	989	832	739	770	721	591	601	566	682	3,062	2,440	2,028
Individual Wealth - Mutual Funds	229	209	236	305	389	304	288	362	480	1,139	1,434	1,253
Total Wealth Sales	1,218	1,041	975	1,075	1,110	895	889	928	1,162	4,201	3,874	3,281
ASSETS UNDER MANAGEMENT												
General Funds	35,960	35,967	37,026	37,670	38,112	37,658	37,514	37,153	37,739	35,967	37,658	35,566
Segregated Funds	8,260	7,944	8,544	9,072	8,468	8,355	8,311	8,185	7,857	7,944	8,355	7,514
Other AUM	129	136	155	159	170	187	195	229	237	136	187	250
Total	44,349	44,047	45,725	46,901	46,750	46,200	46,020	45,567	45,833	44,047	46,200	43,330

⁽¹⁾ Please see page 6 for list of special items.

SLF CANADA - GROUP BENEFITS (C\$ millions)

	2009	At and For the Quarter Ended								At and For the Year Ended		
		2008				2007				2008	2007	2006
STATEMENT OF OPERATIONS	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Revenue												
Premiums	805	801	795	781	773	743	754	734	732	3,150	2,963	2,826
Net Investment Income	133	105	28	33	162	173	140	-	106	327	419	515
Fee Income	42	40	37	39	38	36	35	35	37	155	143	131
Total Revenue	980	946	860	853	973	952	929	769	875	3,632	3,525	3,472
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	752	683	600	592	757	691	698	510	660	2,632	2,559	2,546
Commissions and Other Expenses	142	151	146	150	153	153	149	155	145	600	602	577
Total Policy Benefits and Expenses	894	834	746	742	910	844	847	665	805	3,232	3,161	3,123
Income before Income Taxes and Non-controlling Interests	86	112	114	111	63	108	82	104	70	400	364	349
Income tax expense (benefit)	21	38	33	31	14	32	23	35	19	116	109	102
Common Shareholders' Net Income (Loss)	65	74	81	80	49	76	59	69	51	284	255	247
Less: Special Items	-	-	-	-	-	-	-	-	-	-	-	-
Common Shareholders' Operating Income (Loss)	65	74	81	80	49	76	59	69	51	284	255	247
PREMIUMS & DEPOSITS												
Premiums	805	801	795	781	773	743	754	734	732	3,150	2,963	2,826
ASO Premium Equivalents	856	822	807	796	787	778	760	743	719	3,212	3,000	2,718
Total	1,661	1,623	1,602	1,577	1,560	1,521	1,514	1,477	1,451	6,362	5,963	5,544
SALES	144	87	55	41	73	53	64	78	80	256	275	367
ASSETS UNDER MANAGEMENT												
General Funds	10,372	10,273	10,301	10,381	10,481	10,414	10,217	10,140	10,367	10,273	10,414	9,944
SUPPLEMENTAL INFORMATION												
Business In-Force	6,705	6,520	6,451	6,390	6,291	6,145	6,040	5,996	5,839	6,520	6,145	5,735

SLF CANADA - GROUP WEALTH (C\$ millions)

	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Premiums	173	106	175	233	178	109	172	113	167	692	561	467
Net Investment Income	74	17	(15)	37	91	102	99	(3)	87	131	285	393
Fee Income	73	72	88	89	91	92	90	89	89	339	360	326
Total Revenue	320	195	248	359	360	303	361	199	343	1,162	1,206	1,186
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	166	124	94	240	221	190	229	87	192	679	698	666
Commissions and Other Expenses	62	61	63	67	67	68	61	67	64	258	260	253
Total Policy Benefits and Expenses	228	185	157	307	288	258	290	154	256	937	958	919
Income before Income Taxes and Non-controlling Interests	92	10	91	52	72	45	71	45	87	225	248	267
Income tax expense (benefit)	38	7	40	9	19	-	20	7	29	74	56	85
Non-controlling interests	2	2	3	4	4	5	5	4	5	14	19	19
Common Shareholders' Net Income (Loss)	52	1	48	39	49	40	46	34	53	137	173	163
Less: Special Items	-	-	-	-	-	-	-	-	-	-	-	-
Common Shareholders' Operating Income (Loss)	52	1	48	39	49	40	46	34	53	137	173	163
PREMIUMS & DEPOSITS												
Premiums	173	106	175	233	178	109	172	113	167	692	561	467
Segregated Fund Deposits	1,218	1,045	1,343	1,067	1,276	1,657	990	1,015	1,344	4,731	5,006	3,796
Managed Fund Sales	1,538	450	274	387	487	268	423	411	771	1,598	1,873	2,724
ASO Deposit Equivalents	216	221	448	949	196	419	133	155	206	1,814	913	482
Total	3,145	1,822	2,240	2,636	2,137	2,453	1,718	1,694	2,488	8,835	8,353	7,469
SALES												
Group Retirement Sales	899	221	1,040	1,290	621	1,378	340	300	581	3,172	2,599	1,525
Group Retirement Retained Assets (Rollovers)	160	195	174	186	181	193	192	175	165	736	725	545
Total	1,059	416	1,214	1,476	802	1,571	532	475	746	3,908	3,324	2,070
ASSETS UNDER MANAGEMENT												
General Funds	7,627	7,695	7,593	7,584	7,691	7,425	7,389	7,234	7,423	7,695	7,425	7,192
Segregated Fund Deposits	24,078	24,389	26,579	28,695	28,012	28,331	27,913	27,892	27,154	24,389	28,331	26,292
Other	25,869	25,922	29,692	34,388	34,176	35,491	36,347	37,107	36,738	25,922	35,491	37,345
Total Assets Under Management	57,574	58,006	63,864	70,667	69,879	71,247	71,649	72,233	71,315	58,006	71,247	70,829
ASSETS UNDER ADMINISTRATION												
Total	61,964	62,405	69,003	75,754	74,220	75,780	75,994	76,579	75,618	62,405	75,780	74,983

SLF U.S. (CAD\$ millions)

