

*John Hancock*

MUTUAL FUNDS

John Hancock  
International Growth Fund



**Annual Report**  
2.28.11

## CEO corner



### To Our Shareholders,

Stocks advanced sharply in the 12 months ended February 28, 2011, but the climb was hardly straight up. The market took several nosedives in the first six months and the broad market, as measured by the S&P 500 Index, was in negative territory midway through the period.

The period began in turmoil for equities, as weak economic data promoted fears of a double-dip recession, and the sovereign debt crisis in Europe made matters worse. But word that the U.S. Federal Reserve was ready to stimulate the economy via a second round of quantitative easing (QE2), plus improving economic data and strong corporate revenue growth, erased most thoughts of a return to recession. As a result, the market began a sustained rally in November 2010 that gathered strength through the end of the period, despite growing turmoil in the Middle East and rising oil prices.

For the entire 12-month period, the S&P 500 Index returned 22.57% — primarily on the strength of the last four months. The improving conditions also helped financial markets around the world to produce double-digit returns.

The bond market also posted positive, but much more modest, returns in the period, with their strongest showing coming in the first six months — the reverse of stocks' performance. In the first part of the period, the uncertain economy sparked a flight to the relative safety of Treasuries, sending their yields (which go down as prices go up) down to levels not seen in decades. Corporate bonds benefited from stronger corporate balance sheets and a demand for higher yields.

But in the second half of the period, growing confidence that the U.S. economy had turned a corner sent bond prices down and yields up as investors began to price in better economic conditions. For the 12-month period, the broad bond market returned 4.93%, as measured by the Barclays Capital U.S. Aggregate Bond Index.

The disparity in stock and bond results in this period supports the argument for having an investment portfolio that's well diversified among asset classes, styles and managers. The goal is to mitigate risk and help bolster long-term results by having at least one asset class performing well to offset the underperforming asset class of the moment. John Hancock Mutual Funds asset allocation strategies provide such diversity and are designed to boost and protect performance in unsettled markets.

Indeed, the markets grew more unsettled shortly after the period ended. In mid-March, a major earthquake and tsunami rocked northeastern Japan and, aside from the human tragedy, sparked fears about radiation contamination from a damaged nuclear power plant. Japan's stock market and other major financial markets around the world swooned briefly in response. Financial markets could remain volatile in the near term as events unfold. At times like these, we believe it is important to stay focused on your long-term investment objectives and remain steadfast in the midst of the markets' daily ups and downs.

Sincerely,

*Keith F. Hartstein*

Keith F Hartstein,  
President and Chief Executive Officer

P.S. If you haven't already done so, we encourage you to consider choosing electronic delivery for your John Hancock Mutual Funds reports and statements. You'll add a layer of identity protection for your documents and at the same time do well by planet Earth. To sign up, please go to [www.jhfunds.com/edelivery](http://www.jhfunds.com/edelivery). Thank you.

This commentary reflects the CEO's views as of March 31, 2011. They are subject to change at any time. For more up-to-date information, you can visit our Web site at [www.jhfunds.com](http://www.jhfunds.com).

**Not part of the annual report**

### TABLE OF CONTENTS

Your fund at a glance  
**page 1**

Managers' report  
**page 2**

### ANNUAL REPORT

Management's  
discussion of Fund  
performance  
**page 6**

A look at performance  
**page 7**

Your expenses  
**page 9**

Portfolio summary  
**page 11**

Fund's investments  
**page 12**

Financial statements  
**page 23**

Financial highlights  
**page 27**

Notes to financial  
statements  
**page 30**

Trustees and Officers  
**page 44**

More information  
**page 48**

## Your fund at a glance

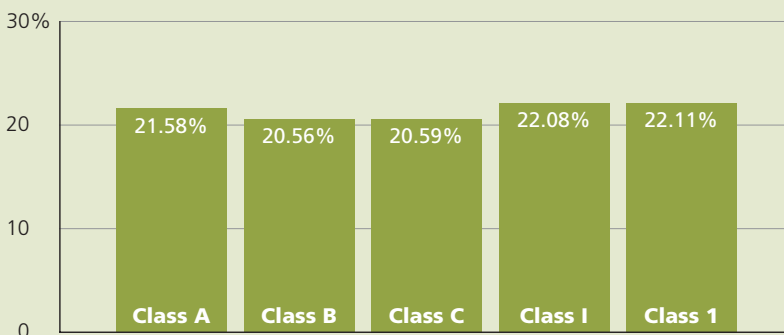
The Fund seeks high total return primarily through capital appreciation. Under normal market conditions, the Fund invests at least 80% of its total assets in equity investments. The Fund typically invests in a diversified portfolio of equity investments from a number of developed markets outside the U.S.

### Over the last twelve months

- ▶ International stocks recorded healthy gains, as the Federal Reserve Board's decision to stimulate the U.S. economy through a second round of quantitative easing (QE2) boosted stocks at home and abroad.
- ▶ The Fund performed about in line with its benchmark and topped its Morningstar, Inc. peer group, aided considerably by momentum input from our quantitative model. Sectors adding the most value were industrials, financials and consumer staples.
- ▶ Valuation and quality were less useful screens during the period. Those criteria were instrumental in our decision to overweight the health care sector, which detracted from performance.

### John Hancock International Growth Fund

Fund performance for the year ended February 28, 2011.



Total returns for the Fund are at net asset value with all distributions reinvested. These returns do not reflect the deduction of the maximum sales charge, which would reduce the performance shown above.

Past performance is no guarantee of future results.

# Managers' report

John Hancock

## International Growth Fund

**International stocks fared quite well during the 12 months ended**

**February 28, 2011, thanks to a vigorous second-half rally.** During the first half of the period, from March 2010 through the end of August 2010, global stock markets struggled with concern about the European sovereign debt crisis, especially the fiscal challenges of Greece. Other factors keeping share prices in check were weakness in the energy sector following the explosion of a drilling rig operated by energy major BP in the Gulf of Mexico — and the subsequent massive oil spill it created — as well as tepid data on the U.S. economy that led investors to fear a double-dip recession that could spread beyond American shores.

Over the summer, anxiety about the European debt situation eased and BP managed to contain its leaking undersea well. Meanwhile, U.S. Federal Reserve Board Chairman

Ben Bernanke remarked during a speech on August 27 that the Fed was considering another round of quantitative easing, which involves the purchase of longer-term Treasury securities in an effort to stimulate economic growth. This second round of quantitative easing, dubbed QE2, began in November. Although QE2 didn't have the expected impact of lowering long-term interest rates, investors took Bernanke's speech as a sign of the Fed's commitment to backstopping the U.S. economy, which triggered an impressive rally in foreign and domestic stocks alike. As a result, the Fund's benchmark, the MSCI EAFE Growth Index, returned 21.72% in the period.

Along the way, there was another scare about eurozone sovereign debt — this time focusing on Ireland. Additionally, near the end of the period, growing concern about political

### TOP 10 HOLDINGS<sup>1</sup>

GlaxoSmithKline PLC.....	3.5%
Nestle SA.....	3.2%
Novo Nordisk A/S.....	2.9%
Roche Holdings AG.....	2.4%
Novartis AG.....	1.8%
British American Tobacco PLC.....	1.6%
SAP AG.....	1.5%
Daimler AG.....	1.4%
Honda Motor Company, Ltd.....	1.2%
Canon, Inc.....	1.2%



**Portfolio Managers Dr. Thomas Hancock and Sam Wilderman  
Grantham, Mayo, Van Otterloo & Co. LLC (GMO)**

instability in the Middle East triggered a surge in crude oil prices and led some investors to take profits on recent gains. Despite these headwinds, stock prices posted solid gains for the full period.

Lifted by growing confidence in a global economic recovery, the energy, consumer discretionary and materials sectors posted the benchmark's strongest returns, with gains of 30% or better, followed closely by the industrials and information technology sectors, with benchmark returns topping 25%. Conversely, health care, consumer staples and utilities — all defensive sectors — recorded more modest gains.

**Performance explained**

For the 12 months ended February 28, 2011, John Hancock International Growth Fund's Class A shares returned 21.58% at net asset value (NAV), about in line with

the 21.72% mark of the Fund's benchmark, the MSCI EAFE Growth Index. The Fund's result topped the 20.63% return of the average foreign large blend fund monitored by Morningstar, Inc.<sup>2</sup> For comparison purposes, the S&P 500 Index, a widely followed proxy for U.S. large-cap stocks, gained 22.57%. Please see page one for NAV performance data on other share classes during the period, and pages seven and eight for historical performance information. Keep in mind that your NAV return will be different from the Fund's performance if you were not invested for the entire period or did not reinvest all Fund distributions.

With respect to the three inputs of our quantitative model — valuation, quality and momentum — the best performance came from momentum. Against the backdrop of investors' renewed willingness to embrace risky assets, many stocks enjoyed solid, well-defined uptrends that our momentum criteria detected. On the other hand, there was a relatively wide valuation spread between higher-quality and lower-quality stocks in our investment universe, making it difficult to find attractive valuation/quality combinations.

---

**“International stocks fared quite well during the 12 months ended February 28, 2011, thanks to a vigorous second-half rally.”**

---

### Industrials provide a boost

At the sector level, the strongest contributions to relative performance came from industrials, financials and consumer staples. In industrials, stock selection was the driving factor, while in financials and consumer staples, the Fund's underweighted exposure was more significant. Geographically, Denmark, Sweden and Japan were noteworthy contributors. The top individual contributor was Danish insulin maker Novo Nordisk A/S, whose stock advanced by more than 80%. A strong product pipeline was among the factors lifting the company's shares. Overweighting U.K.-headquartered mining company Rio Tinto PLC worked out well amid rising prices for industrials metals and minerals. Underweighting two weak benchmark components from the financial sector, Barclays PLC and Westpac Banking Corp., based in the United Kingdom and Australia, respectively, also aided the Fund's relative performance. Not owning Israel-based Teva Pharmaceuticals further bolstered performance. In June, Teva was added to the benchmark when Israel was upgraded to developed market status. The stock had a strong run leading up to the change but struggled thereafter.

### Large overweighting in health care detracts

The biggest negative sector impact came from the Fund's sizable overweighting in health care, which was driven mainly by quality and valuation considerations.

Fortunately, we were able to offset that negative through favorable stock picking in the sector. On a country basis, weak picks in Switzerland detracted. Additionally, our efforts to hedge an out-of-benchmark Canadian exposure via currency forward contracts had a mildly negative impact.

At the stock level, a large overweighting in U.K. drug stock GlaxoSmithKline PLC, the Fund's largest holding at the end of the reporting period, was counterproductive. Litigation surrounding Avandia, the company's diabetes medication, and increasing competition from generic drugs kept a lid on the stock's gain during the period. That said, the company announced in February that it would resume buying back stock for the first time since 2008, and we continued to like the shares based on quality and valuation considerations. The next four detractors were strong-performing benchmark

#### SECTOR COMPOSITION<sup>3</sup>

Health Care .....	17%
Consumer Discretionary ...	16%
Industrials .....	16%
Consumer Staples .....	13%
Materials .....	9%
Information Technology....	8%
Financials.....	8%
Telecommunication Services .....	4%
Energy .....	3%
Utilities .....	2%
Short-Term Securities & Other .....	4%

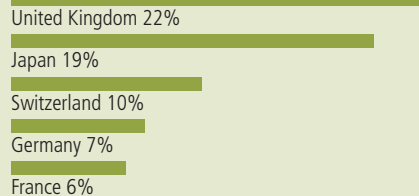
components we either underweighted or didn't own for quality or valuation reasons: Australian natural resources company BHP Billiton Ltd., German automaker Daimler AG, Swiss bank UBS AG and German industrial conglomerate Siemens AG.

## Outlook

We are relatively optimistic about the stocks in our universe, especially European equities. Although share prices have rebounded strongly over the past two years, earnings have come back even stronger, with the result that overall valuations have remained reasonable. Shortly after the period ended, Japan suffered from tragic disasters that may have a material negative impact on the country's economy. While the ultimate cost of the earthquake and its after-effects is uncertain at this point, the reaction in the stock market has been severe. While this has punished holdings in the portfolio, we feel it has presented some attractive valuation opportunities in which to invest, as we believe the market reaction was motivated more by fear than reason.

**“Against the backdrop of investors’ renewed willingness to embrace risky assets, many stocks enjoyed solid, well-defined uptrends that our momentum criteria detected.”**

### TOP FIVE COUNTRIES<sup>1</sup>



This commentary reflects the views of the portfolio managers through the end of the Fund's period discussed in this report. The managers' statements reflect their own opinions. As such, they are in no way guarantees of future events and are not intended to be used as investment advice or a recommendation regarding any specific security. They are also subject to change at any time as market and other conditions warrant.

### Past performance is no guarantee of future results.

International investing involves special risks such as political, economic and currency risks and differences in accounting standards and financial reporting. Sector investing is subject to greater risks than the market as a whole. Because the Fund may focus on particular sectors of the economy, its performance may depend on the performance of those sectors.

<sup>1</sup> As a percentage of net assets on 2-28-11. Cash and cash equivalents are not included in Top 10 Holdings and Top Five Countries.

<sup>2</sup> Figures from Morningstar, Inc. include reinvested dividends and do not take into account sales charges. Actual load-adjusted performance is lower.

<sup>3</sup> As a percentage of net assets on 2-28-11.

# Fund performance

By Grantham, Mayo, Van Otterloo & Co. LLC

**International stocks** fared quite well during the 12 months ended February 28, 2011, thanks to a vigorous second-half rally. During the first half of the period, global markets struggled with concern about the European sovereign debt crisis, weakness in the energy sector following the BP drilling rig explosion and oil leak in the Gulf of Mexico and tepid data on the U.S. economy that led investors to fear a double-dip recession. Over the summer, anxiety about the European debt situation eased and BP managed to contain its leaking undersea well. Meanwhile, the Federal Reserve proposed another round of quantitative easing to stimulate U.S. economic growth. The Fed's remarks ignited a global stock rally that boosted the MSCI EAFE Growth Index to a gain of 21.72%, while the average large blend fund monitored by Morningstar, Inc. advanced 20.63%.

