

BF&M GOLDEN ACCUMULATOR

MFS Strategic Income Fund

As of December 31, 2007

Investment Philosophy

This is a multi-sector bond fund, investing in government, agency, and corporate bonds, within and outside of the US. The fund managers use a multi-sector approach to lower volatility whilst enhancing returns. They add value through security selection and sector rotation. The managers follow predetermined sector percentages ranges for risk control.

Top 10 Holdings (31 Dec, 2007)

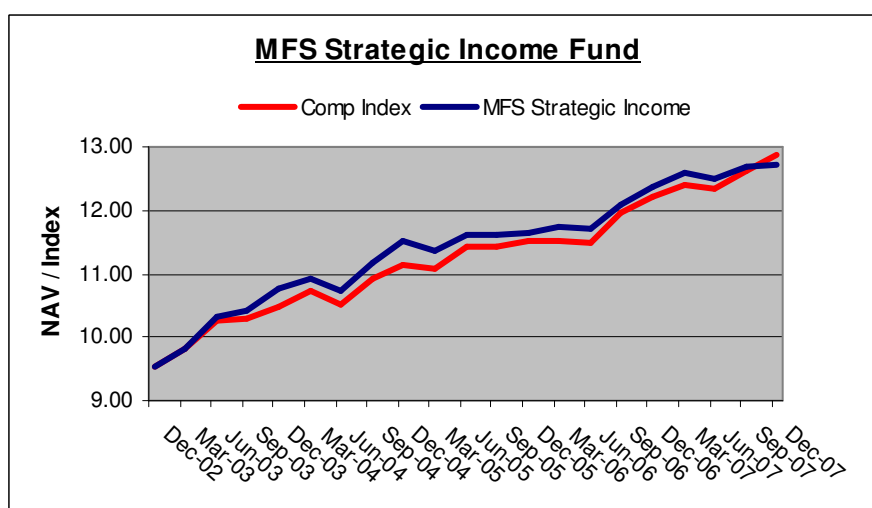
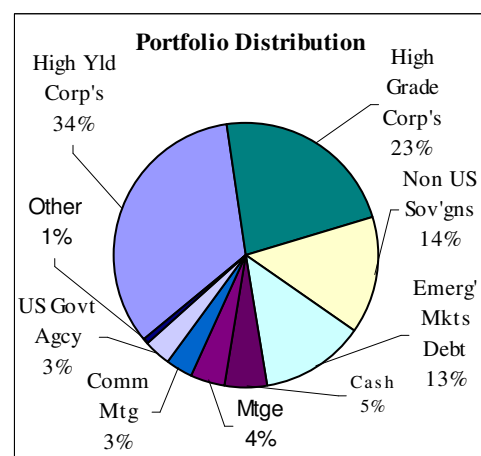
1. Agcy – FNMA 30 yr 5.5
2. US Treasury N/B – 4.250 Nov 15 13
3. Netherlands Govt – 3.750 Jul 15 09
4. Agcy – FNMA 30 yr 6.0
5. Spain – 5.350 Oct 31 11
6. KFW Int'l Finance – 1.350 Jan 20 14
7. Japan Finance Corp For Muni Ent – 2.--- May 09 16
8. Gazprom – 6.212 Nov 22 16
9. France – 4.750 Apr 25 35
10. Reynolds American Inc – 6.750 Jun 15 17

Performance Statistics (percentage change)

Comparison	6 Mos	1 Yr	3 Yrs*	5 Yrs*	
Fund	1.76	2.83	3.36	5.94	
Index	4.33	5.51	4.94	6.21	
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Fund	6.1	1.2	7.1	12.9	6.6
Index	6.1	3.3	6.4	9.9	7.7

*Annualized return.

Fund not hedged to US dollars.



Fund Facts

Initial Date: November 1989
 Total Assets: \$ 272.7 million
 Managers: James Calmas, Robert Persons, John Addeo, Matthew Ryan, and Erik Weisman

Statistics Fund

Alpha: -1.07
 Beta: 1.17
 R Sq: 0.87
 Ann Vol %: 10.28
 Sharpe: -0.34

Past performance is no guarantee of future performance. The price of the shares of each Fund and the income received from each Fund may go down as well as up, and investors may not get back the full amount that they invested. Investment in any of the Funds involves risks, which are described in the Funds' prospectus. Currency fluctuations will affect the value of overseas investments. This Fund may not be offered or sold to citizens or residents of the United States of America.