	At and For the Quarter Ended								At and For the Year Ended			
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Premiums	1,867	1,507	1,621	1,324	1,285	1,251	1,546	1,354	1,377	5,737	5,528	7,261
Net Investment Income	354	(1,053)	(1,220)	165	(364)	221	314	396	629	(2,472)	1,560	2,512
Fee Income	139	133	145	135	139	165	192	194	191	552	742	692
Total Revenue	2,360	587	546	1,624	1,060	1,637	2,052	1,944	2,197	3,817	7,830	10,465
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	2,565	1,244	830	1,148	475	901	1,294	1,254	1,608	3,697	5,057	8,054
Commissions and Other Expenses	482	479	446	416	443	481	558	501	507	1,784	2,047	1,941
Total Policy Benefits and Expenses	3,047	1,723	1,276	1,564	918	1,382	1,852	1,755	2,115	5,481	7,104	9,995
Income before Income Taxes and Non-controlling Interests	(687)	(1,136)	(730)	60	142	255	200	189	82	(1,664)	726	470
Income tax expense (benefit)	(280)	(457)	(196)	(23)	28	95	30	33	(16)	(648)	142	21
Participating Policyholders' Net Income	-	-	(1)	-	1	3	-	-	-	-	3	1
Common Shareholders' Net Income (Loss)	(407)	(679)	(533)	83	113	157	170	156	98	(1,016)	581	448
Less: Special Items ⁽¹⁾	-	-	-	-	-	(2)	(1)	(1)	-	-	(4)	-
Common Shareholders' Operating Income (Loss)	(407)	(679)	(533)	83	113	159	171	157	98	(1,016)	585	448
PREMIUMS & DEPOSITS												
Premiums	1,867	1,507	1,621	1,314	1,285	1,251	1,546	1,354	1,377	5,727	5,528	7,261
Segregated Fund Deposits	570	515	553	1,111	722	860	2,514	908	1,373	2,901	5,655	3,078
Total	2,437	2,022	2,174	2,425	2,007	2,111	4,060	2,262	2,750	8,628	11,183	10,339
SALES												
Individual Insurance	41	93	103	102	34	48	228	60	140	332	476	449
Annuities	1,436	915	1,288	940	1,000	1,077	1,341	1,403	1,242	4,143	5,063	4,210
Employee Benefits Group	78	391	90	127	56	294	73	94	56	664	517	438
ASSETS UNDER MANAGEMENT												
General Funds	47,541	45,746	40,638	38,854	39,785	39,633	38,716	41,387	44,735	45,746	39,633	44,172
Segregated Funds	27,382	27,443	26,864	27,163	27,348	27,741	27,657	27,393	28,407	27,443	27,741	27,522
Other AUM	1,328	1,354	1,280	1,329	1,366	1,426	1,462	1,573	1,775	1,354	1,426	1,825
Total	76,251	74,543	68,782	67,346	68,499	68,800	67,835	70,353	74,917	74,543	68,800	73,519

⁽¹⁾ The amounts reflect integration costs with respect to the purchase of Genworth EBG business.

SLF U.S. (US\$ millions)

	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Premiums	1,501	1,245	1,559	1,311	1,280	1,277	1,478	1,232	1,176	5,395	5,163	6,422
Net Investment Income	289	(917)	(1,162)	163	(363)	225	300	360	537	(2,279)	1,422	2,215
Fee Income	112	110	139	134	139	168	184	176	163	522	691	611
Total Revenue	1,902	438	536	1,608	1,056	1,670	1,962	1,768	1,876	3,638	7,276	9,248
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	2,069	996	798	1,137	473	914	1,237	1,140	1,373	3,404	4,664	7,120
Commissions and Other Expenses	387	396	429	412	441	491	534	456	433	1,678	1,914	1,713
Total Policy Benefits and Expenses	2,456	1,392	1,227	1,549	914	1,405	1,771	1,596	1,806	5,082	6,578	8,833
Income before Income Taxes and Non-controlling Interests	(554)	(954)	(691)	59	142	265	191	172	70	(1,444)	698	415
Income tax expense (benefit)	(221)	(378)	(188)	(23)	28	97	29	30	(14)	(561)	142	19
Participating Policyholders' Net Income	-	-	(1)	-	1	3	-	-	-	-	3	1
Common Shareholders' Net Income (Loss)	(333)	(576)	(502)	82	113	165	162	142	84	(883)	553	395
Less: Special Items ⁽¹⁾	-	-	-	-	-	(2)	(1)	(1)	-	-	(4)	-
Common Shareholders' Operating Income (Loss)	(333)	(576)	(502)	82	113	167	163	143	84	(883)	557	395
PREMIUMS & DEPOSITS												
Premiums	1,501	1,245	1,559	1,301	1,280	1,277	1,478	1,232	1,176	5,385	5,163	6,422
Segregated Fund Deposits	459	426	532	1,100	719	878	2,403	826	1,173	2,777	5,280	2,718
Total	1,960	1,671	2,091	2,401	1,999	2,155	3,881	2,058	2,349	8,162	10,443	9,140
SALES												
Individual Insurance	33	76	101	99	34	49	218	54	119	310	440	397
Annuities	1,155	756	1,238	931	996	1,099	1,282	1,278	1,061	3,921	4,720	3,711
Employee Benefits Group	63	323	87	126	55	300	69	85	48	591	502	387
ASSETS UNDER MANAGEMENT												
General Funds	37,759	37,609	38,229	38,055	38,790	39,793	39,068	38,861	38,799	37,609	39,793	37,916
Segregated Funds	21,719	22,550	25,272	26,604	26,655	27,853	27,908	25,721	24,638	22,550	27,853	23,624
Other AUM	1,053	1,113	1,204	1,302	1,331	1,432	1,475	1,477	1,539	1,113	1,432	1,567
Total	60,531	61,272	64,705	65,961	66,776	69,078	68,451	66,059	64,976	61,272	69,078	63,107

⁽¹⁾ The amounts reflect integration costs with respect to the purchase of Genworth EBG business.

SLF U.S. - ANNUITIES (US\$ millions)

