

2025 Capital Gain Estimates

November 7, 2025



The following are preliminary estimates of capital gain distributions scheduled to be paid before the end of 2025.

Please note that any ordinary income dividends that a fund may pay are not included in these estimates. These estimates only provide estimates of capital gain distributions.

Actual distributions will be affected by a number of factors:

- These estimates are computed through part of the year and do not reflect the full measurement period.
- Portfolio trading over the next several weeks may affect the estimates; remember that these are actively managed funds.
- Significant market movement and/or subscription/redemption activity can have a significant impact on these estimates.
- These estimates do not reflect all required tax adjustments. Actual capital gain distributions will be affected by all required tax adjustments and may be substantially different from these estimates.
- Because these are estimates, some of these funds may pay capital gains above or below these estimated ranges, and funds not currently expected to pay capital gains could be required to do so.

MFS provides these estimates for informational purposes. Please remember that they are based on preliminary information and are subject to change. These capital gain estimates are not intended or written to be used as tax advice. Because each investor's tax situation is unique, you should consult your tax professional about the federal, state, local, or foreign tax consequences of this information.

Please refer to the Q&A that follows this table for additional information on capital gain distributions and how they are calculated.

All funds computed through September 30, 2025.

Fund Name	Capital Gain Estimates as of September 30, 2025 (as a % of average NAV)					
	Short-Term	Long-Term	Total	Record Date	Ex Date	Payable Date
Massachusetts Investors Growth Stock Fund – Class A	0%	8% - 9%	8% - 9%	12/17	12/18	12/19
Massachusetts Investors Growth Stock Fund – Class B	0%	11% - 12%	11% - 12%	12/17	12/18	12/19
Massachusetts Investors Growth Stock Fund – Class C	0%	11% - 12%	11% - 12%	12/17	12/18	12/19
Massachusetts Investors Growth Stock Fund – Class I	0%	8% - 9%	8% - 9%	12/17	12/18	12/19
Massachusetts Investors Growth Stock Fund – Class R1	0%	11% - 12%	11% - 12%	12/17	12/18	12/19
Massachusetts Investors Growth Stock Fund – Class R2	0%	9% - 10%	9% - 10%	12/17	12/18	12/19
Massachusetts Investors Growth Stock Fund – Class R3	0%	8% - 9%	8% - 9%	12/17	12/18	12/19
Massachusetts Investors Growth Stock Fund – Class R4	0%	8% - 9%	8% - 9%	12/17	12/18	12/19
Massachusetts Investors Growth Stock Fund – Class R6	0%	8% - 9%	8% - 9%	12/17	12/18	12/19
Massachusetts Investors Trust – All Classes	0%	10% - 12%	10% - 12%	12/17	12/18	12/19