During the period, John Hancock International Growth Fund's Class A shares returned 21.58% at net asset value. The strongest sector contributions came from industrials, financials and consumer staples. Geographically, Denmark, Sweden and Japan were noteworthy contributors. The top individual contributor was Danish insulin maker Novo Nordisk A/S, whose stock advanced by more than 80%. Overweighting U.K.-headquartered mining company Rio Tinto PLC also helped, as did underweighting two weak benchmark components from the financial sector, Barclays PLC and Westpac Banking Corp. Not owning Israel-based Teva Pharmaceuticals further bolstered performance. Conversely, the Fund's sizable overweighting in health care weighed on performance, although we offset that negative with positive stock selection in the sector. On a country basis, weak picks in Switzerland detracted. Additionally, our efforts to hedge an out-of-benchmark Canadian exposure via currency forward contracts had a mildly negative impact. At the stock level, a large overweighting in U.K. drug stock GlaxoSmithKline PLC was counterproductive. Other notable detractors were benchmark components we underweighted or didn't own for quality or valuation reasons: Australian natural resources company BHP Billiton Ltd, Swiss bank UBS AG and two German stocks, automaker Daimler AG and industrial conglomerate Siemens AG.

This commentary reflects the views of the portfolio managers through the end of the Fund's period discussed in this report. The managers' statements reflect their own opinions. As such, they are in no way guarantees of future events and are not intended to be used as investment advice or a recommendation regarding any specific security. They are also subject to change at any time as market and other conditions warrant.

**Past performance is no guarantee of future results.**

International investing involves special risks such as political, economic and currency risks and differences in accounting standards and financial reporting. Sector investing is subject to greater risks than the market as a whole. Because the Fund may focus on particular sectors of the economy, its performance may depend on the performance of those sectors.

# A look at performance

## For the period ended February 28, 2011

	Average annual total returns (%) with maximum sales charge (POP)				Cumulative total returns (%) with maximum sales charge (POP)			
	1-year	5-year	10-year	Since inception <sup>1</sup>	1-year	5-year	10-year	Since inception <sup>1</sup>
Class A	15.52	—	—	2.78	15.52	—	—	13.85
Class B	15.56	—	—	2.75	15.56	—	—	13.66
Class C	19.59	—	—	3.11	19.59	—	—	15.56
Class I <sup>2</sup>	22.08	—	—	4.37	22.08	—	—	22.41
Class 1 <sup>2</sup>	22.11	—	—	4.39	22.11	—	—	22.50

Performance figures assume all distributions are reinvested. Public offering price (POP) figures reflect maximum sales charges on Class A shares of 5%, and the applicable contingent deferred sales charge (CDSC) on Class B shares and Class C shares. The Class B shares' CDSC declines annually between years 1 to 6 according to the following schedule: 5, 4, 3, 3, 2, 1%. No sales charge will be assessed after the sixth year. Class C shares held for less than one year are subject to a 1% CDSC. Sales charges are not applicable for Class I and Class 1 shares.

The expense ratios of the Fund, both net (including any fee waivers or expense limitations) and gross (excluding any fee waivers or expense limitations), are set forth according to the most recent publicly available prospectuses for the Fund and may differ from the expense ratios disclosed in the Financial Highlights tables in this report. The waivers and expense limitations are contractual at least until 6-30-11. The net expenses are as follows: Class A — 1.70%, Class B — 2.40%, Class C — 2.40 and Class 1 — 1.20%. Had the fee waivers and expense limitations not been in place, the gross expenses would be as follows: Class A — 1.79%, Class B — 4.17%, Class C — 3.67% and Class 1 — 1.22%. For Class I, the net expenses equal the gross expenses and are 1.23%.

The returns reflect past results and should not be considered indicative of future performance. The return and principal value of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Due to market volatility, the Fund's current performance may be higher or lower than the performance shown. For current to the most recent month-end performance data, please call 1-800-225-5291 or visit the Fund's Web site at [www.jhfunds.com](http://www.jhfunds.com).

The performance table above and the chart on the next page do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The Fund's performance results reflect any applicable expense reductions, without which the expenses increase and results would have been less favorable.

<sup>1</sup> From 6-12-06.

<sup>2</sup> For certain types of investors, as described in the Fund's Class I and Class 1 shares prospectuses.

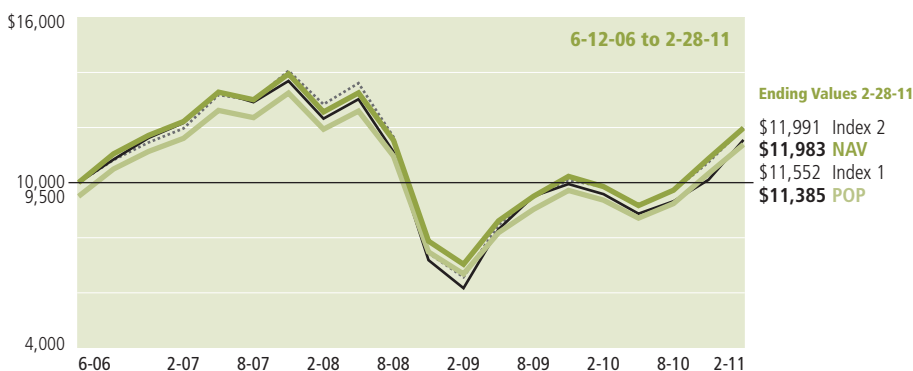
# A look at performance

## Growth of \$10,000

This chart shows what happened to a hypothetical \$10,000 investment in John Hancock International Growth Fund Class A shares for the period indicated. For comparison, we've shown the same investment in two separate indexes.

NAV<sup>1</sup> — Class A without sales charge  
POP<sup>1</sup> — Class A with sales charge

Index 1 ..... MSCI EAFE Index (gross of foreign withholding tax on dividends)  
Index 2 — MSCI EAFE Growth Index (gross of foreign withholding tax on dividends)



	Period beginning	Without sales charge	With maximum sales charge	Index 1	Index 2
<b>Class B</b>	6-12-06	\$11,566	\$11,366	\$11,552	\$11,991
<b>Class C<sup>2</sup></b>	6-12-06	11,556	11,556	11,552	11,991
<b>Class I<sup>3</sup></b>	6-12-06	12,241	12,241	11,552	11,991
<b>Class 1<sup>3</sup></b>	6-12-06	12,250	12,250	11,552	11,991

Assuming all distributions were reinvested for the period indicated, the table above shows the value of a \$10,000 investment in the Fund's Class B, Class C, Class I and Class 1 shares, respectively, as of 2-28-11. Performance of the classes will vary based on the difference in sales charges paid by shareholders investing in the different classes and the fee structure of those classes.

**MSCI EAFE Index** (gross of foreign withholding tax on dividends) — **Index 1** — is a free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the U.S. and Canada. The index consists of 21 developed market country indexes.

**MSCI EAFE Growth Index** (gross of foreign withholding tax on dividends) — **Index 2** — is a free float-adjusted market capitalization index that is designed to measure the performance of growth-oriented developed market stocks within Europe, Australasia and the Far East. The Index consists of 21 developed market country indexes.

It is not possible to invest directly in an index. Index figures do not reflect sales charges, which would have resulted in lower values if they did.

<sup>1</sup> NAV represents net asset value and POP represents public offering price.

<sup>2</sup> The contingent deferred sales charge, if any, is not applicable.

<sup>3</sup> For certain types of investors, as described in the Fund's Class I and Class 1 shares prospectuses.

# Your expenses

These examples are intended to help you understand your ongoing operating expenses.

## Understanding fund expenses

As a shareholder of the Fund, you incur two types of costs:

- **Transaction costs** which include sales charges (loads) on purchases or redemptions (varies by share class), minimum account fee charge, etc.
- **Ongoing operating expenses** including management fees, distribution and service fees (if applicable), and other fund expenses.

We are going to present only your ongoing operating expenses here.

## Actual expenses/actual returns

This example is intended to provide information about the Fund's actual ongoing operating expenses, and is based on the Fund's actual return. It assumes an account value of \$1,000.00 on September 1, 2010 with the same investment held until February 28, 2011.

	Account value on 9-1-10	Ending value on 2-28-11	Expenses paid during period ended 2-28-11 <sup>1</sup>
<b>Class A</b>	\$1,000.00	\$1,232.10	\$8.86
<b>Class B</b>	1,000.00	1,226.80	13.25
<b>Class C</b>	1,000.00	1,227.10	13.25
<b>Class I</b>	1,000.00	1,234.30	6.32
<b>Class 1</b>	1,000.00	1,234.60	6.26

Together with the value of your account, you may use this information to estimate the operating expenses that you paid over the period. Simply divide your account value at February 28, 2011, by \$1,000.00, then multiply it by the "expenses paid" for your share class from the table above. For example, for an account value of \$8,600.00, the operating expenses should be calculated as follows:

## Example

$$\left[ \frac{\text{My account value}}{\$8,600.00} / \$1,000.00 = 8.6 \right] \times \$ \left[ \begin{array}{l} \text{"expenses paid"} \\ \text{from table} \end{array} \right] = \text{My actual expenses}$$

# Your expenses

## Hypothetical example for comparison purposes

This table allows you to compare the Fund's ongoing operating expenses with those of any other fund. It provides an example of the Fund's hypothetical account values and hypothetical expenses based on each class's actual expense ratio and an assumed 5% annualized return before expenses (which is not the Fund's actual return). It assumes an account value of \$1,000.00 on September 1, 2010, with the same investment held until February 28, 2011. Look in any other fund shareholder report to find its hypothetical example and you will be able to compare these expenses.

	Account value on 9-1-10	Ending value on 2-28-11	Expenses paid during period ended 2-28-11 <sup>1</sup>
<b>Class A</b>	\$1,000.00	\$1,016.90	\$8.00
<b>Class B</b>	1,000.00	1,012.90	11.98
<b>Class C</b>	1,000.00	1,012.90	11.98
<b>Class I</b>	1,000.00	1,019.10	5.71
<b>Class 1</b>	1,000.00	1,019.20	5.66

Remember, these examples do not include any transaction costs, therefore, these examples will not help you to determine the relative total costs of owning different funds. If transaction costs were included, your expenses would have been higher. See the prospectus for details regarding transaction costs.

<sup>1</sup> Expenses are equal to the Fund's annualized expense ratio of 1.60%, 2.40%, 2.40%, 1.14% and 1.13% for Class A, Class B, Class C, Class I and Class 1 shares, respectively, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

# Portfolio summary

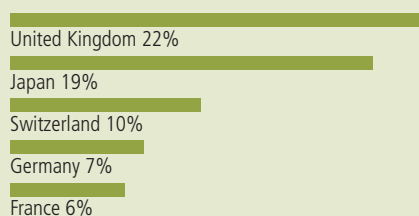
## Top 10 Holdings<sup>1</sup>

GlaxoSmithKline PLC	3.5%	British American Tobacco PLC	1.6%
Nestle SA	3.2%	SAP AG	1.5%
Novo Nordisk A/S	2.9%	Daimler AG	1.4%
Roche Holdings AG	2.4%	Honda Motor Company, Ltd.	1.2%
Novartis AG	1.8%	Canon, Inc.	1.2%

## Sector Composition<sup>2,3</sup>

Health Care	17%	Financials	8%
Consumer Discretionary	16%	Telecommunication Services	4%
Industrials	16%	Energy	3%
Consumer Staples	13%	Utilities	2%
Materials	9%	Short-Term Securities & Other	4%
Information Technology	8%		

## TOP FIVE COUNTRIES<sup>1,3</sup>



<sup>1</sup> As a percentage of net assets on 2-28-11. Cash and cash equivalents not included in Top 10 Holdings and Top Five Countries.

<sup>2</sup> As a percentage of net assets on 2-28-11.

<sup>3</sup> International investing involves special risks such as political, economic and currency risks and differences in accounting standards and financial reporting. Sector investing is subject to greater risks than the market as a whole. Because the Fund may focus on particular sectors of the economy, its performance may depend on the performance of those sectors.

# Fund's investments

As of 2-28-11

	Shares	Value
<b>Common Stocks 93.99%</b>		<b>\$242,526,085</b>
(Cost \$203,718,076)		
<b>Australia 4.02%</b>		<b>10,383,783</b>
BHP Billiton, Ltd.	45,178	2,134,417
Cochlear, Ltd.	3,748	296,225
CSL, Ltd.	15,954	579,731
Fortescue Metals Group, Ltd. (I)	31,629	216,178
JB Hi-Fi, Ltd. (L)	7,072	141,478
Newcrest Mining, Ltd.	17,436	676,110
Rio Tinto, Ltd.	16,443	1,435,153
Sims Group, Ltd.	6,858	131,100
Telstra Corp., Ltd.	193,663	551,500
Wesfarmers, Ltd.	15,801	532,969
Westpac Banking Corp.	16,846	405,667
Woodside Petroleum, Ltd. (L)	22,686	988,407
Woolworths, Ltd.	83,638	2,294,848
<b>Austria 0.27%</b>		<b>688,618</b>
Andritz AG	2,881	243,497
Immofinanz AG (I)(L)	39,303	173,653
Immofinanz AG — Escrow Shares (I)(L)	49,581	0
Raiffeisen International Bank Holding AG	2,773	166,568
Voestalpine AG	2,267	104,900
<b>Belgium 0.97%</b>		<b>2,509,541</b>
Anheuser-Busch InBev NV	5,495	307,082
Bekaert SA	4,005	434,743
Belgacom SA	6,631	248,512
Colruyt SA	9,285	466,587
Delhaize Group SA	2,611	201,919
Mobistar SA	3,863	246,676
Telenet Group Holding NV (I)	5,111	229,204
Umicore	7,428	374,818
<b>Bermuda 0.23%</b>		<b>582,458</b>
Alliance Oil Company, Ltd., SADR (I)	6,651	119,596
Frontline, Ltd.	3,858	104,455
Golden Ocean Group, Ltd. (L)	63,400	81,773
Seadrill, Ltd.	7,262	276,634

