

Sentinel Multi-Asset Income Fund

A | SEC MX | 817270564 | SCSIX | 817270325

Manager Insights
As of 3/31/2017

Fund Management

Jason Doiron, PRM, FRM
Portfolio Manager
Industry: 2000
Sentinel: 2008

Performance Highlights

- In the first quarter of 2017, the Sentinel Multi-Asset Income Fund Class I shares returned 1.69%. This compares to the 6.07% return by the Standard & Poor's 500 Index, the Bloomberg Barclays US Aggregate Bond Index return of 0.82%, and a 2.99% return for the Morningstar Allocation - 30% to 50% Equity (previously Conservative Allocation) peer group average in the same time period.
- For the one-year period ending 3/31/17, the Fund's Class I shares returned 7.47%. This compares to the Standard & Poor's 500 Index return of 17.17%, the Bloomberg Barclays US Aggregate Bond Index return of 0.44%, and the Morningstar Allocation - 30% to 50% Equity (previously Conservative Allocation) peer group average return of 8.03%.

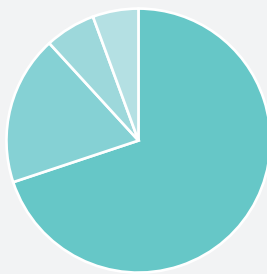
Bond Market Review

Risk assets continued to build on their strong performance from Q4 2016 as the calendar turned into 2017. Survey-based measures of consumer and business confidence accelerated strongly, while the US unemployment rate declined to 4.5%. Financial markets continued to anticipate stronger US growth and material economic stimulus from the incoming Trump administration, while measures of global growth improved, with

the European Purchasing Managers' Index (PMI) rising sharply during the quarter to their strongest levels in over five years. Higher readings for headline inflation globally were generally met with contained core measures, suggesting that most major global central banks would be slow and methodical in their removal of extraordinary levels of monetary accommodation. Market-based measures of inflation expectations continued to rise modestly during the quarter, even with a greater than 5% decline in oil markets to sub-\$50 level. The favorable global economic back-drop, easing of financial conditions, and progress towards their dual mandate gave the US Federal Reserve enough confidence to continue their normalization efforts and raise the Federal Funds Rate by 25 basis points (bps) to 1.00% at the March Federal Open Market Committee meeting. The Bloomberg Barclays US Corporate High Yield Index ended the quarter with a yield spread relative to the 10-Year US Treasury note 26 bps tighter from its Q4 2016 close, while the S&P 500 Index rose 6.07%.

US Treasury securities rebounded slightly in Q1 2017 after experiencing their second-worst quarterly total return since 1987 in Q4 2016, according to the BofA Merrill Lynch 10 Year

US Treasury Index. The US 10-year Treasury yield declined 6 bps to 2.38% from 2.44% at the end of Q4 2016. Despite a Federal Reserve interest rate increase, rising inflation, higher levels of breakeven inflation and stronger than expected survey based confidence measures, the intermediate and longer maturity portions of the treasury market struggled to push higher in yield. First quarter 2017 GDP tracking measures pushed decidedly lower throughout the quarter, with weakness in consumer discretionary sectors such as autos suggesting that confidence gains experienced since the presidential election were not translating into realized consumer and business spending. With markets having already priced in the potential for three interest rate increases by the Federal Reserve in 2017, along with some evidence surfacing of a disconnect in economic data, markets became increasingly cautious about pricing a faster pace of Federal Reserve interest rate increases as the quarter came to a close. The US 30-year Treasury yield slightly outperformed the 5-year US Treasury yield, flattening by 5 bps. Relative to developed global markets, US Treasury security and spread products continue to offer a superior yield advantage, which is particularly attractive to foreign and global investors.



Asset mix (%)

● Corporate Bonds	69.9
● Domestic Equity	18.3
● Cash and Equivalents	6.2
● US Government Bonds	5.6

(May not add due to rounding)

Under an agreement signed between Sentinel Asset Management, Inc., the Sentinel Funds' investment adviser ("Sentinel"), and Touchstone Advisors, Inc., Touchstone has agreed to acquire certain assets related to Sentinel's business of providing investment advisory services to the Sentinel Funds. Closing of the transaction is subject to customary closing conditions, including the approval of the shareholders of each applicable series of Sentinel Group Funds, Inc., and is expected to be completed later in 2017. More information can be obtained at sentinelinvestments.com

Data shown is historical performance for Class I shares unless noted and reflects reinvested distributions. Composition of holdings is subject to change. Investment return and principal value will vary so that you may have a gain or loss when you sell shares. Past performance does not guarantee future results; current performance may be higher or lower than data quoted. For performance current to the most recent month-end, visit www.sentinelinvestments.com.