2025 CAPITAL GAIN ESTIMATES (CONT.)

Fund Name	Capital Gain Estimates as of September 30, 2025 (as a % of average NAV)					
	Short-Term	Long-Term	Total	Record Date	Ex Date	Payable Date
MFS® Aggressive Growth Allocation Fund – All Classes	0% - 1%	5% - 6%	5% - 7%	12/22	12/23	12/24
MFS® Alabama Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Arkansas Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Blended Research® Core Equity Fund – Class A	0% - 1%	4% - 5%	4% - 6%	12/10	12/11	12/12
MFS® Blended Research® Core Equity Fund – Class B	0% - 1%	5% - 6%	5% - 7%	12/10	12/11	12/12
MFS® Blended Research® Core Equity Fund – Class C	0% - 1%	5% - 6%	5% - 7%	12/10	12/11	12/12
MFS® Blended Research® Core Equity Fund – Class I	0% - 1%	4% - 5%	4% - 6%	12/10	12/11	12/12
MFS® Blended Research® Core Equity Fund – Class R1	0% - 1%	5% - 6%	5% - 7%	12/10	12/11	12/12
MFS® Blended Research® Core Equity Fund – Class R2	0% - 1%	5% - 6%	5% - 7%	12/10	12/11	12/12
MFS® Blended Research® Core Equity Fund – Class R3	0% - 1%	4% - 5%	4% - 6%	12/10	12/11	12/12
MFS® Blended Research® Core Equity Fund – Class R4	0% - 1%	4% - 5%	4% - 6%	12/10	12/11	12/12
MFS® Blended Research® Core Equity Fund – Class R6	0% - 1%	4% - 5%	4% - 6%	12/10	12/11	12/12
MFS® Blended Research® Emerging Markets Equity Fund – All Classes	0%	0% - 1%	0% - 1%	12/15	12/16	12/17
MFS® Blended Research® Growth Equity Fund – All Classes	1% - 2%	5% - 6%	6% - 8%	12/10	12/11	12/12
MFS® Blended Research® International Equity Fund – All Classes	0% - 1%	1% - 2%	1% - 3%	12/15	12/16	12/17
MFS® Blended Research® Mid Cap Equity Fund – All Classes	0%	2% - 3%	2% - 3%	12/10	12/11	12/12
MFS® Blended Research® Small Cap Equity Fund – All Classes	0% - 1%	5% - 6%	5% - 7%	12/8	12/9	12/10
MFS® Blended Research® Value Equity Fund – All Classes	0% - 1%	6% - 7%	6% - 8%	12/10	12/11	12/12
MFS® California Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Commodity Strategy Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Conservative Allocation Fund – All Classes	0% - 1%	2% - 3%	2% - 4%	12/22	12/23	12/24
MFS® Core Bond Fund – All Classes	0%	0%	0%	12/17	12/18	12/19
MFS® Core Equity Fund – Class A	0% - 1%	11% - 12%	11% - 13%	12/15	12/16	12/17
MFS® Core Equity Fund – Class B	0% - 1%	14% - 15%	14% - 16%	12/15	12/16	12/17
MFS® Core Equity Fund – Class C	0% - 1%	13% - 14%	13% - 15%	12/15	12/16	12/17
MFS® Core Equity Fund – Class I	0% - 1%	10% - 11%	10% - 12%	12/15	12/16	12/17
MFS® Core Equity Fund – Class R1	0% - 1%	13% - 14%	13% - 15%	12/15	12/16	12/17
MFS® Core Equity Fund – Class R2	0% - 1%	11% - 12%	11% - 13%	12/15	12/16	12/17
MFS® Core Equity Fund – Class R3	0% - 1%	11% - 12%	11% - 13%	12/15	12/16	12/17