	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Premiums	695	409	772	494	478	435	542	509	496	2,153	1,982	3,597
Net Investment Income	174	(1,225)	(1,014)	55	(563)	(102)	33	301	299	(2,747)	531	1,419
Fee Income	91	94	112	117	124	148	169	166	153	447	636	576
Total Revenue	960	(722)	(130)	666	39	481	744	976	948	(147)	3,149	5,592
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	1,373	219	372	562	(209)	246	396	656	647	944	1,945	4,433
Commissions and Other Expenses	128	94	144	123	148	197	232	223	203	509	855	814
Total Policy Benefits and Expenses	1,501	313	516	685	(61)	443	628	879	850	1,453	2,800	5,247
Income before Income Taxes and Non-controlling Interests	(541)	(1,035)	(646)	(19)	100	38	116	97	98	(1,600)	349	345
Income tax expense (benefit)	(217)	(363)	(190)	(41)	25	(19)	17	17	18	(569)	33	47
Common Shareholders' Net Income (Loss)	(324)	(672)	(456)	22	75	57	99	80	80	(1,031)	316	298
Less: Special Items	-	-	-	-	-	-	-	-	-	-	-	-
Common Shareholders' Operating Income (Loss)	(324)	(672)	(456)	22	75	57	99	80	80	(1,031)	316	298
PREMIUMS & DEPOSITS												
Premiums	695	409	762	494	478	435	542	509	496	2,153	1,982	3,597
Segregated Fund Deposits	413	339	390	453	614	702	764	779	554	1,796	2,799	1,948
Total	1,108	748	1,152	947	1,092	1,137	1,306	1,288	1,050	3,949	4,781	5,545
GROSS SALES												
U.S. Domestic	581	478	474	510	538	718	771	805	523	2,000	2,817	1,711
Other Variable	108	80	167	174	283	183	159	160	205	704	707	804
Fixed	407	126	523	170	90	100	255	186	191	909	732	465
Fixed Indexed	59	72	74	77	85	98	97	127	142	308	464	731
Total	1,155	756	1,238	931	996	1,099	1,282	1,278	1,061	3,921	4,720	3,711
NET SALES												
U.S. Domestic	149	(26)	(129)	(171)	(152)	(89)	70	82	(133)	(478)	(70)	(1,017)
Other Variable	(36)	(102)	31	(70)	164	33	(19)	20	78	23	112	404
Fixed	137	(207)	221	(235)	(330)	(361)	(248)	(345)	(207)	(551)	(1,161)	(1,385)
Fixed Indexed	(145)	(138)	(72)	(90)	(88)	(73)	(77)	(52)	(25)	(388)	(227)	173
Total	105	(473)	51	(566)	(406)	(490)	(274)	(295)	(287)	(1,394)	(1,346)	(1,825)
ASSETS UNDER MANAGEMENT												
General Funds	19,031	18,715	19,298	19,143	19,872	20,632	21,224	21,597	22,923	18,715	20,632	23,221
Segregated Funds	13,188	14,027	16,682	18,148	18,904	20,205	20,487	20,061	19,101	14,027	20,205	18,749
Other AUM	1,053	1,113	1,204	1,302	1,331	1,432	1,475	1,477	1,539	1,113	1,432	1,567
Total	33,272	33,855	37,184	38,593	40,107	42,269	43,186	43,135	43,563	33,855	42,269	43,537
SUPPLEMENTAL INFORMATION												
Net Interest Spread on Fixed Annuities	(0.41%)	(0.75%)	(2.24%)	1.49%	1.89%	1.78%	2.11%	2.30%	2.23%	0.05%	2.11%	1.82%

SLF U.S. - INDIVIDUAL (US\$ millions)

	At and For the Quarter Ended								At and For the Year Ended			
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Premiums	320	371	322	347	337	379	475	378	402	1,377	1,634	1,820
Net Investment Income	79	333	(134)	96	189	288	230	49	217	484	784	729
Fee Income	19	13	25	14	13	17	13	9	8	65	47	30
Total Revenue	418	717	213	457	539	684	718	436	627	1,926	2,465	2,579
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	378	465	151	258	361	333	506	259	502	1,235	1,600	1,951
Commissions and Other Expenses	127	171	154	161	164	162	170	141	151	650	624	630
Total Policy Benefits and Expenses	505	636	305	419	525	495	676	400	653	1,885	2,224	2,581
Income before Income Taxes and Non-controlling Interests	(87)	81	(92)	38	14	189	42	36	(26)	41	241	(2)
Income tax expense (benefit)	(30)	(14)	(15)	3	(6)	102	1	(1)	(31)	(32)	71	(53)
Participating Policyholders' Net Income	-	-	(1)	-	1	3	-	-	-	-	3	1
Common Shareholders' Net Income (Loss)	(57)	95	(76)	35	19	84	41	37	5	73	167	50
Less: Special Items	-	-	-	-	-	-	-	-	-	-	-	-
Common Shareholders' Operating Income (Loss)	(57)	95	(76)	35	19	84	41	37	5	73	167	50
PREMIUMS & DEPOSITS												
Premiums	320	371	322	347	337	379	475	378	402	1,377	1,634	1,820
Segregated Fund Deposits	46	87	142	647	105	176	1,639	47	619	981	2,481	770
Total	366	458	464	994	442	555	2,114	425	1,021	2,358	4,115	2,590
SALES												
Individual Insurance - Core	22	60	30	27	19	28	37	41	40	136	146	258
Individual Insurance - COLI/BOLI/HNW ⁽¹⁾	11	16	71	72	15	21	181	13	79	174	294	139
Total Insurance Sales	33	76	101	99	34	49	218	54	119	310	440	397
ASSETS UNDER MANAGEMENT												
General Funds	15,947	16,137	16,201	16,285	16,130	16,410	15,116	14,579	14,443	16,137	16,410	13,331
Segregated Funds	8,531	8,523	8,590	8,456	7,751	7,648	7,421	5,660	5,537	8,523	7,648	4,875
Total	24,478	24,660	24,791	24,741	23,881	24,058	22,537	20,239	19,980	24,660	24,058	18,206

⁽¹⁾ Includes annualized premiums and 10% of single (lump sum) premiums.

SLF U.S. - EMPLOYEE BENEFITS GROUP (US\$ millions)

	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Premiums	487	465	465	470	465	463	461	345	278	1,865	1,547	1,005
Net Investment Income	35	(25)	(14)	12	11	39	37	10	21	(16)	107	67
Fee Income	2	3	2	3	2	3	2	1	2	10	8	5
Total Revenue	524	443	453	485	478	505	500	356	301	1,859	1,662	1,077
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	318	312	275	317	321	335	335	225	224	1,225	1,119	736
Commissions and Other Expenses	132	131	131	128	129	132	132	92	79	519	435	269
Total Policy Benefits and Expenses	450	443	406	445	450	467	467	317	303	1,744	1,554	1,005
Income before Income Taxes and Non-controlling Interests	74	-	47	40	28	38	33	39	(2)	115	108	72
Income tax expense (benefit)	26	(1)	17	15	9	14	11	14	(1)	40	38	25
Common Shareholders' Net Income (Loss)	48	1	30	25	19	24	22	25	(1)	75	70	47
Less: Special Items ⁽¹⁾	-	-	-	-	-	(2)	(1)	(1)	-	-	(4)	-
Common Shareholders' Operating Income (Loss)	48	1	30	25	19	26	23	26	(1)	75	74	47
PREMIUMS & DEPOSITS												
Premiums	487	465	465	470	465	463	461	345	278	1,865	1,547	1,005
SALES	63	323	87	126	55	300	69	85	48	591	502	387
ASSETS UNDER MANAGEMENT												
General Funds	2,781	2,757	2,730	2,627	2,788	2,751	2,728	2,685	1,433	2,757	2,751	1,364
SUPPLEMENTAL INFORMATION												
Business In-Force	2,056	2,105	1,954	1,962	1,955	2,060	1,962	1,974	1,198	2,105	2,060	1,237

⁽¹⁾ The amounts reflect integration costs with respect to the purchase of Genworth EBG business.