	Shares	Value
<b>Canada 3.12%</b>		<b>\$8,050,162</b>
Bank of Montreal (L)	6,200	395,401
Barrick Gold Corp.	27,600	1,456,773
Canadian National Railway Company	22,600	1,652,983
Eldorado Gold Corp.	15,300	260,630
Enbridge, Inc.	4,600	274,849
Imperial Oil, Ltd.	3,900	203,079
Magna International, Inc.	10,700	526,988
Pacific Rubiales Energy Corp.	6,600	221,189
Potash Corp. of Saskatchewan, Inc.	2,400	147,871
Research In Motion, Ltd. (I)	12,700	838,562
Rogers Communications, Inc., Class B	10,100	356,575
Royal Bank of Canada	4,200	245,503
Saputo, Inc.	4,900	207,590
Shaw Communications, Inc., Class B	6,000	127,775
Shoppers Drug Mart Corp.	8,700	368,936
Silver Wheaton Corp. (I)	5,500	233,802
Teck Resources, Ltd., Class B	6,400	354,073
Valeant Pharmaceuticals International, Inc.	4,425	177,583
<b>Cayman Islands 0.14%</b>		<b>366,540</b>
Sands China, Ltd. (I)	90,000	214,789
Wynn Macau, Ltd.	56,000	151,751
<b>Denmark 3.55%</b>		<b>9,153,370</b>
A P Moller Maersk A/S, Series A	21	208,186
Carlsberg A/S	5,058	537,793
Danske Bank A/S (I)	15,321	359,365
Novo Nordisk A/S	58,767	7,399,479
Novozymes A/S, B Shares	4,639	648,547
<b>Finland 1.11%</b>		<b>2,868,437</b>
Kone Oyj (L)	11,134	607,369
Metra Oyj	5,174	397,636
Metso Oyj	9,734	503,013
Nokia AB Oyj	20,710	178,527
Nokian Renkaat Oyj	6,062	247,076
Stora Enso Oyj, Series R	25,531	288,149
UPM-Kymmene Oyj	32,518	646,667
<b>France 6.38%</b>		<b>16,472,940</b>
Air Liquide SA	2,323	300,664
Arkema	3,329	243,563
BNP Paribas	20,446	1,598,084
Bureau Veritas SA	4,684	361,493
Carrefour SA	5,212	255,888
Christian Dior SA	1,369	197,408
Cie de Saint-Gobain SA	3,778	225,792
Credit Agricole SA	12,073	212,183
Danone SA	9,579	600,374
Dassault Systemes SA	3,681	281,832
Essilor International SA	4,567	326,151

	Shares	Value
<b>France (continued)</b>		
Eutelsat Communications	5,471	\$218,245
Hermes International SA	3,669	798,818
L'Oreal SA	7,961	925,690
Legrand SA, ADR	8,608	361,040
LVMH Moët Hennessy Louis Vuitton SA	11,960	1,885,209
Neopost SA	2,001	189,795
Peugeot SA (I)	5,367	215,015
PPR	3,033	460,445
Publicis Groupe SA	3,402	194,076
Renault SA (I)	13,874	850,798
Rhodia SA	6,377	183,939
Safran SA	8,249	293,776
Sanofi-Aventis SA	19,065	1,316,087
Schneider Electric SA	5,011	828,820
SEB SA	1,638	161,071
Societe Generale	11,284	794,384
Total SA	19,529	1,198,206
Valeo SA (I)	4,387	273,178
Vallourec SA	1,832	189,647
Wendel	3,040	313,697
Zodiac SA	3,122	217,572
<b>Germany 6.47%</b>		<b>16,703,916</b>
Adidas AG	5,063	324,875
BASF SE	17,048	1,417,563
Bayerische Motoren Werke (BMW) AG	30,580	2,480,100
Beiersdorf AG	4,055	243,421
Daimler AG (I)	51,634	3,636,868
Deutsche Lufthansa AG (I)	13,692	279,888
Henkel AG & Company, KGaA	993	50,704
Infineon Technologies AG	57,022	623,710
K&S AG	3,272	252,567
Lanxess AG	11,207	834,051
Linde AG	1,491	227,632
MAN AG	7,053	895,523
Metro AG	2,605	190,542
Norddeutsche Affinerie AG (L)	1,710	91,002
SAP AG	62,792	3,788,493
Software AG	1,774	286,291
Stada Arzneimittel AG	7,447	297,930
Suedzucker AG	3,083	84,687
Symrise AG	6,284	164,940
Volkswagen AG	2,281	346,457
Wacker Chemie AG	1,012	186,672
<b>Greece 0.38%</b>		<b>969,065</b>
Alpha Bank A.E. (I)	14,196	94,653
EFG Eurobank Ergasias SA (I)	14,671	93,765
National Bank of Greece SA (I)	44,525	416,914
OPAP SA	17,418	363,733

	Shares	Value
<b>Hong Kong 2.44%</b>		<b>\$6,286,908</b>
BOC Hong Kong Holdings, Ltd.	79,500	247,474
Cathay Pacific Airways, Ltd.	83,000	194,033
CLP Holdings, Ltd.	110,500	902,653
Esprit Holdings, Ltd.	83,663	411,863
Hang Seng Bank, Ltd.	31,700	507,214
Hong Kong & China Gas Company, Ltd.	299,550	675,027
Hong Kong Electric Holdings, Ltd.	85,500	559,002
Hong Kong Exchanges & Clearing, Ltd.	37,400	813,369
Hutchison Whampoa, Ltd.	74,000	875,629
Jardine Matheson Holdings, Ltd.	6,000	277,078
SJM Holdings, Ltd.	142,000	210,503
Sun Hung Kai Properties, Ltd.	8,000	129,261
Swire Pacific, Ltd., Class A	34,500	483,802
<b>Ireland 1.01%</b>		<b>2,612,006</b>
CRH PLC	24,280	561,534
Experian PLC	42,058	533,225
Shire PLC	53,588	1,517,247
<b>Israel 0.07%</b>		<b>192,700</b>
Israel Chemicals, Ltd.	11,591	192,700
<b>Italy 0.16%</b>		<b>419,063</b>
Assicurazioni Generali SpA	5,014	113,464
Fiat SpA	14,478	134,606
Mediobanca SpA	16,159	170,993
<b>Japan 19.35%</b>		<b>49,920,127</b>
AEON Company, Ltd. (L)	17,800	224,635
Asahi Glass Company, Ltd.	18,000	251,404
Astellas Pharma, Inc.	12,700	498,759
Canon, Inc.	61,500	2,974,422
Central Japan Railway Company, Ltd.	43	385,039
Chugai Pharmaceutical Company, Ltd.	18,300	352,061
Daihatsu Motor Company, Ltd.	12,000	189,573
Daiichi Sankyo Company, Ltd.	11,100	238,216
Dainippon Ink & Chemicals, Inc.	44,000	117,060
Daito Trust Construction Company, Ltd.	13,000	1,065,405
Dena Company, Ltd.	11,900	459,428
Denso Corp.	4,300	161,154
Eisai Company, Ltd. (L)	13,000	486,359
FamilyMart Company, Ltd.	3,800	143,835
Fanuc, Ltd.	15,900	2,474,939
Fast Retailing Company, Ltd.	4,600	721,937
Fuji Heavy Industries, Ltd.	44,000	379,169
Fujitsu, Ltd.	24,000	162,414
Gree, Inc.	8,500	138,693
Hirose Electric Company, Ltd.	2,700	309,565
Hisamitsu Pharmaceutical Company, Inc.	10,900	440,293
Hitachi, Ltd.	324,000	1,966,978
Honda Motor Company, Ltd.	68,300	2,977,961

	Shares	Value
<b>Japan (continued)</b>		
Hoya Corp.	32,900	\$787,410
Idemitsu Kosan Company, Ltd.	1,300	153,867
Inpex Corp.	130	914,148
Ishikawajima-Harima Heavy Industries Company, Ltd.	55,000	144,422
Isuzu Motors, Ltd.	118,000	531,727
Itochu Corp.	30,300	314,720
Japan Tobacco, Inc.	88	365,981
JX Holdings, Inc.	89,400	628,655
Kao Corp.	46,000	1,240,338
Kawasaki Kisen Kaisha, Ltd.	55,000	240,260
KDDI Corp.	64	415,458
Keyence Corp.	4,100	1,118,276
Kintetsu Corp. (L)	51,000	161,217
Kobe Steel Company, Ltd.	88,000	240,990
Komatsu, Ltd.	39,700	1,216,152
Kurita Water Industries, Ltd.	5,300	150,549
Lawson, Inc.	6,100	300,519
Marubeni Corp.	13,000	99,749
Mazda Motor Corp.	62,000	159,890
Mitsubishi Chemical Holdings Corp.	114,000	834,906
Mitsubishi Electric Corp.	52,000	616,517
Mitsubishi Estate Company, Ltd.	11,000	225,210
Mitsui O.S.K. Lines, Ltd.	61,000	405,023
Murata Manufacturing Company, Ltd.	10,100	753,598
Nabtesco Corp.	6,900	164,069
NHK Spring Company, Ltd.	19,000	222,831
Nidec Corp. (L)	3,500	326,116
Nintendo Company, Ltd.	3,800	1,115,822
Nippon Yusen Kabushiki Kaisha	77,000	339,897
Nissan Motor Company, Ltd.	91,100	934,311
Nitori Company, Ltd.	5,800	513,593
Nitto Denko Corp.	10,300	622,607
Nomura Research Institute, Ltd.	8,300	194,775
NSK, Ltd.	22,000	210,274
NTT Data Corp.	37	131,909
NTT DoCoMo, Inc.	554	1,041,107
Odakyu Electric Railway Company, Ltd.	42,000	391,320
Olympus Corp.	6,400	187,646
Omron Corp.	9,600	267,097
Ono Pharmaceutical Company, Ltd.	2,200	115,106
Oriental Land Company, Ltd.	4,300	430,420
ORIX Corp.	880	98,864
Rakuten, Inc.	259	230,516
Resona Holdings, Inc.	12,700	69,370
Ricoh Company, Ltd.	29,000	383,783
Sankyo Company, Ltd.	2,600	147,472
Santen Pharmaceutical Company, Ltd.	6,500	254,167
Sawai Pharmaceutical Company, Ltd.	2,500	234,487

	Shares	Value
<b>Japan (continued)</b>		
Secom Company, Ltd.	13,200	\$665,968
SEGA SAMMMY HOLDINGS, Inc.	10,900	248,531
Shimamura Company, Ltd.	1,900	183,781
Shin-Etsu Chemical Company, Ltd.	11,700	674,187
Shionogi & Company, Ltd.	12,600	239,231
Shiseido Company, Ltd.	18,000	366,681
SMC Corp.	3,400	582,109
Softbank Corp.	43,000	1,769,838
Stanley Electric Company, Ltd.	12,400	228,202
Sumitomo Corp.	34,700	514,959
Sumitomo Heavy Industries, Ltd.	22,000	154,792
Sysmex Corp.	3,200	207,685
Takeda Pharmaceutical Company, Ltd.	42,100	2,094,884
Teijin, Ltd.	39,000	188,981
Terumo Corp.	15,500	850,177
The Sumitomo Trust & Banking Company, Ltd.	24,000	152,811
THK Company, Ltd.	6,700	177,302
Toshiba Corp.	47,000	308,254
Toyota Tsusho Corp.	12,100	229,943
Trend Micro, Inc.	7,300	226,946
Tsumura & Company, Ltd.	6,200	201,229
Unicharm Corp.	19,300	747,354
Yahoo! Japan Corp.	1,116	420,576
Yamada Denki Company, Ltd.	4,520	345,078
Yamato Kogyo Company, Ltd.	4,200	138,556
Zeon Corp.	23,000	235,632
<b>Luxembourg 0.33%</b>		<b>838,442</b>
Millicom International Cellular SA	5,161	452,530
Oriflame Cosmetics SA	3,026	177,308
SES SA	8,103	208,604
<b>Netherlands 2.06%</b>		<b>5,311,352</b>
Aegon NV (I)	30,018	230,895
ASML Holding NV	7,445	322,969
Fugro NV	4,794	403,734
Heineken NV	7,027	362,385
Koninklijke (Royal) KPN NV	61,895	1,002,245
Koninklijke Philips Electronics NV	10,932	356,796
Koninklijke Vopak NV	4,877	236,059
Reed Elsevier NV	36,234	478,404
Unilever NV (L)	63,545	1,917,865
<b>Norway 0.48%</b>		<b>1,242,818</b>
Norsk Hydro ASA	20,011	165,098
Statoil ASA	5,134	135,302
Telenor ASA	6,900	114,681
TGS Nopec Geophysical Company ASA	10,055	260,178
Yara International ASA	10,709	567,559

	Shares	Value
<b>Singapore 3.32%</b>		<b>\$8,570,613</b>
CapitaCommercial Trust	157,000	170,722
Cosco Corp. Singapore, Ltd.	161,000	249,975
Ezra Holdings, Ltd.	103,000	126,888
Fraser and Neave, Ltd.	55,000	243,138
Genting Singapore PLC (I)	388,000	585,943
Golden Agri-Resources, Ltd.	773,000	398,328
Hyflux, Ltd.	82,500	126,377
Keppel Corp., Ltd.	94,000	836,408
Midas Holdings, Ltd.	131,000	76,617
Neptune Orient Lines, Ltd. (I)	142,000	229,386
Olam International, Ltd.	62,000	136,327
Oversea-Chinese Banking Corp., Ltd.	67,000	486,669
SembCorp Industries, Ltd.	65,000	243,626
SembCorp Marine, Ltd.	148,000	623,357
Singapore Airport Terminal Services, Ltd.	76,000	152,471
Singapore Exchange, Ltd.	79,000	491,113
Singapore Post, Ltd.	183,000	163,982
Singapore Press Holdings, Ltd.	207,000	631,793
Singapore Technologies Engineering, Ltd.	218,000	547,701
Singapore Telecommunications, Ltd.	497,000	1,164,172
SMRT Corp., Ltd.	89,000	137,182
StarHub, Ltd.	51,000	105,378
United Overseas Bank, Ltd.	14,000	199,162
Wilmar International, Ltd.	57,000	229,130
Yangzijiang Shipbuilding Holdings, Ltd.	152,000	214,768
<b>Spain 0.57%</b>		<b>1,469,686</b>
Inditex SA	14,339	1,037,683
Red Electrica De Espana	2,381	128,070
Telefonica SA	11,950	303,933
<b>Sweden 6.29%</b>		<b>16,221,955</b>
Alfa Laval AB	24,884	508,731
Assa Abloy AB, Series B	24,111	674,791
Atlas Copco AB, Series A	61,884	1,554,038
Atlas Copco AB, Series B	46,356	1,052,711
Boliden AB	16,459	350,329
Elekta AB, Series B	12,312	469,552
Getinge AB, Series B	4,236	103,447
Hennes & Mauritz AB, B Shares	77,493	2,528,839
Hexagon AB	15,807	349,039
Investor AB, B Shares	19,871	457,314
Kinnevik Investment AB	8,028	180,139
Lundin Petroleum AB (I)	11,701	145,737
Modern Times Group AB, B Shares	5,121	342,981
Sandvik AB	36,739	704,364
Scania AB, Series B	42,176	939,780
Skandinaviska Enskilda Banken AB, Series A	54,899	499,556
SKF AB, B Shares	42,897	1,196,824
Swedbank AB, Class A (I)	51,380	905,138