2025 CAPITAL GAIN ESTIMATES (CONT.)

	Capital Gain Estimates as of September 30, 2025 (as a % of average NAV)					
Fund Name	Short-Term	Long-Term	Total	Record Date	Ex Date	Payable Date
MFS® Core Equity Fund – Class R4	0% - 1%	10% - 11%	10% - 12%	12/15	12/16	12/17
MFS® Core Equity Fund – Class R6	0% - 1%	10% - 11%	10% - 12%	12/15	12/16	12/17
MFS® Corporate Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Diversified Income Fund – All Classes	0%	0%	0%	12/17	12/18	12/19
MFS® Emerging Markets Debt Fund – All Classes	0%	0%	0%	12/15	12/16	12/17
MFS® Emerging Markets Debt Local Currency Fund – All Classes	0%	0%	0%	12/15	12/16	12/17
MFS® Emerging Markets Equity Fund – All Classes	0%	0%	0%	12/15	12/16	12/17
MFS® Emerging Markets Equity Research Fund – All Classes	0%	0%	0%	12/17	12/18	12/19
MFS® Equity Income Fund – All Classes	0% - 1%	8% - 9%	8% - 10%	12/10	12/11	12/12
MFS® Georgia Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Global Alternative Strategy Fund – All Classes	0%	0%	0%	12/17	12/18	12/19
MFS® Global Equity Fund – Class A	0% - 1%	15% - 16%	15% - 17%	12/17	12/18	12/19
MFS® Global Equity Fund – Class B	0% - 1%	17% - 18%	17% - 19%	12/17	12/18	12/19
MFS® Global Equity Fund – Class C	0% - 1%	17% - 18%	17% - 19%	12/17	12/18	12/19
MFS® Global Equity Fund – Class I	0% - 1%	14% - 15%	14% - 16%	12/17	12/18	12/19
MFS® Global Equity Fund – Class R1	0% - 1%	17% - 18%	17% - 19%	12/17	12/18	12/19
MFS® Global Equity Fund – Class R2	0% - 1%	16% - 17%	16% - 18%	12/17	12/18	12/19
MFS® Global Equity Fund – Class R3	0% - 1%	16% - 17%	16% - 18%	12/17	12/18	12/19
MFS® Global Equity Fund – Class R4	0% - 1%	15% - 16%	15% - 17%	12/17	12/18	12/19
MFS® Global Equity Fund – Class R6	0% - 1%	14% - 15%	14% - 16%	12/17	12/18	12/19
MFS® Global Growth Fund – Class A	0%	5% - 6%	5% - 6%	12/17	12/18	12/19
MFS® Global Growth Fund – Class B	0%	6% - 7%	6% - 7%	12/17	12/18	12/19
MFS® Global Growth Fund – Class C	0%	7% - 8%	7% - 8%	12/17	12/18	12/19
MFS® Global Growth Fund – Class I	0%	5% - 6%	5% - 6%	12/17	12/18	12/19
MFS® Global Growth Fund – Class R1	0%	7% - 8%	7% - 8%	12/17	12/18	12/19
MFS® Global Growth Fund – Class R2	0%	5% - 6%	5% - 6%	12/17	12/18	12/19
MFS® Global Growth Fund – Class R3	0%	5% - 6%	5% - 6%	12/17	12/18	12/19
MFS® Global Growth Fund – Class R4	0%	5% - 6%	5% - 6%	12/17	12/18	12/19
MFS® Global Growth Fund – Class R6	0%	5% - 6%	5% - 6%	12/17	12/18	12/19
MFS® Global High Yield Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Global New Discovery Fund – All Classes	0% - 1%	1% - 2%	1% - 3%	12/17	12/18	12/19
MFS® Global Opportunistic Bond Fund – All Classes	0%	0%	0%	12/15	12/16	12/17
MFS® Global Real Estate Fund – All Classes	0%	0%	0%	12/10	12/11	12/12
MFS® Global Total Return Fund – All Classes	0%	5% - 6%	5% - 6%	12/10	12/11	12/12