MFS (CAD\$ millions)	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
FINANCIAL SUMMARY												
Revenue	288	310	342	367	362	390	417	433	447	1,381	1,687	1,662
Common Shareholders' Net Income (Loss)	28	30	49	56	59	73	68	68	72	194	281	234

MFS (USD\$ millions)	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Net Investment Income	2	2	(8)	2	4	2	11	4	11	-	28	34
Fee Income	230	254	337	361	356	396	388	390	371	1,308	1,545	1,430
Total Revenue	232	256	329	363	360	398	399	394	382	1,308	1,573	1,464
Expenses	193	213	249	265	258	271	286	287	279	985	1,123	1,122
Income before Income Taxes & Non-controlling interest	39	43	80	98	102	127	113	107	103	323	450	342
Income tax expense (benefit)	15	17	31	41	39	49	43	42	39	128	173	131
Non-controlling interests	1	1	2	2	4	4	5	3	3	9	15	5
Common Shareholders' Net Income (Loss)	23	25	47	55	59	74	65	62	61	186	262	206

MUTUAL FUNDS - CHANGES IN ASSETS UNDER MANAGEMENT												
Opening AUM	60,675	74,103	84,569	85,368	92,939	95,899	95,768	91,351	90,123	92,939	90,123	85,875
Sales	4,088	4,143	4,507	4,583	4,926	4,126	4,841	5,309	5,236	18,159	19,512	16,866
Redemptions/Transfers	(4,699)	(5,971)	(6,359)	(4,943)	(6,790)	(6,025)	(6,288)	(6,131)	(5,865)	(24,063)	(24,309)	(22,269)
Acquisition	-	-	-	-	-	-	-	1,004	-	-	1,004	-
Market Movement	(3,520)	(11,600)	(8,614)	(439)	(5,707)	(1,061)	1,578	4,235	1,857	(26,360)	6,609	9,651
Closing AUM	56,544	60,675	74,103	84,569	85,368	92,939	95,899	95,768	91,351	60,675	92,939	90,123

MANAGED FUNDS - CHANGES IN ASSETS UNDER MANAGEMENT												
Opening AUM	73,776	87,878	98,863	99,046	106,670	108,437	106,188	100,257	96,849	106,670	96,849	76,423
Sales	3,942	3,220	4,865	4,809	4,926	4,604	5,148	7,342	6,105	17,820	23,199	20,125
Redemptions/Transfers	(3,150)	(3,535)	(4,936)	(3,442)	(5,800)	(5,928)	(4,615)	(6,641)	(5,253)	(17,713)	(22,437)	(14,496)
Market Movement	(7,105)	(13,787)	(10,914)	(1,550)	(6,750)	(443)	1,716	5,230	2,556	(33,001)	9,059	14,797
Closing AUM	67,463	73,776	87,878	98,863	99,046	106,670	108,437	106,188	100,257	73,776	106,670	96,849

SUPPLEMENTAL INFORMATION												
Pre-tax Operating Profit Margin Ratio	21%	21%	29%	34%	35%	40%	36%	34%	34%	30%	36%	29%
Average Net Assets	125,400	133,246	176,221	190,885	186,747	202,769	199,053	200,002	188,947	171,682	197,702	171,914
Total Gross Sales	8,030	7,363	9,372	9,392	9,852	8,730	9,989	12,651	11,341	35,979	42,711	36,991
Total Net Sales	181	(2,143)	(1,923)	1,007	(2,738)	(3,223)	(914)	(121)	223	(5,797)	(4,035)	226

SLF ASIA (C\$ millions)

	At and For the Quarter Ended								At and For the Year Ended			
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Premiums	200	226	177	172	151	174	155	146	154	726	629	640
Net Investment Income	11	(122)	(16)	(127)	(53)	95	106	14	40	(318)	255	318
Fee Income	27	24	19	26	21	25	25	22	21	90	93	64
Total Revenue	238	128	180	71	119	294	286	182	215	498	977	1,022
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	120	1	87	(39)	15	147	172	84	98	64	501	621
Commissions and Other Expenses	95	110	94	91	84	100	77	76	77	379	330	283
Total Policy Benefits and Expenses	215	111	181	52	99	247	249	160	175	443	831	904
Income before Income Taxes and Non-controlling Interest	23	17	(1)	19	20	47	37	22	40	55	146	118
Income tax expense (benefit)	6	1	7	7	7	9	7	5	2	22	23	17
Common Shareholders' Net Income (Loss)	17	16	(8)	12	13	38	30	17	38	33	123	101
Less: Special Items ⁽¹⁾	-	-	-	-	-	-	-	-	-	-	-	(2)
Common Shareholders' Operating Income (Loss)	17	16	(8)	12	13	38	30	17	38	33	123	103
PREMIUMS & DEPOSITS												
Premiums	200	226	177	172	151	174	155	146	154	726	629	640
Segregated Fund Deposits	169	145	156	201	195	261	218	163	167	697	809	442
Mutual Fund Sales	3	3	7	10	28	47	65	63	84	48	259	129
Managed Fund Sales	226	173	148	132	127	134	139	167	182	580	622	592
Total	598	547	488	515	501	616	577	539	587	2,051	2,319	1,803
LIFE INSURANCE SALES ⁽²⁾	281	187	189	166	259	202	171	88	135	801	596	337
Sales adjusted for proportionate JV ownership ⁽³⁾	94	73	77	73	98	100	77	51	61	321	289	191
ASSETS UNDER MANAGEMENT												
General Funds	6,497	6,274	5,355	5,263	5,527	5,497	5,251	5,502	5,942	6,274	5,497	5,334
Segregated Funds	1,863	1,696	1,741	1,912	1,884	1,936	1,662	1,479	1,354	1,696	1,936	1,232
Other AUM	12,677	11,960	10,913	11,814	12,051	11,450	10,130	8,153	8,040	11,960	11,450	7,302
Total	21,037	19,930	18,009	18,989	19,462	18,883	17,043	15,134	15,336	19,930	18,883	13,868

⁽¹⁾ Includes CMG Asia integration costs.⁽²⁾ Represents total individual life insurance sales in Asia, including the Company's joint ventures in India and China on a 100% basis.⁽³⁾ Sales for India and China are included at 26% and 50% respectively of the total sales of the respective joint ventures.