Fixed income securities are subject to credit and interest rate risk. Bond values will generally decrease when interest rates rise and will generally increase when interest rates fall. Bonds with lower credit ratings are more speculative and likely to default than higher quality bonds and tend to fluctuate more widely in value. Mortgage-backed securities (MBS) are subject to prepayment risk. These risks may result in greater share price volatility. Convertible securities are subject to the risks associated with both fixed income securities and common stocks. Small and mid-sized company stocks can be more volatile than large company stocks. Large company stocks as a group could fall out of favor with the market and underperform investments that focus on small and mid-sized company stocks. International securities are subject to political influences, currency fluctuations and economic cycles that may be unrelated to those affecting the domestic financial markets and may experience wider price fluctuations than US domestic securities. Fund shares are not insured or guaranteed by the US Government or its agencies.

The Fund may use derivatives, which are financial contracts whose value depends upon or is derived from the value of an underlying asset, reference rate, or index. The Fund may use derivatives as part of a strategy designed to reduce exposure to certain risks, such as risks associated with changes in interest rates, or currency or credit risk ("hedging"). The use of derivatives may reduce the Fund's return and increase the volatility in movements in the Fund's net asset value. For additional information regarding the use of derivatives, please see the Fund's current prospectus.

European Purchasing Managers' Index measures the performance of the manufacturing sector and is derived from a survey of 3,000 manufacturing firms. National data are included for Germany, France, Italy, Spain, the Netherlands, Austria, the Republic of Ireland and Greece.

The return for the Morningstar category is an average of funds within the particular category as determined by Morningstar based on investment styles as measured by their underlying portfolio holdings.

The Bloomberg Barclays US Corporate High Yield Index is an unmanaged index of US dollar-denominated, non-investment grade, fixed-rate, taxable corporate bonds. Securities are classified as high yield if the middle rating of Moody's, Fitch, and S&P is Ba1/BB+/BB+ or below, excluding emerging market debt.

BofA Merrill Lynch 10 Year US Treasury Index measures the performance of Treasuries with at least ten years remaining until maturity.

An investment cannot be made directly in an index.

NOT FDIC INSURED • MAY LOSE VALUE • NO BANK GUARANTEE

Before investing, carefully consider a fund's objectives, risks, charges and expenses. Summary and full prospectuses containing this and other information are available from sentinelinvestments.com. Please read them carefully.

Sentinel Investments is the unifying brand name for Sentinel Financial Services Company, Sentinel Asset Management, Inc., and Sentinel Administrative Services, Inc. Sentinel Funds are distributed by Sentinel Financial Services Company, One National Life Drive, Montpelier, VT 05604, 800-233-4332, www.sentinelinvestments.com.



Key Performance Attribution

The Sentinel Multi-Asset Income Fund returned 1.69% (I Share NAV) during the 4th quarter of 2016, underperforming our internal blended benchmark* by 1.15%. During the quarter, the yield on the 10 year US Treasury fell by 6 bps to 2.39% from 2.45%, while the Fund was, on average, overweight duration vs. the internal blended benchmark by 1.08 years. The Fund's duration position resulted in performance that was in-line vs. the internal blended benchmark. Risk assets performed quite well during the quarter, with the Option Adjusted Spreads (OAS) on the Bloomberg Barclays US Corporate Index tightening by 5 bps, and the OAS on the Bloomberg Barclays US Corporate High Yield Index tightening by 26 bps. In addition, the S&P 500 posted a total return of 6.07%. During the quarter, the Fund's asset allocation call resulted in 103 bps of underperformance vs. the internal blended benchmark, primarily driven by the Fund's overweight allocation to equities relative to the internal blended benchmark. This

was partially offset by the Fund's overweight to both Investment Grade and High Yield Corporate Bonds. Security selection resulted in 3 bps of outperformance vs. the internal blended benchmark, which was the result of strong performance within High Yield Corporate Bonds.

Outlook

Looking ahead into Q2 2017, there are a number of events that are likely to impact the direction of financial markets, including, but not limited to: the outcome of the French Presidential election; the ability of the Trump administration to navigate a US debt ceiling and execute its policy agenda; an OPEC/non-OPEC oil production cut extension; the expectation of greater clarity from the Federal Reserve regarding the timing, size and scope of the anticipated balance sheet unwind as well as further color on interest rate

increases; and, finally, whether the US economy can rebound from what was expected to be a soft quarter of realized growth in Q1.

Should the economic recovery begin to underwhelm due in part to a subdued pace of nominal income growth, or if evidence surfaces that inflation globally has begun to peak, or the Federal Reserve move more aggressively on the balance sheet/interest rates, and/or the Trump administration fail to deliver on its policy agenda, financial markets may begin to re-rate optimistic growth and inflation expectations leading to a period of price discovery, particularly given the very low levels of realized equity and fixed income volatility. Investment strategies that remain flexible in anticipation of this potential increase in volatility associated with these unknowns are likely to continue to be favored in this environment.