	Shares	Value
<b>Sweden (continued)</b>		
Swedish Match AB	19,019	\$600,482
Tele2 AB, Series B	19,071	434,421
Telefonaktiebolaget LM Ericsson, B Shares	49,301	633,529
Volvo AB, Series B (I)	91,927	1,590,213
<b>Switzerland 9.61%</b>		<b>24,803,492</b>
Compagnie Financiere Richemont SA, BR Shares	29,363	1,683,563
Geberit AG	2,422	522,621
Kuehne & Nagel International AG	2,062	277,124
Nestle SA	145,403	8,230,551
Nobel Biocare Holding AG	7,730	148,656
Novartis AG	80,368	4,513,408
Roche Holdings AG	41,303	6,227,545
Schindler Holding AG	3,094	348,551
SGS SA	386	671,468
Sonova Holding AG	3,687	490,297
Swisscom AG	674	297,785
Synthes AG	4,504	617,996
The Swatch Group AG, BR Shares	802	341,919
UBS AG (Swiss Exchange) (I)	21,740	432,008
<b>United Kingdom 21.66%</b>		<b>55,888,093</b>
Admiral Group PLC	27,988	768,311
Aggreko PLC	38,577	907,294
AMEC PLC (I)	15,001	283,803
Antofagasta PLC	14,862	339,722
ARM Holdings PLC	100,196	1,008,582
Asos PLC (I)	10,289	315,083
Associated British Foods PLC (I)	15,547	244,229
AstraZeneca PLC	41,610	2,028,888
Babcock International Group PLC	17,470	159,304
BAE Systems PLC	35,239	188,651
Balfour Beatty PLC	29,784	169,405
Barclays PLC	111,473	578,843
BG Group PLC	58,791	1,434,321
BHP Billiton PLC	16,541	655,332
British American Tobacco PLC	101,989	4,081,476
British Sky Broadcasting Group PLC	91,419	1,169,503
BT Group PLC	342,045	1,019,575
Bunzl PLC	23,132	285,726
Burberry Group PLC	69,734	1,358,964
Cairn Energy PLC (I)	22,013	153,257
Capita Group PLC	40,873	482,012
Carnival PLC	1,121	50,179
Centrica PLC	187,362	1,037,143
Chemring Group PLC (I)	3,054	162,949
Cobham PLC	85,258	312,507
Compass Group PLC (I)	79,536	715,510
Croda International PLC	17,255	444,249
Diageo PLC	141,782	2,772,045

	Shares	Value
<b>United Kingdom (continued)</b>		
Drax Group PLC	13,172	\$84,526
Eurasian Natural Resources Corp.	15,303	239,821
Fresnillo PLC	12,854	334,490
GKN PLC	61,175	208,696
GlaxoSmithKline PLC	473,482	9,101,929
ICAP PLC	40,766	345,050
IG Group Holdings PLC	42,806	311,934
IMI PLC	23,154	334,497
Informa PLC	42,872	302,842
Inmarsat PLC	27,790	302,950
Intercontinental Hotels Group PLC	22,850	508,037
International Power PLC	29,310	159,269
Intertek Group PLC	19,376	568,159
Investec PLC	13,087	100,573
ITV PLC (I)	166,557	236,661
Legal & General Group PLC	195,590	377,631
Lloyds Banking Group PLC (I)	1,617,088	1,631,907
Man Group PLC	94,837	442,790
Marks & Spencer Group PLC	52,305	294,487
National Grid PLC	23,205	215,827
Next PLC	14,547	467,905
Petrofac, Ltd.	18,340	415,244
Petropavlovsk PLC	9,294	164,216
Randgold Resources, Ltd. (I)	2,713	219,643
Reckitt Benckiser Group PLC	42,844	2,208,046
Reed Elsevier PLC	71,603	639,377
Rio Tinto PLC	30,830	2,174,669
Rolls-Royce Group PLC (I)	47,868	480,099
Sage Group PLC	51,391	237,453
Scottish & Southern Energy PLC	6,039	121,620
Serco Group PLC	24,578	217,525
Severn Trent PLC	17,804	430,835
Smith & Nephew PLC	62,908	728,529
Smiths Group PLC	29,038	632,535
Spectris PLC	8,906	201,959
Standard Chartered PLC	90,504	2,392,943
Tesco PLC	32,136	211,352
The Weir Group PLC	23,492	654,284
Tullett Prebon PLC	14,637	96,873
Unilever PLC	14,297	424,230
Vodafone Group PLC	484,878	1,375,845
Wolseley PLC (I)	13,535	470,997
WPP PLC	41,686	573,475
Xstrata PLC	49,048	1,119,500

	Shares	Value
<b>Preferred Securities 0.93%</b>		<b>\$2,397,754</b>
(Cost \$1,639,369)		
<b>Germany 0.93%</b>		<b>2,397,754</b>
Porsche Automobil Holding SE	3,814	302,131
ProSiebenSat.1 Media AG	10,663	344,920
Volkswagen AG	10,324	1,750,703
	Shares	Value
<b>Rights 0.00%</b>		<b>\$0</b>
(Cost \$0)		
<b>Austria 0.00%</b>		<b>0</b>
Immofinanz AG (Expiration Date: 3-2-11, Strike Price: EUR 4.12) (I)(L)	39,303	0
	Shares	Value
<b>Warrants 0.00%</b>		<b>\$3,230</b>
(Cost \$5,399)		
<b>Canada 0.00%</b>		<b>3,230</b>
Kinross Gold Corp. (Expiration Date: 9-17-14, Strike Price: \$21.30) (I)	1,133	3,230
	Shares	Value
<b>Securities Lending Collateral 1.19%</b>		<b>\$3,069,679</b>
(Cost \$3,069,468)		
John Hancock Collateral Investment Trust (W)	0.2855% (Y) 306,741	3,069,679
	Shares	Value
<b>Short-Term Investments 4.16%</b>		<b>\$10,748,557</b>
(Cost \$10,748,557)		
<b>Short-Term Securities 4.16%</b>		<b>10,748,557</b>
State Street Institutional Treasury Money Market Fund	0.0453% (Y) 10,748,557	10,748,557
<b>Total investments (Cost \$219,180,869)† 100.27%</b>		<b>\$258,745,305</b>
<b>Other assets and liabilities, net (0.27%)</b>		<b>(\$707,785)</b>
<b>Total net assets 100.00%</b>		<b>\$258,037,520</b>

The percentage shown for each investment category is the total value of the category as a percentage of the net assets of the Fund.

## Notes to Schedule of Investments

### Currency abbreviation

EUR Euro

ADR American Depositary Receipts

SADR Sponsored American Depositary Receipts

(I) Non-income producing security.

(L) All or a portion of this security is on loan as of 2-28-11.

(W) Investment is an affiliate of the Fund, the adviser and/or subadviser. Also, it represents the investments of securities lending collateral received.

(Y) The rate shown is the annualized seven-day yield as of 2-28-11.

† At 2-28-11, the aggregate cost of investment securities for federal income tax purposes was \$220,040,489. Net unrealized appreciation aggregated \$38,704,816, of which \$41,315,160 related to appreciated investment securities and \$2,610,344 related to depreciated investment securities.

The Fund had the following sector composition as a percentage of net assets on 2-28-11:

Health Care	17%
Consumer Discretionary	16%
Industrials	16%
Consumer Staples	13%
Materials	9%
Information Technology	8%
Financials	8%
Telecommunication Services	4%
Energy	3%
Utilities	2%
Short-Term Securities & Other	4%

# Financial statements

## Statement of assets and liabilities 2-28-11

**This Statement of Assets and Liabilities is the Fund's balance sheet. It shows the value of what the Fund owns, is due and owes. You'll also find the net asset value and the maximum public offering price per share.**

<b>Assets</b>	
Investments in unaffiliated issuers, at value (Cost \$216,111,401) including \$2,934,685 of securities loaned (Note 2)	\$255,675,626
Investments in affiliated issuers, at value (Cost \$3,069,468) (Note 2)	3,069,679
<b>Total investments, at value (Cost \$219,180,869)</b>	<b>258,745,305</b>
Foreign currency, at value (Cost \$249,551)	251,893
Cash held at broker for futures contracts	1,278,640
Receivable for forward foreign currency exchange contracts (Note 3)	371,523
Receivable for fund shares sold	699,821
Dividends and interest receivable	730,029
Receivable for securities lending income	2,258
Receivable for futures variation margin	52,263
Other receivables and prepaid expenses	14,168
<b>Total assets</b>	<b>262,145,900</b>
<b>Liabilities</b>	
Payable for forward foreign currency exchange contracts (Note 3)	677,897
Payable for fund shares repurchased	167,672
Payable upon return of securities loaned (Note 2)	3,072,429
Payable to affiliates	
Accounting and legal services fees	3,351
Transfer agent fees	29,737
Trustees' fees	1,826
Due to adviser	6,831
Other liabilities and accrued expenses	148,637
<b>Total liabilities</b>	<b>4,108,380</b>
<b>Net assets</b>	
Capital paid-in	\$221,707,048
Accumulated distributions in excess of net investment income	(470,256)
Accumulated net realized loss on investments, futures contracts and foreign currency transactions	(2,639,521)
Net unrealized appreciation (depreciation) on investments, futures contracts and translation of assets and liabilities in foreign currencies	39,440,249
<b>Net assets</b>	<b>\$258,037,520</b>

## Statement of assets and liabilities (continued)

### Net asset value per share

Based on net asset values and shares outstanding — the Fund has an unlimited number of shares authorized with no par value

Class A (\$44,727,389 ÷ 2,131,369 shares)	\$20.99
Class B (\$792,690 ÷ 37,876 shares) <sup>1</sup>	\$20.93
Class C (\$1,119,316 ÷ 53,541 shares) <sup>1</sup>	\$20.91
Class I (\$203,642,618 ÷ 9,678,402 shares)	\$21.04
Class 1 (\$7,755,507 ÷ 368,920 shares)	\$21.02

### Maximum offering price per share

Class A (net asset value per share ÷ 95%) <sup>2</sup>	\$22.09
--	---------

<sup>1</sup> Redemption price is equal to net asset value less any applicable contingent deferred sales charge.

<sup>2</sup> On single retail sales of less than \$50,000. On sales of \$50,000 or more and on group sales the offering price is reduced.

## Statement of operations For the year ended 2-28-11

This Statement of Operations summarizes the Fund's investment income earned and expenses incurred in operating the Fund. It also shows net gains (losses) for the period stated.

<b>Investment income</b>	
Dividends	\$5,159,835
Securities lending	115,060
Interest	7,030
Less foreign taxes withheld	(393,205)
<b>Total investment income</b>	<b>4,888,720</b>
<b>Expenses</b>	
Investment management fees (Note 5)	1,892,983
Distribution and service fees (Note 5)	111,562
Accounting and legal services fees (Note 5)	24,325
Transfer agent fees (Note 5)	136,113
Trustees' fees (Note 5)	13,996
State registration fees (Note 5)	42,537
Printing and postage (Note 5)	9,544
Professional fees	64,185
Custodian fees	224,873
Registration and filing fees	29,912
Other	9,520
<b>Total expenses</b>	<b>2,559,550</b>
Less expense reductions (Note 5)	(21,255)
<b>Net expenses</b>	<b>2,538,295</b>
<b>Net investment income</b>	<b>2,350,425</b>
<b>Realized and unrealized gain (loss)</b>	
<b>Net realized gain (loss) on</b>	
Investments in unaffiliated issuers	7,188,523
Investments in affiliated issuers	(3,237)
Futures contracts (Note 3)	1,370,588
Foreign currency transactions	(262,726)
	<b>8,293,148</b>
<b>Change in net unrealized appreciation (depreciation) of</b>	
Investments in unaffiliated issuers	33,642,964
Investments in affiliated issuers	1
Futures contracts (Note 3)	147,964
Translation of assets and liabilities in foreign currencies	(342,565)
	<b>33,448,364</b>
<b>Net realized and unrealized gain</b>	<b>41,741,512</b>
<b>Increase in net assets from operations</b>	<b>\$44,091,937</b>

## Statements of changes in net assets

These Statements of Changes in Net Assets show how the value of the Fund's net assets has changed during the last two periods. The difference reflects earnings less expenses, any investment gains and losses, distributions, if any, paid to shareholders and the net of Fund share transactions.

	Year ended 2-28-11	Year ended 2-28-10
<b>Increase (decrease) in net assets</b>		
<b>From operations</b>		
Net investment income	\$2,350,425	\$935,458
Net realized gain (loss)	8,293,148	(3,844,492)
Change in net unrealized appreciation (depreciation)	33,448,364	25,186,082
<b>Increase in net assets resulting from operations</b>	<b>44,091,937</b>	<b>22,277,048</b>
<b>Distributions to shareholders</b>		
From net investment income		
Class A	(211,992)	(118,341)
Class I	(1,859,699)	(1,187,527)
Class 1	(65,793)	(48,594)
Class NAV <sup>1</sup>	(47,095)	(45,290)
<b>Total distributions</b>	<b>(2,184,579)</b>	<b>(1,399,752)</b>
<b>From Fund share transactions (Note 6)</b>	<b>49,129,284</b>	<b>103,903,777</b>
<b>Total increase</b>	<b>91,036,642</b>	<b>124,781,073</b>
<b>Net assets</b>		
Beginning of year	167,000,878	42,219,805
<b>End of year</b>	<b>\$258,037,520</b>	<b>\$167,000,878</b>
<b>Accumulated distributions in excess of net investment income</b>	<b>(\$470,256)</b>	<b>(\$423,376)</b>

<sup>1</sup> Class NAV shares were terminated on 12-22-10.

# Financial highlights

The Financial Highlights show how the Fund's net asset value for a share has changed since the end of the previous period.