Corporate (C\$ millions)

	At and For the Quarter Ended									At and For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS												
Revenue												
Premiums	209	207	224	202	218	224	219	256	264	851	963	987
Net Investment Income	(320)	1,416	(20)	(138)	(202)	244	220	(123)	80	1,056	421	802
Fee Income	4	6	9	9	9	6	5	7	7	33	25	16
Total Revenue	(107)	1,629	213	73	25	474	444	140	351	1,940	1,409	1,805
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	(94)	808	428	14	(112)	398	348	7	221	1,138	974	1,303
Commissions and Other Expenses	82	53	(10)	16	28	66	27	26	90	87	209	203
Total Policy Benefits and Expenses	(12)	861	418	30	(84)	464	375	33	311	1,225	1,183	1,506
Income before Income Taxes and Non-controlling Interests	(95)	768	(205)	43	109	10	69	107	40	715	226	299
Income tax expense (benefit)	(68)	(66)	(163)	(45)	(11)	(31)	(17)	19	(15)	(285)	(28)	(61)
Non-controlling interests	-	-	1	(1)	1	-	-	1	-	1	1	1
Preferred shareholder dividends	18	17	18	17	18	17	18	18	16	70	69	48
Common Shareholders' Net Income (Loss)	(45)	817	(61)	72	101	24	68	69	39	929	184	311
Less: Special Items ⁽¹⁾	(27)	825	-	-	-	-	-	-	(61)	825	(61)	-
Common Shareholders' Operating Income (Loss)	(18)	(8)	(61)	72	101	24	68	69	100	104	245	311
PREMIUMS & DEPOSITS												
Premiums	209	207	224	212	218	224	219	256	264	851	963	987
Segregated Fund Deposits	15	17	20	20	20	24	21	26	27	77	98	111
Total	224	224	244	232	238	248	240	282	291	928	1,061	1,098
ASSETS UNDER MANAGEMENT												
General Funds	12,598	13,031	11,496	13,041	12,778	12,719	13,296	13,731	15,097	13,031	12,719	14,642
Segregated Funds	3,865	4,290	5,314	6,062	6,359	6,842	7,180	7,815	8,179	4,290	6,842	8,229
Other AUM ⁽²⁾	(8,095)	(7,435)	(7,865)	(8,580)	(9,005)	(9,677)	(10,028)	(10,876)	(11,538)	(7,435)	(9,677)	(11,732)
Total	8,368	9,886	8,945	10,523	10,132	9,884	10,448	10,670	11,738	9,886	9,884	11,139

⁽¹⁾ The amount for the quarter ended Q1 2009 includes a \$27 million after tax charge for restructuring costs. The amount for the quarter ended and full year December 31, 2008 includes an \$825 million after tax gain on disposal of the company's 37% interest in CI Financial. The amount for Q1 2007 reflects \$43 million in an intangible asset write-down for the retirement of the Clarica brand and an \$18 million charge with respect to the redemption of the PCS.

⁽²⁾ Includes consolidation adjustments for assets managed by one area of the Company on behalf of another.

CORPORATE (C\$ millions)

	For the Quarter Ended									For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
STATEMENT OF OPERATIONS - SLF United Kingdom (U.K.)												
Revenue												
Premiums	56	63	83	89	84	93	100	116	118	319	427	438
Net Investment Income	(312)	198	24	(146)	(232)	183	163	(123)	40	(156)	263	638
Fee Income	13	15	19	19	20	22	22	27	26	73	97	94
Total Revenue	(243)	276	126	(38)	(128)	298	285	20	184	236	787	1,170
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	(222)	185	115	(90)	(226)	229	199	(50)	78	(16)	456	899
Commissions and Other Expenses	16	22	18	16	19	24	21	19	20	75	84	95
Total Policy Benefits and Expenses	(206)	207	133	(74)	(207)	253	220	(31)	98	59	540	994
Income before Income Taxes and Non-controlling Interests	(37)	69	(7)	36	79	45	65	51	86	177	247	176
Income tax expense (benefit)	(37)	29	(76)	(5)	20	22	17	9	(14)	(32)	34	5
Common Shareholders' Net Income (Loss)	-	40	69	41	59	23	48	42	100	209	213	171
Less: Special Items	-	-	-	-	-	-	-	-	-	-	-	-
Common Shareholders' Operating Income (Loss)	-	40	69	41	59	23	48	42	100	209	213	171
STATEMENT OF OPERATIONS - Corporate Support												
Revenue												
Premiums	153	144	141	113	134	131	119	140	146	532	536	549
Net Investment Income	(8)	1,218	(44)	8	30	61	57	-	40	1,212	158	164
Fee Income	(9)	(9)	(10)	(10)	(11)	(16)	(17)	(20)	(19)	(40)	(72)	(78)
Total Revenue	136	1,353	87	111	153	176	159	120	167	1,704	622	635
Policy Benefits and Expenses												
Increase in Actuarial Liabilities and Client Disbursements	128	623	313	104	114	169	149	57	143	1,154	518	404
Commissions and Other Expenses	66	31	(28)	-	9	42	6	7	70	12	125	108
Total Policy Benefits and Expenses	194	654	285	104	123	211	155	64	213	1,166	643	512
Income before Income Taxes and Non-controlling Interests	(58)	699	(198)	7	30	(35)	4	56	(46)	538	(21)	123
Income tax expense (benefit)	(31)	(95)	(87)	(40)	(31)	(53)	(18)	10	(1)	(253)	(62)	(66)
Non-Controlling Interests in Net Income of Subsidiaries	-	-	1	(1)	1	-	-	1	-	1	1	1
Less: Participating Policyholders' Net Income	-	-	-	-	-	-	-	-	-	-	-	-
Less: Preferred Shareholder Dividends	18	17	18	17	18	17	18	18	16	70	69	48
Common Shareholders' Net Income (Loss)	(45)	777	(130)	31	42	1	4	27	(61)	720	(29)	140
Less: Special Items ⁽¹⁾	(27)	825	-	-	-	-	-	-	(61)	825	(61)	-
Common Shareholders' Operating Income (Loss)	(18)	(48)	(130)	31	42	1	4	27	-	(105)	32	140

⁽¹⁾ Please see page 17 for list of special items.

