



MUTUAL FUNDS

John Hancock Preferred Income Fund

Ticker Symbol: HPI

A John Hancock Closed-End Fund

Q4 | 2009

Goal: Seeks to provide a high level of current income, consistent with preservation of capital. The Fund's secondary objective is to provide growth of capital to the extent consistent with its primary objective.

Strategy: Invests in a diversified portfolio of securities that, in the opinion of the Adviser, may be undervalued relative to similar securities in the marketplace. Under normal market conditions, the Fund invests at least 80% of its assets in preferred stocks and other preferred securities.

KEY STATISTICS AS OF 12/31/09

FUND FACTS

Ticker	HPI
CUSIP	41013W108
Inception date	8/27/02
Newspaper	JHanPrefInc
IPO Price	\$25.00
Listed Exchange	NYSE
Average Quality	BBB+

DISTRIBUTION HISTORY

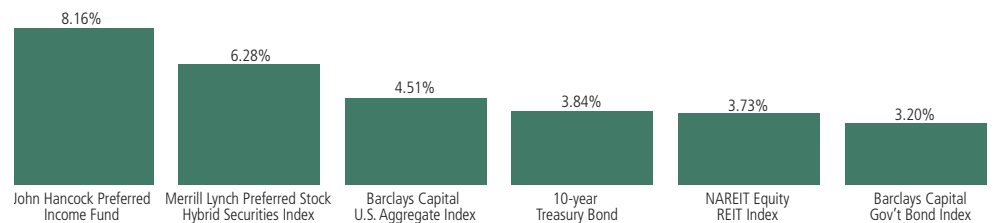
Frequency	Monthly
Payment date	Dividend per share
12/31/09	\$0.1240
11/30/09	\$0.1240
10/31/09	\$0.1240
09/30/09	\$0.1240
08/31/09	\$0.1240
07/31/09	\$0.1240

AVERAGE ANNUAL TOTAL RETURNS AS OF 12/31/09

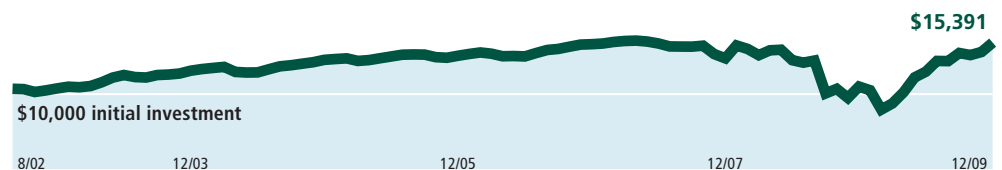
	1-year	3-year	5-year	10-year	Since inception	Inception date
At net asset value	50.13%	0.39%	2.83%	—	6.04%	8/27/02
At market	37.70%	-2.92%	2.31%	—	4.42%	8/27/02

Performance figures assume that all distributions are reinvested. For performance data current to the most recent month end, contact your financial professional or call 1-800-843-0090. The performance data contained within this material represents past performance, which does not guarantee future results. Due to market volatility, the Fund's current performance may be higher or lower and is subject to substantial changes.

CURRENT YIELD AS OF 12/31/09¹



GROWTH OF A HYPOTHETICAL \$10,000 INVESTMENT (8/27/02 TO 12/31/09)



Year-by-year total returns (%)

2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
—	—	0.44 ²	20.59	10.46	3.56	9.73	-10.76	-24.47	50.13

¹ The current yield for John Hancock Preferred Income Fund reflects the most recent dividend distribution annualized and divided by the net asset value (NAV) as of 12/31/09. The Merrill Lynch Preferred Stock Hybrid Securities Index is an unmanaged index consisting of a set of investment-grade, exchange-traded preferred stocks with outstanding market values of at least \$50 million that are covered by Merrill Lynch Fixed Income Research. The Index includes certain publicly issued, \$25- and \$100-par securities with at least one year to maturity. The NAREIT Equity REIT Index is an unmanaged index consisting of certain companies that own and operate income-producing real estate and have 75% or more of their respective gross invested assets in the equity or mortgage debt, respectively, of commercial properties. The Barclays Capital U.S. Aggregate Index is an unmanaged index consisting of certain publicly issued taxable U.S. investment-grade, fixed-rate, non-convertible, dollar-denominated bonds composed of government and corporate securities and mortgage pass-through and asset-backed securities with at least \$150 million par amount outstanding and at least one year to maturity. The Barclays Capital Government Bond Index is an unmanaged index consisting of certain public obligations of the U.S. Treasury and publicly issued debt of U.S. government agencies, quasi-federal corporations, and corporate or foreign debts that are U.S. dollar-denominated and non-convertible, with at least \$150 million par amount outstanding and at least one year to maturity. The historical yields shown here are for comparative purposes only and are no indication of the future yields of these indexes or of Preferred Income Fund. It is not possible to invest directly in any of these indexes.