2025 CAPITAL GAIN ESTIMATES (CONT.)

	Capital Gain Estimates as of September 30, 2025 (as a % of average NAV)					
Fund Name	Short-Term	Long-Term	Total	Record Date	Ex Date	Payable Date
MFS® Government Securities Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Growth Allocation Fund – All Classes	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Growth Fund – Class A	0%	12% - 13%	12% - 13%	12/15	12/16	12/17
MFS® Growth Fund – Class B	0%	18% - 19%	18% - 19%	12/15	12/16	12/17
MFS® Growth Fund – Class C	0%	18% - 19%	18% - 19%	12/15	12/16	12/17
MFS® Growth Fund – Class I	0%	11% - 12%	11% - 12%	12/15	12/16	12/17
MFS® Growth Fund – Class R1	0%	18% - 19%	18% - 19%	12/15	12/16	12/17
MFS® Growth Fund – Class R2	0%	14% - 15%	14% - 15%	12/15	12/16	12/17
MFS® Growth Fund – Class R3	0%	13% - 14%	13% - 14%	12/15	12/16	12/17
MFS® Growth Fund – Class R4	0%	12% - 13%	12% - 13%	12/15	12/16	12/17
MFS® Growth Fund – Class R6	0%	11% - 12%	11% - 12%	12/15	12/16	12/17
MFS® High Income Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Income Fund – All Classes	0%	0%	0%	12/17	12/18	12/19
MFS® Inflation-Adjusted Bond Fund – All Classes	0%	0%	0%	12/10	12/11	12/12
MFS® International Diversification Fund – All Classes	0% - 1%	2% - 3%	2% - 4%	12/22	12/23	12/24
MFS® International Equity Fund – All Classes	0%	0% - 1%	0% - 1%	12/15	12/16	12/17
MFS® International Growth Fund – All Classes	0% - 1%	4% - 5%	4% - 6%	12/15	12/16	12/17
MFS® International Intrinsic Value Fund – Class A ¹	0% - 1%	6% - 7%	6% - 8%	12/15	12/16	12/17
MFS® International Intrinsic Value Fund – Class B ¹	0% - 1%	6% - 7%	6% - 8%	12/15	12/16	12/17
MFS® International Intrinsic Value Fund – Class C ¹	0% - 1%	7% - 8%	7% - 9%	12/15	12/16	12/17
MFS® International Intrinsic Value Fund – Class I ¹	0% - 1%	5% - 6%	5% - 7%	12/15	12/16	12/17
MFS® International Intrinsic Value Fund – Class R1 ¹	0% - 1%	7% - 8%	7% - 9%	12/15	12/16	12/17
MFS® International Intrinsic Value Fund – Class R2 ¹	0% - 1%	6% - 7%	6% - 8%	12/15	12/16	12/17
MFS® International Intrinsic Value Fund – Class R3 ¹	0% - 1%	6% - 7%	6% - 8%	12/15	12/16	12/17
MFS® International Intrinsic Value Fund – Class R4 ¹	0% - 1%	6% - 7%	6% - 8%	12/15	12/16	12/17
MFS® International Intrinsic Value Fund – Class R6 ¹	0% - 1%	6% - 7%	6% - 8%	12/15	12/16	12/17
MFS® International Large Cap Value Fund – All Classes	0% - 1%	3% - 4%	3% - 5%	12/15	12/16	12/17
MFS® International New Discovery Fund – All Classes ²	0% - 1%	0% - 1%	0% - 2%	12/8	12/9	12/10
MFS® Intrinsic Value Fund – All Classes	0%	5% - 6%	5% - 6%	12/15	12/16	12/17
MFS® Lifetime® 2025 Fund – All Classes	0% - 1%	3% - 4%	3% - 5%	12/22	12/23	12/24
MFS® Lifetime® 2030 Fund – All Classes	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Lifetime® 2035 Fund – All Classes	0% - 1%	3% - 4%	3% - 5%	12/22	12/23	12/24