INVESTMENTS	As at March 31, 2009				As at December 31, 2008				As at March 31, 2008			
	Held-for-Trading	Available-for-Sale	Total	Investment Grade	Held-for-Trading	Available-for-Sale	Total	Investment Grade	Held-for-Trading	Available-for-Sale	Total	Investment Grade
BONDS, MORTGAGES & CORPORATE LOANS												
BONDS												
Bonds by Sector												
Bonds Issued or Guaranteed By:												
Canadian Federal Government	2,779	526	3,305	100%	2,354	489	2,843	100%	2,083	625	2,708	100%
Canadian Provincial and Municipal Governments	6,211	78	6,289	100%	6,064	262	6,326	100%	5,719	301	6,020	100%
U.S. Treasury and Other US Agencies	1,450	544	1,994	100%	1,462	571	2,033	100%	1,022	357	1,379	100%
Other Governments ⁽¹⁾	3,493	495	3,988	94%	3,295	467	3,762	94%	3,392	528	3,920	95%
Total Government Issues or Guaranteed Bonds	13,933	1,643	15,576	99%	13,175	1,789	14,964	99%	12,216	1,811	14,027	98%
Corporate Bonds by Industry Sector:												
Financials	10,886	3,517	14,403	96%	11,606	3,926	15,532	98%	13,264	3,722	16,986	98%
Utilities	5,422	551	5,973	98%	5,230	515	5,745	98%	5,215	437	5,652	98%
Consumer Discretionary	3,255	768	4,023	85%	3,192	752	3,944	86%	3,045	683	3,728	90%
Industrials	2,508	511	3,019	98%	2,510	495	3,005	99%	2,654	466	3,120	98%
Consumer Staples	2,332	643	2,975	100%	2,237	622	2,859	100%	2,150	479	2,629	100%
Telecommunication Services	2,464	920	3,384	89%	2,329	885	3,214	88%	2,109	770	2,879	81%
Energy	2,257	421	2,678	100%	2,217	414	2,631	100%	2,359	400	2,759	99%
Materials	954	217	1,171	93%	918	208	1,126	93%	992	262	1,254	96%
Other	824	257	1,081	100%	723	243	966	100%	725	232	957	100%
Total Corporate Bonds	30,902	7,805	38,707	95%	30,962	8,060	39,022	96%	32,513	7,451	39,964	96%
Asset Backed Securities												
Government and Agency	922	470	1,392	100%	939	477	1,416	100%	1,063	359	1,422	100%
Other	3,206	287	3,493	95%	3,382	290	3,672	98%	4,556	328	4,884	99%
Total Bonds	48,963	10,205	59,168	96%	48,458	10,616	59,074	97%	50,348	9,949	60,297	97%
Supporting Actuarial and Other Policy Liabilities	48,956	754	49,710		48,450	769	49,219		50,344	449	50,793	
Supporting Equity and Other	7	9,451	9,458		8	9,847	9,855		4	9,500	9,504	
Total	48,963	10,205	59,168		48,458	10,616	59,074		50,348	9,949	60,297	
Bonds by Investment Rating (1)												
AAA	8,842	2,163	11,005		9,119	2,494	11,613		9,573	2,331	11,904	
AA	8,952	1,175	10,127		9,183	1,635	10,818		9,630	1,597	11,227	
A	15,054	3,412	18,466		14,805	3,326	18,131		15,338	2,862	18,200	
BBB	14,247	3,121	17,368		13,826	2,893	16,719		14,304	2,943	17,247	
BB and Lower	1,868	334	2,202		1,525	268	1,793		1,503	216	1,719	
Total Bonds	48,963	10,205	59,168		48,458	10,616	59,074		50,348	9,949	60,297	
MORTGAGES & CORPORATE LOANS												
	As at March 31, 2009				As at December 31, 2008				As at March 31, 2008			
	Insured	Non-Insured	Total		Insured	Non-Insured	Total		Insured	Non-Insured	Total	
Non-residential	-	13,308	13,308		-	13,276	13,276		-	12,608	12,608	
Residential	1,774	1,169	2,943		1,804	1,187	2,991		1,743	1,325	3,068	
Total Mortgages	1,774	14,477	16,251		1,804	14,463	16,267		1,743	13,933	15,676	
Corporate Loans			6,060				6,035				5,505	
Total			22,311				22,302				21,181	
Percentage of Net Impaired Assets												
Net of Total Allowances												
Mortgages			0.55%				0.48%				0.21%	
Corporate Loans			0.61%				0.80%				0.67%	

(1) The local currency denominated debt of certain foreign governments, used in backing the liabilities of the foreign operation, have been classified as investment grade in the table above.

INVESTMENTS	As at March 31, 2009			As at December 31, 2008			As at March 31, 2008		
	Held-for-Trading	Available-for-Sale	Total	Held-for-Trading	Available-for-Sale	Total	Held-for-Trading	Available-for-Sale	Total
STOCKS & REAL ESTATE									
Stocks									
Canada	1,710	511	2,221	1,723	577	2,300	2,052	175	2,227
United States	863	356	1,219	942	396	1,338	1,087	498	1,585
United Kingdom	391	6	397	435	6	441	769	-	769
Other	292	40	332	340	39	379	354	56	410
Total Stocks	<u>3,256</u>	<u>913</u>	<u>4,169</u>	<u>3,440</u>	<u>1,018</u>	<u>4,458</u>	<u>4,262</u>	<u>729</u>	<u>4,991</u>
Supporting Actuarial and Other Policy Liabilities	3,256	18	3,274	3,190	18	3,208	4,262	21	4,283
Supporting Equity and Other	-	895	895	250	1,000	1,250	-	708	708
Total	<u>3,256</u>	<u>913</u>	<u>4,169</u>	<u>3,440</u>	<u>1,018</u>	<u>4,458</u>	<u>4,262</u>	<u>729</u>	<u>4,991</u>
Real Estate									
Canada			3,133			3,090			2,881
United States			1,620			1,546			1,215
United Kingdom			273			271			315
Other			1			1			1
Total Real Estate			<u>5,027</u>			<u>4,908</u>			<u>4,412</u>
Supporting Liabilities			3,904			3,825			3,456
Supporting Equity and Other			1,123			1,083			956
Total			<u>5,027</u>			<u>4,908</u>			<u>4,412</u>

ADDITIONAL INFORMATION	At and For the Quarter Ended					At and For the Year Ended			
	2009		2008			2008	2007	2006	
	Q1	Q4	Q3	Q2	Q1				
Deferred Net Realized Gains	248	251	258	272	272	251	276	4,152	
Portion Supporting Equity & Other	88	109	87	100	100	109	104	607	
Net Gains (Losses) on Available for Sale Assets	(50)	(66)	(227)	24	28	(241)	101	-	
Portion Supporting Equity and Other	(40)	(64)	(215)	23	28	(228)	99	-	
Unrealized Gains (Losses)									
Portion Supporting Equity & Other ⁽¹⁾	(1,974)	(1,662)	(1,141)	(384)	(254)	(1,662)	73	443	
Included in Other Comprehensive Income									
CHANGES IN PROVISION FOR LOSSES									
Provision for Losses on Invested Assets									
By Account									
Shareholders	13	2	(4)	5	(2)	1	1	(7)	
Policyholders	1	1	-	2	-	3	-	(3)	
Total	<u>14</u>	<u>3</u>	<u>(4)</u>	<u>7</u>	<u>(2)</u>	<u>4</u>	<u>1</u>	<u>(10)</u>	
Asset Allowances	2,810	2,320	3,121	2,985	2,987	2,320	2,947	2,578	
Included in Actuarial Liabilities ⁽²⁾									

⁽¹⁾ Includes unrealized gains, net of any losses, in respect of financial instruments supporting capital, including bonds, common stocks and certain other invested assets. Excludes unrealized gains, net of any losses, on certain limited partnerships accounted for at cost.