<b>CLASS A SHARES</b> Period ended	<b>2-28-11</b>	<b>2-28-10</b>	<b>2-28-09</b>	<b>2-29-08</b>	<b>2-28-07<sup>1</sup></b>
<b>Per share operating performance</b>					
<b>Net asset value, beginning of year</b>	<b>\$17.36</b>	<b>\$12.46</b>	<b>\$22.86</b>	<b>\$23.94</b>	<b>\$20.00</b>
Net investment income (loss) <sup>2</sup>	0.13	0.14	0.31	0.26	(0.01)
Net realized and unrealized gain (loss) on investments	3.61	4.86	(10.31)	0.53	4.44
<b>Total from investment operations</b>	<b>3.74</b>	<b>5.00</b>	<b>(10.00)</b>	<b>0.79</b>	<b>4.43</b>
<b>Less distributions</b>					
From net investment income	(0.11)	(0.10)	(0.40)	(0.18)	(0.09)
From net realized gain	—	—	—	(1.69)	(0.40)
<b>Total distributions</b>	<b>(0.11)</b>	<b>(0.10)</b>	<b>(0.40)</b>	<b>(1.87)</b>	<b>(0.49)</b>
<b>Net asset value, end of year</b>	<b>\$20.99</b>	<b>\$17.36</b>	<b>\$12.46</b>	<b>\$22.86</b>	<b>\$23.94</b>
<b>Total return (%)<sup>3</sup></b>	<b>21.58</b>	<b>40.07</b>	<b>(44.00)</b>	<b>2.85</b>	<b>22.18<sup>4</sup></b>
<b>Ratios and supplemental data</b>					
Net assets, end of year (in millions)	\$45	\$23	\$13	\$26	\$20
Ratios (as a percentage of average net assets):					
Expenses before reductions	1.60	1.68 <sup>5</sup>	1.94	2.21	2.28 <sup>6</sup>
Expenses net of fee waivers	1.60	1.64 <sup>5</sup>	1.62	1.56	1.66 <sup>6</sup>
Expenses net of fee waivers and credits	1.60	1.63 <sup>5</sup>	1.62	1.56	1.66 <sup>6</sup>
Net investment income (loss)	0.69	0.86	1.59	1.02	(0.06) <sup>6</sup>
Portfolio turnover (%)	48	37	59	97	41

<sup>1</sup> The inception date for Class A shares is 6-12-06.

<sup>2</sup> Based on the average daily shares outstanding.

<sup>3</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>4</sup> Not annualized.

<sup>5</sup> Includes the impact of proxy expenses, which amounted to 0.03% of average net assets.

<sup>6</sup> Annualized.

<b>CLASS B SHARES</b> Period ended	2-28-11	2-28-10	2-28-09	2-29-08	2-28-07 <sup>1</sup>
<b>Per share operating performance</b>					
<b>Net asset value, beginning of year</b>	<b>\$17.36</b>	<b>\$12.48</b>	<b>\$22.81</b>	<b>\$23.91</b>	<b>\$20.00</b>
Net investment income (loss) <sup>2</sup>	0.01	0.05	0.15	(0.01)	(0.16)
Net realized and unrealized gain (loss) on investments	3.56	4.83	(10.25)	0.60	4.48
<b>Total from investment operations</b>	<b>3.57</b>	<b>4.88</b>	<b>(10.10)</b>	<b>0.59</b>	<b>4.32</b>
<b>Less distributions</b>					
From net investment income	—	—	(0.23)	—	(0.01)
From net realized gain	—	—	—	(1.69)	(0.40)
<b>Total distributions</b>	<b>—</b>	<b>—</b>	<b>(0.23)</b>	<b>(1.69)</b>	<b>(0.41)</b>
<b>Net asset value, end of year</b>	<b>\$20.93</b>	<b>\$17.36</b>	<b>\$12.48</b>	<b>\$22.81</b>	<b>\$23.91</b>
<b>Total return (%)<sup>3</sup></b>	<b>20.56</b>	<b>39.10</b>	<b>(44.43)</b>	<b>2.03</b>	<b>21.64<sup>4</sup></b>
<b>Ratios and supplemental data</b>					
Net assets, end of year (in millions)	\$1	\$1	\$1	\$1	\$1
Ratios (as a percentage of average net assets):					
Expenses before reductions	4.24	4.83 <sup>5</sup>	4.68	4.62	10.94 <sup>6</sup>
Expenses net of fee waivers	2.40	2.44 <sup>5</sup>	2.65	2.41	2.39 <sup>6</sup>
Expenses net of fee waivers and credits	2.40	2.40 <sup>5</sup>	2.40	2.40	2.39 <sup>6</sup>
Net investment income (loss)	0.04	0.29	0.80	(0.03)	(0.94) <sup>6</sup>
Portfolio turnover (%)	48	37	59	97	41

<sup>1</sup> The inception date for Class B shares is 6-12-06.

<sup>2</sup> Based on the average daily shares outstanding.

<sup>3</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>4</sup> Not annualized.

<sup>5</sup> Includes the impact of proxy expenses, which amounted to 0.03% of average net assets.

<sup>6</sup> Annualized.

<b>CLASS C SHARES</b> Period ended	2-28-11	2-28-10	2-28-09	2-29-08	2-28-07 <sup>1</sup>
<b>Per share operating performance</b>					
<b>Net asset value, beginning of year</b>	<b>\$17.34</b>	<b>\$12.47</b>	<b>\$22.79</b>	<b>\$23.90</b>	<b>\$20.00</b>
Net investment income (loss) <sup>2</sup>	0.01	(0.01)	0.20	0.05	(0.16)
Net realized and unrealized gain (loss) on investments	3.56	4.88	(10.29)	0.53	4.47
<b>Total from investment operations</b>	<b>3.57</b>	<b>4.87</b>	<b>(10.09)</b>	<b>0.58</b>	<b>4.31</b>
<b>Less distributions</b>					
From net investment income	—	—	(0.23)	—	(0.01)
From net realized gain	—	—	—	(1.69)	(0.40)
<b>Total distributions</b>	<b>—</b>	<b>—</b>	<b>(0.23)</b>	<b>(1.69)</b>	<b>(0.41)</b>
<b>Net asset value, end of year</b>	<b>\$20.91</b>	<b>\$17.34</b>	<b>\$12.47</b>	<b>\$22.79</b>	<b>\$23.90</b>
<b>Total return (%)<sup>3</sup></b>	<b>20.59</b>	<b>39.05</b>	<b>(44.43)</b>	<b>1.99</b>	<b>21.59<sup>4</sup></b>
<b>Ratios and supplemental data</b>					
Net assets, end of year (in millions)	\$1	\$1	\$1	\$2	\$2
Ratios (as a percentage of average net assets):					
Expenses before reductions	3.45	3.95 <sup>5</sup>	3.81	3.73	6.71 <sup>6</sup>
Expenses net of fee waivers	2.40	2.41 <sup>5</sup>	2.42	2.40	2.39 <sup>6</sup>
Expenses net of fee waivers and credits	2.40	2.40 <sup>5</sup>	2.40	2.40	2.39 <sup>6</sup>
Net investment income (loss)	0.03	(0.06)	1.03	0.21	(0.98) <sup>6</sup>
Portfolio turnover (%)	48	37	59	97	41

<sup>1</sup> The inception date for Class C shares is 6-12-06.

<sup>2</sup> Based on the average daily shares outstanding.

<sup>3</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>4</sup> Not annualized.

<sup>5</sup> Includes the impact of proxy expenses, which amounted to 0.03% of average net assets.

<sup>6</sup> Annualized.

<b>CLASS I SHARES</b> Period ended	<b>2-28-11</b>	<b>2-28-10</b>	<b>2-28-09</b>	<b>2-29-08</b>	<b>2-28-07<sup>1</sup></b>
<b>Per share operating performance</b>					
<b>Net asset value, beginning of year</b>	<b>\$17.40</b>	<b>\$12.48</b>	<b>\$22.90</b>	<b>\$23.97</b>	<b>\$20.00</b>
Net investment income <sup>2</sup>	0.23	0.14	0.18	0.36	0.07
Net realized and unrealized gain (loss) on investments	3.60	4.95	(10.12)	0.54	4.45
<b>Total from investment operations</b>	<b>3.83</b>	<b>5.09</b>	<b>(9.94)</b>	<b>0.90</b>	<b>4.52</b>
<b>Less distributions</b>					
From net investment income	(0.19)	(0.17)	(0.48)	(0.28)	(0.15)
From net realized gain	—	—	—	(1.69)	(0.40)
<b>Total distributions</b>	<b>(0.19)</b>	<b>(0.17)</b>	<b>(0.48)</b>	<b>(1.97)</b>	<b>(0.55)</b>
<b>Net asset value, end of year</b>	<b>\$21.04</b>	<b>\$17.40</b>	<b>\$12.48</b>	<b>\$22.90</b>	<b>\$23.97</b>
<b>Total return (%)<sup>3</sup></b>	<b>22.08</b>	<b>40.76</b>	<b>(43.74)</b>	<b>3.27</b>	<b>22.60<sup>4</sup></b>
<b>Ratios and supplemental data</b>					
Net assets, end of year (in millions)	\$204	\$134	\$23	\$1	— <sup>5</sup>
Ratios (as a percentage of average net assets):					
Expenses before reductions	1.14	1.23 <sup>6</sup>	1.67	5.07	17.20 <sup>7</sup>
Expenses net of fee waivers	1.14	1.21 <sup>6</sup>	1.20	1.20	1.19 <sup>7</sup>
Expenses net of fee waivers and credits	1.14	1.21 <sup>6</sup>	1.20	1.20	1.19 <sup>7</sup>
Net investment income	1.21	0.84	1.16	1.43	0.42 <sup>7</sup>
Portfolio turnover (%)	48	37	59	97	41

<sup>1</sup> The inception date for Class I shares is 6-12-06.

<sup>2</sup> Based on the average daily shares outstanding.

<sup>3</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>4</sup> Not annualized.

<sup>5</sup> Less than \$500,000.

<sup>6</sup> Includes the impact of proxy expenses, which amounted to 0.01% of average net assets.

<sup>7</sup> Annualized.

<b>CLASS 1 SHARES</b> Period ended	<b>2-28-11</b>	<b>2-28-10</b>	<b>2-28-09</b>	<b>2-29-08</b>	<b>2-28-07<sup>1</sup></b>
<b>Per share operating performance</b>					
<b>Net asset value, beginning of year</b>	<b>\$17.38</b>	<b>\$12.47</b>	<b>\$22.89</b>	<b>\$23.97</b>	<b>\$20.00</b>
Net investment income <sup>2</sup>	0.23	0.20	0.36	0.29	0.07
Net realized and unrealized gain (loss) on investments	3.60	4.89	(10.29)	0.61	4.45
<b>Total from investment operations</b>	<b>3.83</b>	<b>5.09</b>	<b>(9.93)</b>	<b>0.90</b>	<b>4.52</b>
<b>Less distributions</b>					
From net investment income	(0.19)	(0.18)	(0.49)	(0.29)	(0.15)
From net realized gain	—	—	—	(1.69)	(0.40)
<b>Total distributions</b>	<b>(0.19)</b>	<b>(0.18)</b>	<b>(0.49)</b>	<b>(1.98)</b>	<b>(0.55)</b>
<b>Net asset value, end of year</b>	<b>\$21.02</b>	<b>\$17.38</b>	<b>\$12.47</b>	<b>\$22.89</b>	<b>\$23.97</b>
<b>Total return (%)<sup>3</sup></b>	<b>22.11</b>	<b>40.73</b>	<b>(43.72)</b>	<b>3.28</b>	<b>22.63<sup>4</sup></b>
<b>Ratios and supplemental data</b>					
Net assets, end of year (in millions)	\$8	\$5	\$3	\$3	\$1
Ratios (as a percentage of average net assets):					
Expenses before reductions	1.13	1.24 <sup>5</sup>	1.51	1.83	2.00 <sup>6</sup>
Expenses net of fee waivers	1.13	1.19 <sup>5</sup>	1.15	1.15	1.15 <sup>6</sup>
Expenses net of all fee waivers and credits	1.13	1.19 <sup>5</sup>	1.15	1.15	1.15 <sup>6</sup>
Net investment income	1.21	1.23	1.94	1.14	0.41 <sup>6</sup>
Portfolio turnover (%)	48	37	59	97	41

<sup>1</sup> The inception date for Class 1 shares is 6-12-06.

<sup>2</sup> Based on the average daily shares outstanding.

<sup>3</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>4</sup> Not annualized.

<sup>5</sup> Includes the impact of proxy expenses, which amounted to 0.02% of average net assets.

<sup>6</sup> Annualized.

# Notes to financial statements

## Note 1 — Organization

John Hancock International Growth Fund (the Fund) is a diversified series of John Hancock Funds III (the Trust), an open-end management investment company organized as a Massachusetts business trust and registered under the Investment Company Act of 1940, as amended (the 1940 Act). The investment objective of the Fund is to seek high total return primarily through capital appreciation.

The Fund may offer multiple classes of shares. The shares currently offered are detailed in the Statement of Assets and Liabilities. Class A, Class B and Class C shares are offered to all investors. Class I shares are offered to institutions and certain investors. Class 1 shares are offered only to certain affiliates of Manulife Financial Corporation (MFC). Shareholders of each class have exclusive voting rights to matters that affect that class. The distribution and service fees, if any, printing and postage, registration and transfer agent fees for each class may differ. Class B shares convert to Class A shares eight years after purchase. Class NAV shares were terminated on December 22, 2010.