² Results since inception (not annualized).

John Hancock Preferred Income Fund

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TEN LARGEST ISSUERS AS OF 12/31/09³

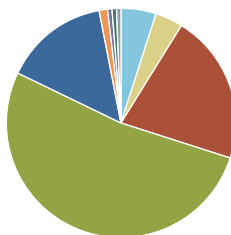
Nexen	4.61%	National City	2.95%
Telephone & Data Systems	3.61%	Interstate Power & Light Company	2.84%
Viacom	3.34%	HSBC Finance	2.68%
Comcast	3.06%	Barclays Bank PLC	2.65%
MetLife	3.04%	Wells Fargo	2.50%
TOTAL		31.28%	

LARGEST SECTORS AS OF 12/31/09³

Financials	49.95%	Energy	6.13%
Utilities	22.83%	Consumer Staples	1.39%
Consumer Discretionary	7.35%	TOTAL	94.32%
Telecommunication Services	6.67%		

CREDIT QUALITY BREAKDOWN⁴

AAA	5.03%
AA	3.97%
A	21.48%
BBB	53.17%
BB	15.03%
B	1.21%
CC	0.01%
C	0.01%
NR	0.09%



WHAT YOU SHOULD KNOW BEFORE INVESTING

If you are interested in investing in any of the John Hancock closed-end funds, please contact your financial professional. For current fund information or to request closed-end fund literature, call 1-800-843-0090 or visit our Web site at www.jhfunds.com.

Closed-End Fund information line (8:30 A.M. – 7:00 P.M., ET)	1-800-843-0090
Account information (9:00 A.M. – 7:00 P.M., ET)	1-800-852-0218

³ Listed holdings do not represent all of the holdings in the Fund. Holdings are subject to change at any time and are not recommendations to buy or sell any security. Characteristics are expressed as a percentage of net assets. Ten largest issuers excludes cash and cash equivalents.

⁴ Quality Breakdown table includes cash equivalent, fixed income, and preferred securities and excludes all other instruments. Ratings based on the highest rating between Standard and Poor's and Moody's, as applicable.

⁵ Closed-end fund shares are not redeemable, but instead are traded in the secondary market and frequently trade at a discount to net asset value. Specialized funds may carry additional risks.

⁶ As of July 31, 2009, annual report. On May 7, 2008, the preferred shares were redeemed and replaced with bank debt.

The performance data contained within this material represents past performance, which does not guarantee future results. Performance, especially for short time periods, should not be the sole factor in making your investment decision. Due to market volatility, the Fund's performance may be subject to substantial changes.

PORTFOLIO MANAGEMENT

MFC Global Investment Management (U.S.), LLC

Portfolio management is provided by MFC Global Investment Management (U.S.), LLC, the Fund's subadviser, under the supervision of John Hancock Advisers, LLC.



Gregory Phelps
Senior Vice President

Joined Fund team in 2002
Began career in 1981



Mark Maloney
Vice President

Joined Fund team in 2002
Began career in 1976

KEY STATISTICS AS OF 12/31/09

ADDITIONAL INFORMATION

NAV	\$18.24
Market price	\$17.10
Premium/Discount ⁵	-6.25%
Net assets	\$706.2
52-week market price range	\$6.51-\$17.56
% of total fund assets (leverage) ⁶	33.1%
No. of holdings	103
No. of issuers	87
Undistributed net investment income (per share) ⁶	\$-0.0010

PORTFOLIO HEDGE

Swap contracts⁶
67.0% Interest Rate Swaps

Visit us at www.jhfunds.com



John Hancock Funds

601 Congress Street ■ Boston, MA 02210-2805
1-800-843-0090 ■ 1-800-554-6713 TDD ■ www.jhfunds.com

NOT FDIC INSURED. MAY LOSE VALUE. NO BANK GUARANTEE. NOT INSURED BY ANY GOVERNMENT AGENCY.

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