⁽²⁾ In Q4 2008, the presentation was changed to exclude the portion of the provision that can be passed through to participating policyholders and projected reductions in the value of equity real estate assets supporting actuarial liabilities. The Q4 2008 amount on a comparable basis to previous periods was approximately \$3,500

INVESTMENTS
DERIVATIVES

	As at March 31, 2009					As at December 31, 2008	
	Term to Maturity			Total Notional Amount	Net Fair Value Amount	Total Notional Amount	Net Fair Value Amount
	Under 1 Year	1 to 5 Years	Over 5 Years				
Interest Rate Contracts							
Forward Rate Agreements	-	-	-	-	-	-	-
Futures Contracts	1,025	180	-	1,205	5	1,742	(15)
Swap Contracts	1,782	10,119	15,084	26,985	(645)	27,137	(396)
Options Purchased	183	1,267	1,869	3,319	55	3,601	77
Options Written	-	200	-	200	(4)	-	-
Sub-Total	<u>2,990</u>	<u>11,766</u>	<u>16,953</u>	<u>31,709</u>	<u>(589)</u>	<u>32,480</u>	<u>(334)</u>
Foreign Exchange Contracts							
Foreign Exchange Contracts	2,501	79	-	2,580	12	2,186	7
Swap Contracts	188	3,902	5,054	9,144	(729)	9,135	(437)
Sub-Total	<u>2,689</u>	<u>3,981</u>	<u>5,054</u>	<u>11,724</u>	<u>(717)</u>	<u>11,321</u>	<u>(430)</u>
Equity and Other Contracts							
Forward Contracts	30	63	-	93	(26)	138	(37)
Futures Contracts	2,773	-	-	2,773	(21)	2,280	(13)
Swap Contracts	136	105	-	241	(10)	251	(22)
Options Purchased	1,612	802	5	2,419	319	3,048	388
Options Written	1,017	-	-	1,017	(51)	1,132	(76)
Other Equity Contracts	-	-	-	-	-	-	-
Sub-Total Equity Related	<u>5,568</u>	<u>970</u>	<u>5</u>	<u>6,543</u>	<u>211</u>	<u>6,849</u>	<u>240</u>
Other Contracts	-	13	139	152	(81)	146	(26)
Total	<u>11,247</u>	<u>16,730</u>	<u>22,151</u>	<u>50,128</u>	<u>(1,176)</u>	<u>50,796</u>	<u>(550)</u>

FINANCIAL STRENGTH AND CAPITAL ADEQUACY
MCCSR RATIO - SUN LIFE ASSURANCE COMPANY
OF CANADA

	At the Quarter Ended									At the Year Ended		
	2009	2008			2007					2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
Capital Available												
Tier 1												
Common Shares	1,245	945	745	745	745	745	745	745	745	945	745	745
Retained Earnings	8,988	9,382	9,245	9,483	9,341	9,317	9,287	9,321	9,110	9,382	9,317	8,652
Qualifying non-controlling interests	48	45	29	27	27	26	25	-	-	45	26	-
Innovative Instruments	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150
Other	836	882	222	125	118	(40)	(137)	214	556	882	(40)	1,809
Gross Tier 1 Capital	12,267	12,404	11,391	11,530	11,381	11,198	11,070	11,430	11,561	12,404	11,198	12,356
Less:												
Goodwill and Intangibles in Excess of Limit	1,950	1,893	1,694	1,638	1,645	1,607	1,706	1,806	1,487	1,893	1,607	1,501
Other ⁽¹⁾	2,209	1,559	1,665	1,466	1,348	1,161	1,354	1,416	1,418	1,559	1,161	1,951
Net Tier 1 Capital	8,108	8,952	8,032	8,426	8,388	8,430	8,010	8,208	8,656	8,952	8,430	8,904
Tier 2												
Tier 2A	-	-	-	72	85	157	190	194	291	-	157	-
Tier 2B	1,799	1,799	1,799	1,450	1,450	1,250	1,249	1,249	1,249	1,799	1,250	1,249
Tier 2C	1,479	1,447	1,271	1,443	1,421	1,369	1,579	1,678	1,779	1,447	1,369	1,597
Gross Tier 2 Capital	3,278	3,246	3,070	2,965	2,956	2,776	3,018	3,121	3,319	3,246	2,776	2,846
Less:												
Other ⁽¹⁾	780	-	-	-	-	-	-	-	-	-	-	-
Net Tier 2 Capital	2,498	3,246	3,070	2,965	2,956	2,776	3,018	3,121	3,319	3,246	2,776	2,846
Total Tier 1 and Tier 2	10,606	12,198	11,102	11,391	11,344	11,206	11,028	11,329	11,975	12,198	11,206	11,750
Less:												
Non-Life Investments and Other	-	1,585	1,563	1,553	1,551	1,555	1,662	1,678	1,685	1,585	1,555	1,686
Total Capital Available	10,606	10,613	9,539	9,838	9,793	9,651	9,366	9,651	10,290	10,613	9,651	10,064
Capital Required												
Asset Default and Market Risks	2,764	2,620	2,633	2,588	2,596	2,497	2,406	2,417	2,596	2,620	2,497	2,532
Insurance Risks	1,314	1,279	1,260	1,311	1,299	1,276	1,296	1,322	1,304	1,279	1,276	1,198
Interest Rate Risks	687	683	845	856	868	861	856	871	909	683	861	812
Phase-in of Changes related to FIAC	-	-	(27)	(55)	(82)	(110)	(137)	(165)	(192)	-	(110)	-
Total Capital Required	4,765	4,582	4,711	4,700	4,681	4,524	4,421	4,445	4,617	4,582	4,524	4,542
MCCSR Ratio	223%	232%	202%	209%	209%	213%	212%	217%	223%	232%	213%	222%

RBC Ratio - Sun Life Assurance Company of Canada (U.S.)

Capital Available	1,349	1,438	1,679
Capital Required	378	402	496
RBC Ratio ⁽²⁾	357%	358%	339%

⁽¹⁾ Under 2009 MCCSR OSFI Guidelines, substantial investments, investments in non-life companies and miscellaneous deductions previously subtracted from total available capital are deducted 50% from Tier 1 Capital and 50% from Tier 2 Capital. Periods prior to Q1 2009 have not been restated to reflect this change.