2025 CAPITAL GAIN ESTIMATES (CONT.)

	Capital Gain Estimates as of September 30, 2025 (as a % of average NAV)					
Fund Name	Short-Term	Long-Term	Total	Record Date	Ex Date	Payable Date
MFS® Lifetime® 2040 Fund – All Classes	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Lifetime® 2045 Fund – All Classes	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Lifetime® 2050 Fund – All Classes	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Lifetime® 2055 Fund – All Classes	0% - 1%	3% - 4%	3% - 5%	12/22	12/23	12/24
MFS® Lifetime® 2060 Fund – All Classes	0% - 1%	3% - 4%	3% - 5%	12/22	12/23	12/24
MFS® Lifetime® 2065 Fund – All Classes	0% - 1%	2% - 3%	2% - 4%	12/22	12/23	12/24
MFS® Lifetime® Income Fund – All Classes	0% - 1%	1% - 2%	1% - 3%	12/22	12/23	12/24
MFS® Limited Maturity Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Low Volatility Equity Fund – All Classes	0%	10% - 11%	10% - 11%	12/10	12/11	12/12
MFS® Low Volatility Global Equity Fund – All Classes	0% - 1%	6% - 7%	6% - 8%	12/10	12/11	12/12
MFS® Managed Wealth Fund – All Classes	0%	0%	0%	12/22	12/23	12/24
MFS® Maryland Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Massachusetts Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Mid Cap Growth Fund – Class A	0%	12% - 13%	12% - 13%	12/8	12/9	12/10
MFS® Mid Cap Growth Fund – Class B	0%	16% - 17%	16% - 17%	12/8	12/9	12/10
MFS® Mid Cap Growth Fund – Class C	0%	17% - 18%	17% - 18%	12/8	12/9	12/10
MFS® Mid Cap Growth Fund – Class I	0%	11% - 12%	11% - 12%	12/8	12/9	12/10
MFS® Mid Cap Growth Fund – Class R1	0%	16% - 17%	16% - 17%	12/8	12/9	12/10
MFS® Mid Cap Growth Fund – Class R2	0%	14% - 15%	14% - 15%	12/8	12/9	12/10
MFS® Mid Cap Growth Fund – Class R3	0%	13% - 14%	13% - 14%	12/8	12/9	12/10
MFS® Mid Cap Growth Fund – Class R4	0%	12% - 13%	12% - 13%	12/8	12/9	12/10
MFS® Mid Cap Growth Fund – Class R6	0%	11% - 12%	11% - 12%	12/8	12/9	12/10
MFS® Mid Cap Value Fund – All Classes	0% - 1%	6% - 7%	6% - 8%	12/8	12/9	12/10
MFS® Mississippi Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Moderate Allocation Fund – Class A	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Moderate Allocation Fund – Class B	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Moderate Allocation Fund – Class C	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Moderate Allocation Fund – Class I	0% - 1%	3% - 4%	3% - 5%	12/22	12/23	12/24
MFS® Moderate Allocation Fund – Class R1	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Moderate Allocation Fund – Class R2	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Moderate Allocation Fund – Class R3	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24
MFS® Moderate Allocation Fund – Class R4	0% - 1%	4% - 5%	4% - 6%	12/22	12/23	12/24

2025 CAPITAL GAIN ESTIMATES (CONT.)

	Capital Gain Estimates as of September 30, 2025 (as a % of average NAV)					
Fund Name	Short-Term	Long-Term	Total	Record Date	Ex Date	Payable Date
MFS® Moderate Allocation Fund – Class R6	0% - 1%	3% - 4%	3% - 5%	12/22	12/23	12/24
MFS® Municipal High Income Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Municipal Income Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Municipal Intermediate Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Municipal Limited Maturity Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® New Discovery Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® New Discovery Value Fund – All Classes ³	1% - 2%	6% - 7%	7% - 9%	12/8	12/9	12/10
MFS® New York Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® North Carolina Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Pennsylvania Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Research Fund – Class A	0%	12% - 13%	12% - 13%	12/8	12/9	12/10
MFS® Research Fund – Class B	0%	14% - 15%	14% - 15%	12/8	12/9	12/10
MFS® Research Fund – Class C	0%	14% - 15%	14% - 15%	12/8	12/9	12/10
MFS® Research Fund – Class I	0%	11% - 12%	11% - 12%	12/8	12/9	12/10
MFS® Research Fund – Class R1	0%	15% - 16%	15% - 16%	12/8	12/9	12/10
MFS® Research Fund – Class R2	0%	12% - 13%	12% - 13%	12/8	12/9	12/10
MFS® Research Fund – Class R3	0%	12% - 13%	12% - 13%	12/8	12/9	12/10
MFS® Research Fund – Class R4	0%	12% - 13%	12% - 13%	12/8	12/9	12/10
MFS® Research Fund – Class R6	0%	12% - 13%	12% - 13%	12/8	12/9	12/10
MFS® Research International Fund – All Classes	0% - 1%	2% - 3%	2% - 4%	12/8	12/9	12/10
MFS® South Carolina Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Technology Fund – Class A	0%	15% - 16%	15% - 16%	12/15	12/16	12/17
MFS® Technology Fund – Class B	0%	20% - 21%	20% - 21%	12/15	12/16	12/17
MFS® Technology Fund – Class C	0%	21% - 22%	21% - 22%	12/15	12/16	12/17
MFS® Technology Fund – Class I	0%	13% - 14%	13% - 14%	12/15	12/16	12/17
MFS® Technology Fund – Class R1	0%	21% - 22%	21% - 22%	12/15	12/16	12/17
MFS® Technology Fund – Class R2	0%	16% - 17%	16% - 17%	12/15	12/16	12/17
MFS® Technology Fund – Class R3	0%	15% - 16%	15% - 16%	12/15	12/16	12/17
MFS® Technology Fund – Class R4	0%	13% - 14%	13% - 14%	12/15	12/16	12/17
MFS® Technology Fund – Class R6	0%	12% - 13%	12% - 13%	12/15	12/16	12/17
MFS® Total Return Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® Total Return Fund – All Classes	0% - 1%	5% - 6%	5% - 7%	12/17	12/18	12/19
MFS® U.S. Government Cash Reserve Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS® U.S. Government Money Market Fund – All Classes	0%	0%	0%	12/8	12/9	12/10