## Note 2 — Significant accounting policies

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America, which require management to make certain estimates and assumptions at the date of the financial statements. Actual results could differ from those estimates. Events or transactions occurring after the end of the fiscal period through the date that the financial statements were issued have been evaluated in the preparation of the financial statements. The following summarizes the significant accounting policies of the Fund:

**Security valuation.** Investments are stated at value as of the close of regular trading on the New York Stock Exchange (NYSE), normally at 4:00 P.M., Eastern Time. The Fund uses a three-tier hierarchy to prioritize the pricing assumptions, referred to as inputs, used in valuation techniques to measure fair value. Level 1 includes securities valued using quoted prices in active markets for identical securities. Level 2 includes securities valued using significant observable inputs. Observable inputs may include quoted prices for similar securities, interest rates, prepayment speeds and credit risk. Prices for securities valued using these inputs are received from independent pricing vendors and brokers and are based on an evaluation of the inputs described. Level 3 includes securities valued using significant unobservable inputs when market prices are not readily available or reliable, including the Fund's own assumptions in determining the fair value of investments. Factors used in determining value may include market or issuer specific events, changes in interest rates and credit quality. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the values by input classification of the Fund's investments as of February 28, 2011, by major security category or type:

	TOTAL MARKET VALUE AT 2-28-11	LEVEL 1 QUOTED PRICE	LEVEL 2 SIGNIFICANT OBSERVABLE INPUTS	LEVEL 3 SIGNIFICANT UNOBSERVABLE INPUTS
<b>Common Stocks</b>				
Australia	\$10,383,783	—	\$10,383,783	—
Austria	688,618	—	688,618	—
Belgium	2,509,541	—	2,509,541	—
Bermuda	582,458	—	582,458	—
Canada	8,050,162	\$8,050,162	—	—
Cayman Islands	366,540	—	366,540	—
Denmark	9,153,370	—	9,153,370	—
Finland	2,868,437	—	2,868,437	—
France	16,472,940	—	16,472,940	—
Germany	16,703,916	—	16,703,916	—
Greece	969,065	—	969,065	—
Hong Kong	6,286,908	—	6,286,908	—
Ireland	2,612,006	—	2,612,006	—
Israel	192,700	—	192,700	—
Italy	419,063	—	419,063	—
Japan	49,920,127	—	49,920,127	—
Luxembourg	838,442	—	838,442	—
Netherlands	5,311,352	—	5,311,352	—
Norway	1,242,818	—	1,242,818	—
Singapore	8,570,613	—	8,570,613	—
Spain	1,469,686	—	1,469,686	—
Sweden	16,221,955	—	16,221,955	—
Switzerland	24,803,492	—	24,803,492	—
United Kingdom	55,888,093	—	55,888,093	—
<b>Preferred Securities</b>				
Germany	2,397,754	—	2,397,754	—
<b>Warrants</b>				
Canada	3,230	3,230	—	—
<b>Securities Lending</b>				
Collateral	3,069,679	3,069,679	—	—
<b>Short-Term Investments</b>				
	10,748,557	10,748,557	—	—
<b>Total Investments in</b>				
Securities	\$258,745,305	\$21,871,628	\$236,873,677	—
<b>Other Financial Instruments</b>				
Futures	\$162,636	\$162,636	—	—
Forward Foreign				
Currency Contracts	(\$306,374)	—	(\$306,374)	—

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. During the year ended February 28, 2011, there were no significant transfers in or out of Level 1 or Level 2 assets.

In order to value the securities, the Fund uses the following valuation techniques. Equity securities held by the Fund are valued at the last sale price or official closing price on the principal securities exchange on which they trade. In the event there were no sales during the day or closing prices are not available, then securities are valued using the last quoted bid or evaluated price. Investments in open-end mutual funds, including John Hancock Collateral Investment Trust (JHCIT), are valued at their closing net asset values each day. Foreign securities and currencies, including forward foreign currency contracts, are valued in U.S. dollars, based on foreign currency exchange

rates supplied by an independent pricing service. Certain securities and forward foreign currency contracts traded only in the over-the-counter market are valued at the last bid price quoted by brokers making markets in the securities at the close of trading. Certain short-term securities are valued at amortized cost.

Other portfolio securities and assets, where market quotations are not readily available, are valued at fair value, as determined in good faith by the Fund's Pricing Committee, following procedures established by the Board of Trustees. Generally, trading in non-U.S. securities is substantially completed each day at various times prior to the close of trading on the NYSE. Significant market events that affect the values of non-U.S. securities may occur between the time when the valuation of the securities is generally determined and the close of the NYSE. During significant market events, these securities will be valued at fair value, as determined in good faith, following procedures established by the Board of Trustees. The Fund may use a fair valuation model to value non-U.S. securities in order to adjust for events which may occur between the close of foreign exchanges and the close of the NYSE.

**Security transactions and related investment income.** Investment security transactions are accounted for on a trade date plus one basis for daily net asset value calculations. However, for financial reporting purposes, investment transactions are reported on trade date. Interest income is accrued as earned. Gains and losses on securities sold are determined on the basis of identified cost and may include proceeds from litigation. Dividend income is recorded on the ex-date, except for dividends of foreign securities where the dividend may not be known until after the ex-date. In those cases, dividend income is recorded when the Fund becomes aware of the dividends.

**Securities lending.** The Fund may lend its securities to earn additional income. It receives and maintains cash collateral received from the borrower in an amount not less than the market value of the loaned securities. The Fund will invest its collateral in John Hancock Collateral Investment Trust (JHCIT), an affiliate of the Fund, and as a result, the Fund will receive the benefit of any gains and bear any losses generated by JHCIT. Although risk of the loss of the securities lent is mitigated by holding the collateral, the Fund could experience a delay in recovering its securities and a possible loss of income or value if the borrower fails to return the securities or if collateral investments decline in value. The Fund may receive compensation for lending its securities by retaining a portion of the return on the investment of the collateral and compensation from fees earned from borrowers of the securities. Income received from JHCIT is a component of securities lending income as recorded on the Statement of Operations.

**Foreign currency translation.** Assets, including investments, and liabilities denominated in foreign currencies, are translated into U.S. dollar values each day at the prevailing exchange rate. Purchases and sales of securities, income and expenses are translated into U.S. dollars at the prevailing exchange rate on the date of the transaction. The effect of changes in foreign currency exchange rates on securities is reflected as a component of the realized and unrealized gains (losses) on investments.

Funds that invest internationally generally carry more risk than funds that invest strictly in U.S. securities. Funds investing in a single country or in a limited geographic region tend to be riskier than funds that invest more broadly. Risks can result from differences in economic and political conditions, regulations, market practices (including higher transaction costs) and accounting standards. Foreign investments are also subject to a decline in the value of a foreign currency versus the U.S. dollar, which reduces the dollar value of securities denominated in that currency.

The Fund may be subject to capital gains and repatriation taxes as imposed by certain countries in which it invests. Such taxes are generally based upon income and/or capital gains earned or repatriated. Taxes are accrued based upon net investment income, net realized gains and net unrealized appreciation.

**Line of credit.** The Fund may borrow from banks for temporary or emergency purposes, including meeting redemption requests that otherwise might require the untimely sale of securities. Pursuant to the custodian agreement, the custodian may loan money to a Fund to make properly authorized payments. The Fund is obligated to repay the custodian for any overdraft, including any related costs or expenses. The custodian has a lien, security interest or security entitlement in any Fund property that is not segregated, to the maximum extent permitted by law for any overdraft.

In addition, the Fund and other affiliated funds have entered into an agreement with State Street Bank and Trust Company (SSBT) which enables them to participate in a \$100 million unsecured committed line of credit. Prior to March 31, 2010, the amount of the line of credit was \$150 million. A commitment fee, payable at the end of each calendar quarter, based on the average daily unused portion of the line of credit, is charged to each participating fund on a pro rata basis and is reflected in other expenses on the Statement of Operations. For the year ended February 28, 2011, the Fund had no borrowings under the line of credit.

Effective March 30, 2011, the line of credit with SSBT expired, and a similar arrangement was established with Citibank N.A.

**Expenses.** The majority of expenses are directly attributable to an individual fund. Expenses of the Trust that are not readily attributable to a specific fund are allocated among all funds in an equitable manner, taking into consideration, among other things, the nature and type of expense and the fund's relative assets. Expense estimates are accrued in the period to which they relate and adjustments are made when actual amounts are known.

**Class allocations.** Income, common expenses, and realized and unrealized gains (losses) are determined at the fund level and allocated daily to each class of shares based on the net asset value of the class. Class-specific expenses, such as distribution and service fees, if any, transfer agent fees, state registration fees and printing and postage, for all classes, are calculated daily at the class level based on the appropriate net asset value of each class and the specific expense rates applicable to each class.

**Federal income taxes.** The Fund intends to continue to qualify as a regulated investment company by complying with the applicable provisions of the Internal Revenue Code and will not be subject to federal income tax on taxable income that is distributed to shareholders. Therefore, no federal income tax provision is required.

For federal income tax purposes, the Fund has a capital loss carryforward of \$1,852,776 available to offset future net realized capital gains as of February 28, 2011. The loss carryforward expires as follows: February 28, 2018 — \$1,852,776. Net currency losses of \$613,644, that are a result of security transactions occurring after October 31, 2010, are treated as occurring on March 1, 2011, the first day of the Fund's next taxable year.

Under the recently enacted Regulated Investment Company Modernization Act of 2010, the Fund will be permitted to carry forward capital losses incurred in taxable years beginning after December 22, 2010 for an unlimited period. However, any losses incurred during those future taxable years will be required to be utilized prior to the losses incurred in pre-enactment taxable years. As a result of this ordering rule, pre-enactment capital loss carryforwards may be more likely to expire unused. Additionally, post-enactment capital losses that are carried forward will retain their character as either short-term or long-term capital losses rather than being considered all short-term as under previous law.

As of February 28, 2011, the Fund had no uncertain tax positions that would require financial statement recognition, de-recognition or disclosure. The Fund's federal tax return is subject to examination by the Internal Revenue Service for a period of three years.

**Distribution of income and gains.** Distributions to shareholders from net investment income and net realized gains, if any, are recorded on the ex-date. The Fund generally declares and pays dividends and capital gain distributions, if any, annually. The tax character of distributions for the years ended February 28, 2011 and February 28, 2010 was as follows:

	FEBRUARY 28, 2011	FEBRUARY 28, 2010
Ordinary Income	\$2,184,579	\$1,399,752

Distributions paid by the Fund with respect to each class of shares are calculated in the same manner, at the same time and are in the same amount, except for the effect of expenses that may be applied differently to each class. As of February 28, 2011, the Fund has no distributable earnings on a tax basis.

Such distributions and distributable earnings, on a tax basis, are determined in conformity with income tax regulations, which may differ from accounting principles generally accepted in the United States of America. Material distributions in excess of tax basis earnings and profits, if any, are reported in the Fund's financial statements as a return of capital.

Capital accounts within financial statements are adjusted for permanent book-tax differences. These adjustments have no impact on net assets or the results of operations. Temporary book-tax differences, if any, will reverse in a subsequent period. Book-tax differences are primarily attributable to foreign currency transactions, passive foreign investment companies, wash sale deferrals and derivative transactions.

### Note 3 — Derivative instruments

The Fund may invest in derivatives in order to meet its investment objectives. The use of derivatives may involve risks different from, or potentially greater than, the risks associated with investing directly in securities. Specifically, derivatives expose the Fund to the risk that the counterparty to an over-the-counter (OTC) derivatives contract will be unable or unwilling to make timely settlement payments or otherwise honor its obligations. OTC derivatives transactions typically can only be closed out with the other party to the transaction. If the counterparty defaults, the Fund will have contractual remedies, but there is no assurance that the counterparty will meet its contractual obligations or that the Fund will succeed in enforcing them.

**Futures.** A futures contract is a contractual agreement to buy or sell a particular commodity, currency or financial instrument at a pre-determined price in the future. Risks related to the use of futures contracts include possible illiquidity of the futures markets, contract prices that can be highly volatile and imperfectly correlated to movements in hedged security values and/or interest rates and potential losses in excess of the amounts recognized on the Statements of Assets and Liabilities.

Futures contracts are valued at the quoted daily settlement prices established by the exchange on which they trade. Upon entering into a futures contract, the Fund is required to deposit initial margin with the broker in the form of cash or securities. The amount of required margin is generally based on a percentage of the contract value; this amount is the initial margin for the trade. The margin deposit must then be maintained at the established level over the life of the contract. Futures contracts are marked-to-market daily and an appropriate payable or receivable for the change in value (variation margin) is recorded by the Fund.

During the year ended February 28, 2011, the Fund used futures contracts to gain market exposure, maintain diversification and liquidity and adjust exposure to foreign currencies. The following table summarizes the contracts held at February 28, 2011. During the year ended February 28, 2011, the Fund held futures contracts with notional absolute values ranging from \$12.3 million to \$20.7 million as measured at each quarter end.

OPEN CONTRACTS	NUMBER OF CONTRACTS	POSITION	EXPIRATION DATE	NOTIONAL VALUE	UNREALIZED APPRECIATION (DEPRECIATION)
DAX Index Futures	23	Long	Mar 2011	\$5,772,900	\$159,237
FTSE 100 Index Futures	67	Long	Mar 2011	6,506,245	131,858
SGX MSCI Singapore Index Futures	8	Long	Mar 2011	444,850	(2,176)
ASX SPI 200 Index Futures	42	Short	Mar 2011	(5,159,269)	(50,867)
FTSE MIB Index Futures	2	Short	Mar 2011	(310,185)	(24,818)
S&P TSE 60 Index Futures	5	Short	Mar 2011	(836,395)	(50,598)
<b>Total</b>					<b>\$162,636</b>

**Forward foreign currency contracts.** A forward foreign currency contract is an agreement between two parties to buy and sell a specific currency at a price that is set on the date of the contract. The forward contract calls for delivery of the currency on a future date that is specified in the contract. Risks related to the use of forwards include the possible failure of counterparties to meet the terms of the forward agreement, the failure of the counterparties to timely post collateral, the risk that currency movements will not occur, thereby reducing the Fund's total return, and the potential for losses in excess of the amounts recognized on the Statements of Assets and Liabilities.

The market value of a forward foreign currency contract fluctuates with changes in foreign currency exchange rates. Forward foreign currency contracts are marked-to-market daily and the change in value is recorded by a Fund as an unrealized gain or loss. Realized gains or losses, equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed, are recorded upon delivery or receipt of the currency.

During the year ended February 28, 2011, the Fund used forward foreign currency contracts to hedge against anticipated currency exchange rates.

The following table summarizes the contracts held at February 28, 2011. During the year ended February 28, 2011, the Fund held forward foreign currency contracts with USD absolute values ranging from \$24.2 million to \$50.8 million, as measured at each quarter end.