⁽²⁾ RBC ratio is calculated on an annual basis for U.S. regulatory purposes.

FINANCIAL STRENGTH AND CAPITAL ADEQUACY

As at March 31, 2009

	<u>A.M. Best</u>	<u>Moody's</u>	<u>Standard & Poor's</u>
SUN LIFE ASSURANCE COMPANY OF CANADA FINANCIAL STRENGTH RATINGS	A+	Aa3	AA
DEBT RATINGS			
Subordinated Debt			
US\$ denominated (US\$178 million)	a+	A2	A+
C\$ denominated (C\$450 million)	a+	A2	AA-
C\$ denominated deferrable (C\$800 million)	a+	A2	A+
Sun Life Exchangeable Capital Securities (Series A & B)	a-	A3	A+
	<u>DBRS</u>		<u>Standard & Poor's</u>
SUN LIFE FINANCIAL INC.			
SECURITY RATINGS			
Class A Preferred Shares (Series 1-5)	Pfd-1 (low)		P-1 (low)/A-
Senior Unsecured Debentures (Series A-C)	AA (low)		A+
Subordinated Debt (C\$1,650 million) (Series 2007 - 1, 2008 - 1, 2008 - 2 and 2009 - 1)	A (high)		A

EXPENSES	For the Quarter Ended									For the Year Ended		
	2009	2008				2007				2008	2007	2006
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1			
COMMISSIONS AND OTHER EXPENSES												
Commissions	397	396	397	377	375	420	457	472	462	1,545	1,811	1,916
Operating Expenses	777	835	704	712	752	833	799	788	840	3,003	3,260	3,028
Premium Taxes	55	56	56	63	52	53	75	50	62	227	240	205
Interest on Borrowings	97	87	80	101	98	91	91	83	84	366	349	323
Total Commissions and Other Expenses	1,326	1,374	1,237	1,253	1,277	1,397	1,422	1,393	1,448	5,141	5,660	5,472
OPERATING EXPENSES												
Compensation:												
Operations	347	353	332	360	380	388	376	367	361	1,425	1,492	1,459
Distribution	103	98	89	85	82	102	92	99	103	354	396	378
Stock Options	6	2	2	2	4	2	2	2	4	10	10	14
Premises and Equipment	82	87	74	71	78	81	78	78	90	310	327	326
Other Expenses	230	289	201	200	190	264	233	238	223	880	958	826
Operating Expenses	768	829	698	718	734	837	781	784	781	2,979	3,183	3,003
Amortization of Intangibles	9	6	6	(6)	18	(4)	18	4	59	24	77	25
Total Operating Expenses	777	835	704	712	752	833	799	788	840	3,003	3,260	3,028
INTEREST ON BORROWINGS												
Subordinated Debt	39	39	38	33	32	28	28	25	24	142	105	94
Liabilities for PCS and SLEECs	20	20	20	20	20	21	20	27	35	80	103	140
Interest on Senior Unsecured Debentures/Financing	30	37	32	32	36	31	23	23	20	137	97	68
Other ⁽¹⁾	8	(9)	(10)	16	10	11	20	8	5	7	44	21
Total Interest on Borrowings	97	87	80	101	98	91	91	83	84	366	349	323

⁽¹⁾ Primarily includes interest on income taxes and real estate encumbrances

GENERAL INFORMATION

SLF Canada	SLF U.S.	MFS	SLF Asia	Corporate
<p>SLF Canada is a market leader with a customer base exceeding 8 million people. SLF Canada offers a full range of protection and wealth management products and services to individuals and corporate clients through its three business units – Individual Insurance & Investments, Group Benefits and Group Wealth (which includes the Company's 66.3% interest in McLean Budden Limited).</p>	<p>SLF U.S. delivers innovative protection and wealth accumulation products to individuals and businesses through its three business units – Annuities, Individual Insurance and the Employee Benefits Group.</p>	<p>MFS is a significant U.S.-based asset management company, offering investment products and services to both retail and institutional investors. MFS offers mutual funds and manages variable annuities, retirement plans and other institutional separate accounts. It also provides distribution and transfer agent services for mutual funds and retirement plans.</p>	<p>SLF Asia provides individual life and health insurance in the Philippines, Hong Kong, India, China and Indonesia; group life insurance in the Philippines, India, and savings, retirement and pension products in India, and Hong Kong. Mutual funds are provided in the Philippines and in India.</p>	<p>Corporate includes SLF U.K., and Corporate Support which includes the Company's reinsurance businesses, as well as investment income, expenses, capital and other items not allocated to the Company's operating units. SLF U.K. manages a large block of in-force annuity and insurance policies. SLF U.K. no longer offers annuity or insurance products to new customers. The Reinsurance business unit is a leading North American life retrocessionaire.</p>
<p><u>Individual Insurance and Investments</u></p> <ul style="list-style-type: none"> Individual life and health insurance Individual savings products Mutual Funds <p><u>Group Benefits</u></p> <ul style="list-style-type: none"> Group life and health insurance <p><u>Group Wealth</u></p> <ul style="list-style-type: none"> Group pensions and investment products Investment management services (McLean Budden) 	<p><u>Annuities</u></p> <ul style="list-style-type: none"> Individual retirement products and services: <ul style="list-style-type: none"> ▪ Variable annuities ▪ Fixed annuities ▪ Fixed index annuities ▪ PPVA Investment products <p><u>Individual Insurance</u></p> <ul style="list-style-type: none"> Individual life insurance: <ul style="list-style-type: none"> ▪ Fixed and variable universal life ▪ COLI ▪ BOLI ▪ PPVUL <p><u>Employee Benefits Group</u></p> <ul style="list-style-type: none"> ▪ Group life and health insurance 	<p><u>Mutual Funds</u></p> <p><u>Investment Management Services</u></p> <ul style="list-style-type: none"> Institutional accounts 401(k) Variable annuities 	<p><u>Philippines</u></p> <ul style="list-style-type: none"> ▪ Individual life and health ▪ Mutual Funds <p><u>Hong Kong</u></p> <ul style="list-style-type: none"> ▪ Individual life and health ▪ Group pensions <p><u>India</u></p> <ul style="list-style-type: none"> ▪ Individual life and health ▪ Asset Management ▪ Mutual Funds ▪ Group life & pensions <p><u>China</u></p> <ul style="list-style-type: none"> ▪ Individual life and health <p><u>Indonesia</u></p> <ul style="list-style-type: none"> ▪ Individual life and health 	<p><u>SLF U.K.</u></p> <ul style="list-style-type: none"> Individual annuities and pensions (in-force block only) Individual life (in-force block only) <p><u>Corporate Support</u></p> <ul style="list-style-type: none"> Life retrocession Run-off reinsurance (closed block of business)