2025 CAPITAL GAIN ESTIMATES (CONT.)

Fund Name	Capital Gain Estimates as of September 30, 2025 (as a % of average NAV)					
	Short-Term	Long-Term	Total	Record Date	Ex Date	Payable Date
MFS [®] Utilities Fund – All Classes	0% - 1%	1% - 2%	1% - 3%	12/10	12/11	12/12
MFS [®] Value Fund – All Classes	0%	6% - 7%	6% - 7%	12/10	12/11	12/12
MFS [®] Virginia Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10
MFS [®] West Virginia Municipal Bond Fund – All Classes	0%	0%	0%	12/8	12/9	12/10

¹ Effective May 29, 2015, the fund closed to new investors subject to certain exceptions. Please see the prospectus for additional information.

² Effective November 29, 2019, the fund closed to new investors subject to certain exceptions. Please see the prospectus for additional information.

³ Effective August 14, 2019, the fund closed to new investors subject to certain exceptions. Please see the prospectus for additional information.

Please refer to the Q&A below for additional information on capital gain distributions.

Q&A: 2025 Capital Gain Distributions

This information is intended to help you understand capital gain distributions and how they are calculated.

Q: Why are capital gain distributions made to shareholders?

A: As long as certain conditions imposed by the IRS are met, a mutual fund is not subject to income taxes on income, such as interest and dividends, that it earns from portfolio holdings or on the capital gains that are realized when a portfolio manager sells securities in the portfolio. The reason for this is that a mutual fund is a conduit through which its income and capital gains flow to its shareholders in the form of distributions. The distributions are then subject to tax when they are paid to the shareholders. These distributions are included in a shareholder's income tax return. According to IRS rules, a mutual fund must distribute 98% of its calendar-year income and 98.2% of its capital gains realized from November 1 of the previous year to October 31 of the current year. If it fails to meet these minimum distribution requirements, the fund is subject to a 4% excise tax on any undistributed amounts.

Q: What determines the amount of the capital gains to be distributed?

A: The capital gain distribution is generally based on the capital gains the fund realizes from November 1 of the previous year to October 31 of the current year. This period may not correspond with the fund's fiscal year. If it does not, a comparison will be made of the capital gains realized during the fiscal year with those realized during the excise tax measurement period. Generally, the higher of the two amounts will be distributed.

Q: What other factors could affect the estimated capital gains?

A: Additional trading or shareholder activity through October 31, 2025, and tax adjustments could further affect the estimates.

Q: Why aren't estimates of ordinary income distributions provided by MFS?

A: As described above, IRS rules require mutual funds to distribute 98% of their calendar year income, and calendar year income for certain funds can be highly volatile based on factors including: trading activity, investor purchases and sales, and tax adjustments. The volatility of calendar year income prevents the calculation of reasonably accurate estimates of ordinary income distributions.

2025 CAPITAL GAIN ESTIMATES (CONT.)

Q: How do a fund's realized capital gains relate to current market conditions?

A: Just because securities markets may be up or down does not mean that a fund will have more or less in realized capital gains. A fund may distribute a capital gain during a bear market and, conversely, it may not distribute a large capital gain during a bull market. A fund must pay a capital gain distribution if at the end of its fiscal year it has a net gain from the sales of securities. Capital gain/loss is the difference between the price at which each security is purchased and the price at which it is subsequently sold. If it is sold for more than its cost, there is a gain. If it is sold for less than its cost, there is a loss. Losses from the sales of securities may be used to offset gains realized from the sale of other securities. However, if at the end of its fiscal year the fund is in a net gain position, the amount of net capital gains must be distributed to shareholders.