CURRENCY	PRINCIPAL AMOUNT COVERED BY CONTRACT	PRINCIPAL AMOUNT COVERED BY CONTRACT (USD)	COUNTERPARTY	SETTLEMENT DATE	UNREALIZED APPRECIATION (DEPRECIATION)
<b>Buys</b>					
AUD	149,033	\$148,167	Brown Brothers Harriman & Company	4-20-11	\$2,652
AUD	724,675	719,928	JPMorgan Chase Bank	4-20-11	13,434
EUR	540,433	727,435	Bank of America N.A.	4-20-11	17,880
EUR	945,132	1,268,892	Deutsche Bank AG	4-20-11	34,546
EUR	664,614	894,239	Royal Bank of Scotland PLC	4-20-11	22,334
GBP	881,417	1,412,402	Bank of America N.A.	4-20-11	19,846
GBP	474,203	758,654	Barclays Bank PLC	4-20-11	11,897
GBP	1,146,471	1,834,870	Brown Brothers Harriman & Company	4-20-11	28,075
GBP	1,553,874	2,484,733	JPMorgan Chase Bank	4-20-11	40,217
GBP	1,211,533	1,935,718	Morgan Stanley Capital Services, Inc.	4-20-11	32,948

CURRENCY	PRINCIPAL AMOUNT COVERED BY CONTRACT	PRINCIPAL AMOUNT COVERED BY CONTRACT (USD)	COUNTERPARTY	SETTLEMENT DATE	UNREALIZED APPRECIATION (DEPRECIATION)
<b>Buys (continued)</b>					
HKD	8,392,911	\$1,077,672	Barclays Bank PLC	4-20-11	\$519
HKD	11,190,548	1,436,527	Brown Brothers Harriman & Company	4-20-11	1,060
HKD	4,697,105	603,879	Mellon Bank NA	4-20-11	(468)
HKD	8,392,911	1,077,501	Morgan Stanley Capital Services, Inc.	4-20-11	690
HKD	16,785,822	2,154,625	State Street Bank & Trust Company	4-20-11	1,757
JPY	322,142,600	3,862,598	Deutsche Bank AG	4-20-11	76,659
JPY	73,531,690	882,633	JPMorgan Chase Bank	4-20-11	16,535
NOK	2,404,324	416,882	Brown Brothers Harriman & Company	4-20-11	11,351
SGD	1,845,284	1,439,626	Bank of America N.A.	4-20-11	11,727
SGD	922,641	719,745	Barclays Bank PLC	4-20-11	5,931
SGD	766,929	601,631	Brown Brothers Harriman & Company	4-20-11	1,574
SGD	751,694	586,273	Mellon Bank NA	4-20-11	4,949
SGD	751,694	586,419	Morgan Stanley Capital Services, Inc.	4-20-11	4,804
SGD	751,694	586,178	Royal Bank of Scotland PLC	4-20-11	5,045
SGD	751,694	586,130	State Street Bank & Trust Company	4-20-11	5,093
<b>Total</b>		<b>\$28,803,357</b>			<b>\$371,055</b>
<b>Sells</b>					
CAD	4,246,070	\$4,289,462	Bank of America N.A.	4-20-11	(\$76,384)
CAD	2,102,590	2,124,215	Royal Bank of Scotland PLC	4-20-11	(37,687)
CHF	1,870,933	1,927,843	Barclays Bank PLC	4-20-11	(86,757)
CHF	1,093,905	1,127,063	Brown Brothers Harriman & Company	4-20-11	(50,842)
CHF	1,717,392	1,771,166	Royal Bank of Scotland PLC	4-20-11	(78,102)
CHF	2,693,080	2,776,114	State Street Bank & Trust Company	4-20-11	(123,765)
NOK	2,125,898	362,732	Barclays Bank PLC	4-20-11	(15,910)
NOK	4,812,506	821,093	Brown Brothers Harriman & Company	4-20-11	(36,059)
NOK	2,125,898	362,311	Royal Bank of Scotland PLC	4-20-11	(16,331)
SEK	7,155,724	1,097,992	Barclays Bank PLC	4-20-11	(29,141)
SEK	9,540,966	1,463,877	Brown Brothers Harriman & Company	4-20-11	(38,966)
SEK	6,411,075	982,297	Deutsche Bank AG	4-20-11	(27,543)
SEK	7,181,998	1,100,200	JPMorgan Chase Bank	4-20-11	(31,071)
SEK	7,155,724	1,098,262	Mellon Bank NA	4-20-11	(28,871)
<b>Total</b>		<b>\$21,304,627</b>			<b>(\$677,429)</b>

## Currency Abbreviations

AUD	Australian Dollar	HKD	Hong Kong Dollar
CAD	Canadian Dollar	JPY	Japanese Yen
CHF	Swiss Franc	NOK	Norwegian Krone
EUR	Euro	SEK	Swedish Krona
GBP	Pound Sterling	SGD	Singapore Dollar

## Fair value of derivative instruments by risk category

The table below summarizes the fair value of derivatives held by the Fund at February 28, 2011 by risk category:

RISK	STATEMENT OF ASSETS AND LIABILITIES LOCATION	FINANCIAL INSTRUMENTS LOCATION	ASSET DERIVATIVES FAIR VALUE	LIABILITY DERIVATIVES FAIR VALUE
Equity contracts	Receivable for futures variation margin; net unrealized appreciation (depreciation) on investments	Futures†	\$291,095	(\$128,459)
Foreign exchange contracts	Receivable/Payable for forward foreign currency exchange contracts	Forward foreign currency contracts	371,523	(677,897)
<b>Total</b>			<b>\$662,618</b>	<b>(\$806,356)</b>

† Reflects cumulative appreciation/depreciation of futures as disclosed in Note 3. Only the period end variation margin is separately disclosed on the Statement of Assets and Liabilities.

## Effect of derivative instruments on the Statement of Operations

The table below summarizes the net realized gain (loss) included in the net increase (decrease) in net assets from operations, classified by derivative instrument and risk category, for the year ended February 28, 2011:

RISK	STATEMENT OF OPERATIONS LOCATION	FUTURES CONTRACTS	FOREIGN CURRENCY TRANSACTIONS*	TOTAL
Equity contracts	Net realized gain	\$1,370,588	—	\$1,370,588
Foreign exchange contracts	Net realized gain (loss)	—	(\$275,418)	(275,418)
<b>Total</b>		<b>\$1,370,588</b>	<b>(\$275,418)</b>	<b>\$1,095,170</b>

\* Realized gain/loss associated with forward foreign currency contracts is included in this caption on the Statement of Operations.

The table below summarizes the net change in unrealized appreciation (depreciation) included in the net increase (decrease) in net assets from operations, classified by derivative instrument and risk category, for the year ended February 28, 2011:

RISK	STATEMENT OF OPERATIONS LOCATION	FUTURES CONTRACTS	TRANSLATION OF ASSETS AND LIABILITIES IN FOREIGN TRANSACTIONS*	TOTAL
Equity contracts	Change in unrealized appreciation (depreciation)	\$147,964	—	\$147,964
Foreign exchange contracts	Change in unrealized appreciation (depreciation)	—	(\$364,800)	(364,800)
<b>Total</b>		<b>\$147,964</b>	<b>(\$364,800)</b>	<b>(\$216,836)</b>

\* Change in unrealized appreciation/depreciation associated with forward foreign currency contracts is included in this caption on the Statement of Operations.

#### Note 4 — Guarantees and indemnifications

Under the Fund's organizational documents, its Officers and Trustees are indemnified against certain liabilities arising out of the performance of their duties to the Fund. Additionally, in the normal course of business, the Fund enters into contracts with service providers that contain general indemnification clauses. The Fund's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Fund that have not yet occurred. The risk of material loss from such claims is considered remote.

#### Note 5 — Fees and transactions with affiliates

John Hancock Investment Management Services, LLC (the Adviser) serves as investment adviser for the Trust. John Hancock Funds, LLC (the Distributor), an affiliate of the Adviser, serves as principal underwriter of the Trust. The Adviser and the Distributor are indirect wholly owned subsidiaries of Manulife Financial Corporation (MFC).

**Management fee.** The Fund has an investment management contract with the Adviser under which the Fund pays a daily management fee to the Adviser equivalent, on an annual basis, to the sum of: a) 0.920% of the first \$100,000,000 of the Fund's average daily net assets; b) 0.895% of the next \$900,000,000; c) 0.880% of the next \$1,000,000,000; d) 0.850% of the next \$1,000,000,000; e) 0.825% of the next \$1,000,000,000; and f) 0.800% of the Fund's average daily net asset in excess of \$4,000,000,000. The Adviser has a subadvisory agreement with Grantham, Mayo, Van Otterloo & Co. LLC. The Fund is not responsible for payment of the subadvisory fees.

The investment management fees incurred for the year ended February 28, 2011 were equivalent to an annual effective rate of 0.91% of the Fund's average daily net assets.

The Adviser has contractually agreed to waive fees and/or reimburse certain expenses for each share class of the Fund. This agreement excludes taxes, portfolio brokerage commissions, interest, litigation and other extraordinary expenses not incurred in the ordinary course of the Fund's business. The fee waivers and/or reimbursements are such that these expenses will not exceed 1.70%, 2.40%, 2.40%, 1.24% and 1.20% for Class A, Class B, Class C, Class I and Class 1 shares, respectively. Prior to July 1, 2010, the fee waivers and/or reimbursements were such that these expenses would not exceed 1.70%, 2.40%, 2.40%, 1.22%, 1.20% and 1.15% for Class A, Class B, Class C, Class I, Class 1 and Class NAV shares, respectively. The fee waivers and/or reimbursements will continue in effect until June 30, 2011.

Accordingly, these expense reductions amounted to \$11,045 and \$10,210 for Class B and Class C shares, respectively, for the year ended February 28, 2011.

**Accounting and legal services.** Pursuant to a service agreement the Fund reimburses the Adviser for all expenses associated with providing the administrative, financial, legal, accounting and recordkeeping services of the Fund, including the preparation of all tax returns, periodic reports to shareholders and regulatory reports, among other services. These expenses are allocated to each share class based on its relative net assets at the time the expense was incurred. These accounting and legal services fees incurred for the year ended February 28, 2011, amounted to an annual rate of 0.01% of the Fund's average daily net assets.

**Distribution and service plans.** The Fund has a distribution agreement with the Distributor. The Fund has adopted distribution and service plans with respect to Class A, Class B, Class C and Class 1 shares pursuant to Rule 12b-1 under the 1940 Act, to pay the Distributor for services provided as the distributor of shares of the Fund. The Fund may pay up to the following contractual

rates of distribution and service fees under these arrangements, expressed as an annual percentage of average daily net assets for each class of the Fund's shares.

CLASS	12b-1 FEES
Class A	0.30%
Class B	1.00%
Class C	1.00%
Class 1	0.05%

**Sales charges.** Class A shares are assessed up-front sales charges, which resulted in payments to the Distributor amounting to \$15,406 for the year ended February 28, 2011. Of this amount, \$2,556 was retained and used for printing prospectuses, advertising, sales literature and other purposes, \$12,086 was paid as sales commissions to broker-dealers and \$764 was paid as sales commissions to sales personnel of Signator Investors, Inc. (Signator Investors), a broker-dealer affiliate of the Adviser.

Class B and Class C shares are subject to contingent deferred sales charges (CDSC). Class B shares that are redeemed within six years of purchase are subject to CDSC, at declining rates, beginning at 5.00% of the lesser of the current market value at the time of redemption or the original purchase cost of the shares being redeemed. Class C shares that are redeemed within one year of purchase are subject to a 1.00% CDSC on the lesser of the current market value at the time of redemption or the original purchase cost of the shares being redeemed. Proceeds from CDSCs are used to compensate the Distributor for providing distribution-related services in connection with the sale of these shares. During the year ended February 28, 2011, CDSCs received by the Distributor amounted to \$1,165 and \$64 for Class B and Class C shares, respectively.

**Transfer agent fees.** The Fund has a transfer agent agreement with John Hancock Signature Services, Inc. (Signature Services or Transfer Agent), an affiliate of the Adviser. The transfer agent fees paid to Signature Services are determined based on the cost to Signature Services (Signature Services Cost) of providing recordkeeping services. The Signature Services Cost includes a component of allocated John Hancock corporate overhead for providing transfer agent services to the Fund and to all other John Hancock affiliated funds. It also includes out-of-pocket expenses that are comprised of payments made to third-parties for recordkeeping services provided to their clients who invest in one or more John Hancock funds. In addition, Signature Services Cost may be reduced by certain revenues that Signature Services receives in connection with the service it provides to the funds. Signature Services Cost is calculated monthly and allocated, as applicable, to four categories of share classes: Institutional Share Classes, Retirement Share Classes, Municipal Bond Classes and all other Retail Share Classes. Within each of these categories, the applicable costs are allocated to the affected John Hancock affiliated funds and/or classes, based on the relative average daily net assets.

Prior to July 1, the transfer agent fees were made up of three components:

- The Fund paid a monthly transfer agent fee at an annual rate of 0.05% for Class A, Class B and Class C shares and 0.04% for Class 1 shares, based on each class's average daily net assets.
- The Fund paid a monthly fee based on an annual rate of \$16.50 per shareholder account.
- In addition, Signature Services was reimbursed for certain out-of-pocket expenses.

**Class level expenses.** Class level expenses for the year ended February 28, 2011 were:

CLASS	DISTRIBUTION AND SERVICE FEES	TRANSFER AGENT FEES	STATE REGISTRATION FEES	PRINTING AND POSTAGE
Class A	\$92,883	\$53,409	\$10,509	\$2,741
Class B	5,990	2,055	10,708	195
Class C	9,707	2,302	10,689	314
Class I	—	78,347	10,631	6,434
Class 1	2,982	—	—	(140)
<b>Total</b>	<b>\$111,562</b>	<b>\$136,113</b>	<b>\$42,537</b>	<b>\$9,544</b>

**Trustee expenses.** The Trust compensates each Trustee who is not an employee of the Adviser or its affiliates. These Trustees may, for tax purposes, elect to defer receipt of this compensation under the John Hancock Group of Funds Deferred Compensation Plan (the Plan). Deferred amounts are invested in various John Hancock funds and remain in the funds until distributed in accordance with the Plan. The investment of deferred amounts and the offsetting liability are included within Other receivables and prepaid expenses and Payable to affiliates — Trustees' fees, respectively, in the accompanying Statement of Assets and Liabilities.

