

Changes to BlackRock LifePath Target Date funds in 2026

Action may be required

You don't need to take any action as a result of this update. However, it's important to review the changes in this communication to ensure the Funds continues to meet your investment needs.

Your plan offers the **BlackRock LifePath® Target Date funds** ("the Funds"). The Funds' manager is BlackRock Asset Management Canada Ltd. ("BlackRock"). BlackRock recently announced some changes to the Funds. The changes are a result of BlackRock's research over the last three years and have two objectives:

- (i) enhance inflation hedging precision;
- (ii) increase fixed income diversification.

What's New?

BlackRock expects to implement the following changes in three phases, starting in the first quarter of 2026:

- 1) Addition of U.S. Treasury Inflation Protected Securities
- 2) Addition of Canadian long-term bonds
- 3) Revising the commodities exposure

How this affects you

If you have assets in the Funds within a Non-Registered (taxable) plan, **you may have a capital gain or loss due to the trading BlackRock will be doing within the Funds in 2026**. You must report capital gains or losses in your tax return in the fiscal year they occur. Sun Life will provide the applicable tax slip(s) early in the following year. The tax slip(s) will reflect all income from your Non-Registered investments.

For more information on how capital gains can occur in segregated funds within Non-Registered plans, please read the article [here](#).

It's always a good idea to review your current investment options to ensure that they continue to meet your retirement goals. You can do this by signing into the Plan Member Services website, mysunlife.ca, and selecting manage plan > my plan > Tools > Asset Allocation.

Through Morningstar® – a leading provider of investment news and analysis – you can track the performance of funds and access an overview of the funds in your plan, including fund objectives, risks, and how funds are invested.

If you're having trouble signing in, choose the appropriate link under Sign-In Help.

Questions?

Please contact Sun Life's Customer Care Centre any business day from 8 a.m. to 8 p.m. ET.

You also have access to one-to-one support through licensed consultants (in Quebec, registered as financial security advisers) dedicated to workplace savings plans at no additional cost through Sun Life's 360 Plan Advice. Click [here](#) for information about 360 Plan Advice.