Although a capital gain is a taxable event, it is important to remember that it occurs because the fund makes a profit on an investment. That profit is included in the price per share and in the value of the account until it is distributed in additional shares or as a cash distribution. This is why you often see a fund's price per share drop when it distributes capital gains. Unless a shareholder receives a capital gain distribution in cash, the value of the shareholder's account is not affected by a capital gain distribution.

Q: Why may a fund be paying a capital gain in a year in which the fund has negative total return?

A: A fund can pay a capital gain distribution even if the fund posted a negative return for the year. This happens when a fund manager sells underlying shares for a profit even though the fund itself experienced a loss. Keep in mind that funds may hold securities for several years, and any appreciation in the value of the shares during that time is not distributed as taxable capital gains until after they are sold. Fund managers may sell holdings — and thereby realize gains or losses — for a variety of reasons, such as concerns about earnings growth (or if a stock has become fully valued in the manager's opinion) or to reinvest the proceeds in a more attractive opportunity. Corporate mergers and acquisitions also may result in a taxable sale of shares in the company being acquired. Taxable gains in a fund potentially could be offset by realized losses on sales of other investments in an investor's portfolio. The net realized total of gains and losses during the year in the portfolio determines if a fund is required to distribute capital gains in a specific year and not the total return earned by the fund in that year.

Q: Why might the portfolio manager not try to reduce gains by realizing losses?

A: Although losses realized as a result of trading do offset gains, decisions about buying and selling securities are made on the basis of whether or not we believe the security remains a good investment for the fund. We will not sell a security simply to realize a loss. When we decide to sell a security, we try to do so in the most tax-advantageous manner. The decision to sell, however, is based on the portfolio manager's analysis of that security's prospects as an investment, not on how its sale will affect the fund's overall gains or losses. Our focus is on the long-term performance of the fund for our shareholders.

Q: Why may the capital gain estimates vary widely among share classes for some funds while other funds have capital gain estimates with very narrow dispersion between share classes?

A: The capital gain estimates for individual funds seek to account for the different price levels of the share classes offered by a specific fund. Some funds may have individual share class net asset value levels that vary by as much as 50% or more from the lowest to the highest priced share class. However, capital gain distribution amounts paid do not vary among share classes because there are no share class expenses deducted from gains to vary the amounts paid between share classes. As a result, a gain paid on a share class with a lower net asset value will represent a higher percentage of that share class' net asset value than the same gain paid on a share class with a higher net asset value. For example, If Class A is the fund's lowest price NAV at \$100/share, and Class I is the fund's highest price NAV at \$200/share, then a Capital Gain Distribution of \$10/share would equate to 10% to Class A and 5% to Class I. MFS is providing capital gain estimates at the share class level for funds with wide dispersion among share classes in order to support investor tax planning activities.

2025 CAPITAL GAIN ESTIMATES (CONT.)

Q: When can an investor buy shares of a fund without receiving a capital gain distribution?

A: Distributions (including capital gains) are paid to investors according to four key dates: the declaration date, the record date, the ex-dividend date, and the payable date.

- Declaration date – This is the date on which a fund announces that it will be issuing a distribution.
- Record date – This is the date when the fund examines its current list of shareholders to determine who will receive distributions. Only those who are registered as shareholders in a fund's books as of the record date will be entitled to receive the distribution.
 - If an investor buys shares of a fund on the record date, they will be owners as of the record date and will receive the distribution.
 - Conversely if an investor sells shares of a fund on the record date, they will not be owners as of the record date and will not receive the distribution.
- Ex-dividend date – This is the date the proceeds of the distribution are deducted from the fund's NAV in order to pay shareholders.
- Payable date – The payable date is when the distribution is actually paid to eligible shareholders.