Top 10 holdings

Company	Industry	% Net assets
iShares High Dividend ETF	Exchange Traded Funds	12.80
iShares iBoxx \$ Investment Grade Corporate Bond ETF	Exchange Traded Funds	11.02
SPDR Barclays Short Term High Yield Bond ETF	Exchange Traded Funds	7.94
SPDR Barclays Intermediate Term Corporate Bond ETF	Exchange Traded Funds	5.42
iShares Int'l. Select Dividend ETF	Exchange Traded Funds	4.51
FNMA TBA 30 YR Aprl	Mortgage-Backed Securities	1.44
FHLMC Q41208	Mortgage-Backed Securities	1.40
HCA, Inc.	Health Care Providers & Services	1.31
Community Health Systems, Inc.	Health Care Providers & Services	1.09
Keuka Park CLO Ltd 2013-1	Commercial Mortgage	1.02
Total (may not add due to rounding)		47.95

Sentinel Multi-Asset Income Fund performance as of 03/31/2017 (%)			Cumulative return YTD	Average annual total return				
				1 year	3 years	5 years	10 years	Since inception
Class A ¹	SECMX	without sales charge	1.63	7.24	3.62	5.09	4.84	6.17
		with 5% sales charge	-3.47	1.91	1.87	4.02	4.31	5.78
Class I ²	SCSIX	no sales charge	1.69	7.47	3.90	5.34	4.97	6.26
<i>S&P 500 Index</i>			<i>6.07</i>	<i>17.17</i>	<i>10.37</i>	<i>13.30</i>	<i>7.51</i>	<i>9.97</i>
<i>Bloomberg Barclays US Agg. Index</i>			<i>0.82</i>	<i>0.44</i>	<i>2.68</i>	<i>2.34</i>	<i>4.27</i>	<i>4.10</i>

Fund Incepted 3/10/2003. Total annual operating expenses (%) by prospectus A: 1.20, I: 0.98

All data is as of March 31, 2017 unless otherwise noted.

Data shown is historical performance for each share class and reflects reinvested distributions. Investment return and principal value will vary so that you may have a gain or loss when you sell shares. **Past performance does not guarantee future results**; current performance may be higher or lower than data quoted. For performance current to the most recent month-end, visit www.sentinelinvestments.com.

On July 1, 2014 the Sentinel Conservative Strategies Fund was renamed the Sentinel Multi-Asset Income Fund and the Fund's investment strategies changed. Performance and ratings prior to July 1, 2014 relate to the Fund's prior investment strategies.

1. Performance of the Class A shares prior to June 30, 2012 has not been adjusted to reflect the decrease in the maximum 12b-1 fee from 0.30% to 0.25%. If it had, those returns would be higher.

2. Performance of the Class I shares prior to their inception on December 17, 2010 is based on the performance of the Fund's Class A shares, restated to reflect that Class I shares are not subject to a sales charge. The "since inception" performance data for Class I shares is calculated from March 10, 2003, which was the inception date of the Fund. Only eligible investors may purchase Class I shares, as described in the prospectus.

Duration is a measure of the sensitivity of a bond's price to changes in interest rates. The shorter (longer) the duration, the lower (higher) the interest rate risk and price volatility.

* Internal benchmark consists of 60% Bloomberg Barclays US Aggregate Bond Index and 40% S&P 500 Index.

The Standard & Poor's 500 Index is an unmanaged index of approximately 500 widely held US equity securities chosen for market size, liquidity, and industry group representation.

The Bloomberg Barclays US Aggregate Bond Index is an unmanaged index of the US investment grade fixed-rate bond market, with components for government and corporate securities, mortgage pass-through securities and asset-backed securities.

The Bloomberg Barclays US Corporate Index (Investment Grade) is a broad-based benchmark that measures the investment grade, US dollar-dominated fixed-rate, taxable corporate bond market. It includes USD-denominated securities publicly issued by US and non-US industrial, utility, and financial issuers that meet specified maturity, liquidity, and quality requirements.

An investment cannot be made directly in an index

Sources: FactSet, Morningstar, Barclays POINT

The Global Industry Classification Standard ("GICS") is the exclusive property and a service mark of MSCI Inc. ("MSCI") and Standard & Poor's, a division of McGraw-Hill

Financial, Inc. ("S&P") and is licensed for use by Sentinel Investments. Neither MSCI, S&P nor any third party involved in making or compiling the GICS makes any express or implied warranties or representations and shall have no liability whatsoever with respect to GICS or the results to be obtained by the use thereof.

NOT FDIC INSURED • MAY LOSE VALUE • NO BANK GUARANTEE

Before investing, carefully consider a fund's objectives, risks, charges and expenses. Summary and full prospectuses containing this and other information are available from sentinelinvestments.com. Please read them carefully.