### Note 6 — Fund share transactions

Transactions in Fund shares for the years ended February 28, 2011 and 2010 were as follows:

	Year ended 2-28-11		Year ended 2-28-10	
	Shares	Amount	Shares	Amount
<b>Class A shares</b>				
Sold	1,001,925	\$18,930,095	368,180	\$6,341,223
Exchanged from Class R1	—	—	7,263	121,989
Distributions reinvested	10,486	210,444	6,431	116,714
Repurchased	(182,969)	(3,423,082)	(105,391)	(1,656,573)
<b>Net increase</b>	<b>829,442</b>	<b>\$15,717,457</b>	<b>276,483</b>	<b>\$4,923,353</b>
<b>Class B shares</b>				
Sold	18,488	\$350,796	11,882	\$200,465
Repurchased	(13,173)	(234,105)	(20,091)	(318,226)
<b>Net increase (decrease)</b>	<b>5,315</b>	<b>\$116,691</b>	<b>(8,209)</b>	<b>(\$117,761)</b>
<b>Class C shares</b>				
Sold	14,797	\$278,217	43,030	\$684,156
Repurchased	(12,304)	(222,459)	(40,666)	(591,385)
<b>Net increase</b>	<b>2,493</b>	<b>\$55,758</b>	<b>2,364</b>	<b>\$92,771</b>
<b>Class I shares</b>				
Sold	3,607,016	\$67,388,025	6,511,940	\$108,774,330
Distributions reinvested	919	18,465	499	9,073
Repurchased	(1,611,195)	(30,758,599)	(638,236)	(10,431,836)
<b>Net increase</b>	<b>1,996,740</b>	<b>\$36,647,891</b>	<b>5,874,203</b>	<b>\$98,351,567</b>
<b>Class R1 shares</b>				
Sold	—	—	1,969	\$26,066
Exchanged for Class A	—	—	(7,270)	(121,989)
Repurchased	—	—	(897)	(12,532)
<b>Net decrease</b>	<b>—</b>	<b>—</b>	<b>(6,198)</b>	<b>(\$108,455)</b>

	Year ended 2-28-11		Year ended 2-28-10	
	Shares	Amount	Shares	Amount
<b>Class 1 shares</b>				
Sold	191,560	\$3,635,364	155,089	\$2,534,636
Distributions reinvested	3,275	65,793	2,674	48,594
Repurchased	(102,225)	(1,936,307)	(84,600)	(1,398,184)
<b>Net increase</b>	<b>92,610</b>	<b>\$1,764,850</b>	<b>73,163</b>	<b>\$1,185,046</b>
<b>Class NAV shares<sup>1</sup></b>				
Sold	25,913	\$465,996	194,492	\$2,950,895
Distributions reinvested	2,350	47,095	2,499	45,290
Repurchased	(288,620)	(5,686,454)	(191,058)	(3,418,929)
<b>Net increase (decrease)</b>	<b>(260,357)</b>	<b>(\$5,173,363)</b>	<b>5,933</b>	<b>(\$422,744)</b>
<b>Net increase</b>	<b>2,666,243</b>	<b>\$49,129,284</b>	<b>6,217,739</b>	<b>\$103,903,777</b>

<sup>1</sup> Class NAV shares were terminated on 12-22-10.

Affiliates of the Fund owned 39% of shares of beneficial interest of Class A on February 28, 2011.

### Note 7 — Purchase and sale of securities

Purchases and sales of securities, other than short-term securities, aggregated \$140,485,265 and \$94,075,467, respectively, for the year ended February 28, 2011.

---

# Auditors' report

## Report of Independent Registered Public Accounting Firm

### **To the Board of Trustees and Shareholders of John Hancock Funds III and Shareholders of John Hancock International Growth Fund:**

In our opinion, the accompanying statement of assets and liabilities, including the portfolio of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of John Hancock International Growth Fund (the "Fund") at February 28, 2011, and the results of its operations, the changes in its net assets and the financial highlights for each of the periods indicated, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Fund's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at February 28, 2011 by correspondence with the custodian and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP  
Boston, Massachusetts  
April 19, 2011

---

## Tax information

### Unaudited

For federal income tax purposes, the following information is furnished with respect to the distributions of the Fund, if any, paid during its taxable year ended February 28, 2011.

The Fund designates the maximum amount allowable of its net taxable income as qualified dividend income as provided in the Jobs and Growth Tax Relief Reconciliation Act of 2003. This amount will be reflected on Form 1099-DIV for the calendar year 2011.

The Fund designates the maximum amount allowable for the corporate dividends received deduction for the fiscal year ended February 28, 2011.

Income derived from foreign sources was \$2,812,259. The Fund intends to pass through foreign tax credits of \$227,679 for the fiscal year ended February 28, 2011.

Shareholders will be mailed a 2011 Form 1099-DIV in January 2012. This will reflect the total of all distributions that are taxable for calendar year 2011.

# Trustees and Officers

This chart provides information about the Trustees and Officers who oversee your John Hancock fund. Officers elected by the Trustees manage the day-to-day operations of the Fund and execute policies formulated by the Trustees.

## Independent Trustees

Name, Year of Birth <i>Position(s) held with Fund</i> Principal occupation(s) and other directorships during past 5 years	Trustee of the Trust since <sup>1</sup>	Number of John Hancock funds overseen by Trustee
---	---	--

<b>Steven R. Pruchansky</b> , Born: 1944	2006	47
--	------	----

Chairperson (since January 2011); Chairman and Chief Executive Officer, Greenscapes of Southwest Florida, Inc. (since 2000); Director and President, Greenscapes of Southwest Florida, Inc. (until 2000); Member, Board of Advisors, First American Bank (since 2008); Managing Director, Jon James, LLC (real estate) (since 2000); Director, First Signature Bank & Trust Company (until 1991); Director, Mast Realty Trust (until 1994); President, Maxwell Building Corp. (until 1991).

<b>James F. Carlin</b> , Born: 1940	2006	47
-------------------------------------	------	----

Chief Executive Officer, Director and Treasurer, Alpha Analytical Laboratories (environmental, chemical and pharmaceutical analysis) (since 1985); Part Owner and Treasurer, Lawrence Carlin Insurance Agency, Inc. (since 1995); Chairman and Chief Executive Officer, CIMCO, LLC (management/investments) (since 1987).

<b>William H. Cunningham</b> , Born: 1944	2006	47
---	------	----

Professor, University of Texas, Austin, Texas (since 1971); former Chancellor, University of Texas System and former President of the University of Texas, Austin, Texas; Director of the following: LIN Television (since 2009); Lincoln National Corporation (insurance) (Chairman since 2009 and Director since 2006); Resolute Energy Corporation (since 2009); Nanomedical Systems, Inc. (biotechnology company) (Chairman since 2008); Yorktown Technologies, LP (tropical fish) (Chairman since 2007); Greater Austin Crime Commission (since 2001); Southwest Airlines (since 2000); former Director of the following: Introgen (manufacturer of biopharmaceuticals) (until 2008); Hicks Acquisition Company I, Inc. (until 2007); Jefferson-Pilot Corporation (diversified life insurance company) (until 2006); and former Advisory Director, JP Morgan Chase Bank (formerly Texas Commerce Bank–Austin) (until 2009).

<b>Deborah C. Jackson</b> , <sup>2</sup> Born: 1952	2008	47
---	------	----

Chief Executive Officer, American Red Cross of Massachusetts Bay (since 2002); Board of Directors of Eastern Bank Corporation (since 2001); Board of Directors of Eastern Bank Charitable Foundation (since 2001); Board of Directors of American Student Assistance Corp. (1996–2009); Board of Directors of Boston Stock Exchange (2002–2008); Board of Directors of Harvard Pilgrim Healthcare (health benefits company) (since 2007).

<b>Charles L. Ladner</b> , <sup>2</sup> Born: 1938	2006	47
--	------	----

Vice Chairperson (since March 2011); Chairman and Trustee, Dunwoody Village, Inc. (retirement services) (since 2008); Director, Philadelphia Archdiocesan Educational Fund (since 2009); Senior Vice President and Chief Financial Officer, UGI Corporation (public utility holding company) (retired 1998); Vice President and Director for AmeriGas, Inc. (retired 1998); Director of AmeriGas Partners, L.P. (gas distribution) (until 1997); Director, EnergyNorth, Inc. (until 1995); Director, Parks and History Association (Cooperating Association, National Park Service) (until 2005).

## Independent Trustees (continued)

Name, Year of Birth <i>Position(s) held with Fund</i> Principal occupation(s) and other directorships during past 5 years	Trustee of the Trust since <sup>1</sup>	Number of John Hancock funds overseen by Trustee
<b>Stanley Martin,<sup>2</sup></b> Born: 1947	2008	47

Senior Vice President/Audit Executive, Federal Home Loan Mortgage Corporation (2004–2006); Executive Vice President/Consultant, HSBC Bank USA (2000–2003); Chief Financial Officer/Executive Vice President, Republic New York Corporation & Republic National Bank of New York (1998–2000); Partner, KPMG LLP (1971–1998).

<b>Dr. John A. Moore,</b> Born: 1939	2006	47
--------------------------------------	------	----

President and Chief Executive Officer, Institute for Evaluating Health Risks, (nonprofit institution) (until 2001); Senior Scientist, Sciences International (health research) (until 2003); Former Assistant Administrator & Deputy Administrator, Environmental Protection Agency; Principal, Hollyhouse (consulting) (since 2000); Director, CIIT Center for Health Science Research (nonprofit research) (until 2007).

<b>Patti McGill Peterson,<sup>2</sup></b> Born: 1943	2006	47
--	------	----

Principal, PMP Globalinc (consulting) (since 2007); Senior Associate, Institute for Higher Education Policy (since 2007); Executive Director, CIES (international education agency) (until 2007); Vice President, Institute of International Education (until 2007); Senior Fellow, Cornell University Institute of Public Affairs, Cornell University (1997–1998); Former President Wells College, St. Lawrence University and the Association of Colleges and Universities of the State of New York. Director of the following: Niagara Mohawk Power Corporation (until 2003); Security Mutual Life (insurance) (until 1997); ONBANK (until 1993). Trustee of the following: Board of Visitors, The University of Wisconsin, Madison (since 2007); Ford Foundation, International Fellowships Program (until 2007); UNCF, International Development Partnerships (until 2005); Roth Endowment (since 2002); Council for International Educational Exchange (since 2003).

<b>Gregory A. Russo,</b> Born: 1949	2008	47
-------------------------------------	------	----

Vice Chairman, Risk & Regulatory Matters, KPMG LLP (“KPMG”) (2002–2006); Vice Chairman, Industrial Markets, KPMG (1998–2002).

## Non-Independent Trustees<sup>3</sup>

Name, Year of Birth <i>Position(s) held with Fund</i> Principal occupation(s) and other directorships during past 5 years	Trustee of the Trust since <sup>1</sup>	Number of John Hancock funds overseen by Trustee
<b>Hugh McHaffie,<sup>4</sup></b> Born: 1959	2010	47

Executive Vice President, John Hancock Financial Services (since 2006, including prior positions); President of John Hancock Trust and John Hancock Funds II (since 2009); Trustee, John Hancock retail funds (since 2010); Chairman and Director, John Hancock Advisers, LLC, John Hancock Investment Management Services, LLC and John Hancock Funds, LLC (since 2010); Senior Vice President, Individual Business Product Management, MetLife, Inc. (1999–2006).

### Non-Independent Trustees<sup>3</sup> (continued)

Name, Year of Birth <i>Position(s) held with Fund</i> Principal occupation(s) and other directorships during past 5 years	Trustee of the Trust since <sup>1</sup>	Number of John Hancock funds overseen by Trustee
<b>John G. Vrysen</b> , Born: 1955	2009	47

Senior Vice President, John Hancock Financial Services (since 2006); Director, Executive Vice President and Chief Operating Officer, John Hancock Advisers, LLC, John Hancock Investment Management Services, LLC and John Hancock Funds, LLC (since 2005); Chief Operating Officer, John Hancock Funds II and John Hancock Trust (since 2007); Chief Operating Officer, John Hancock retail funds (until 2009); Trustee, John Hancock retail funds (since 2009).

### Principal officers who are not Trustees

Name, Year of Birth <i>Position(s) held with Fund</i> Principal occupation(s) and other directorships during past 5 years	Officer of the Trust since
<b>Keith F. Hartstein</b> , Born: 1956	2006

*President and Chief Executive Officer*

Senior Vice President, John Hancock Financial Services (since 2004); Director, President and Chief Executive Officer, John Hancock Advisers, LLC and John Hancock Funds, LLC (since 2005); Director, John Hancock Asset Management a division of Manulife Asset Management (US) LLC (since 2005); Director, John Hancock Investment Management Services, LLC (since 2006); President and Chief Executive Officer, John Hancock retail funds (since 2005); Member, Investment Company Institute Sales Force Marketing Committee (since 2003).

<b>Andrew G. Arnott</b> , Born: 1971	2009
--------------------------------------	------

*Senior Vice President and Chief Operating Officer*

Senior Vice President, John Hancock Financial Services (since 2009); Executive Vice President, John Hancock Advisers, LLC (since 2005); Executive Vice President, John Hancock Investment Management Services, LLC (since 2006); Executive Vice President, John Hancock Funds, LLC (since 2004); Chief Operating Officer, John Hancock retail funds (since 2009); Senior Vice President, John Hancock retail funds (since 2010); Vice President, John Hancock Funds II and John Hancock Trust (since 2006); Senior Vice President, Product Management and Development, John Hancock Funds, LLC (until 2009).

<b>Thomas M. Kinzler</b> , Born: 1955	2006
---------------------------------------	------

*Secretary and Chief Legal Officer*

Vice President, John Hancock Financial Services (since 2006); Secretary and Chief Legal Counsel, John Hancock Advisers, LLC, John Hancock Investment Management Services, LLC and John Hancock Funds, LLC (since 2007); Secretary and Chief Legal Officer, John Hancock retail funds, John Hancock Funds II and John Hancock Trust (since 2006); Vice President and Associate General Counsel, Massachusetts Mutual Life Insurance Company (1999–2006); Secretary and Chief Legal Counsel, MML Series Investment Fund (2000–2006); Secretary and Chief Legal Counsel, MassMutual Select Funds and MassMutual Premier Funds (2004–2006).

**Principal officers who are not Trustees (continued)**

Name, Year of Birth Position(s) held with Fund Principal occupation(s) and other directorships during past 5 years	Officer of the Trust since
---	-------------------------------------

<b>Francis V. Knox, Jr.</b> , Born: 1947	2006
--	------

*Chief Compliance Officer*  
 Vice President, John Hancock Financial Services (since 2005); Chief Compliance Officer, John Hancock retail funds, John Hancock Funds II, John Hancock Trust, John Hancock Advisers, LLC and John Hancock Investment Management Services, LLC (since 2005); Vice President and Chief Compliance Officer, John Hancock Asset Management a division of Manulife Asset Management (US) LLC (2005–2008).

<b>Charles A. Rizzo</b> , Born: 1957	2007
--------------------------------------	------

*Chief Financial Officer*  
 Vice President, John Hancock Financial Services (since 2008); Senior Vice President, John Hancock Advisers, LLC and John Hancock Investment Management Services, LLC (since 2008); Chief Financial Officer, John Hancock retail funds, John Hancock Funds II and John Hancock Trust (since 2007); Assistant Treasurer, Goldman Sachs Mutual Fund Complex (2005–2007); Vice President, Goldman Sachs (2005–2007).

<b>Salvatore Schiavone</b> , <sup>4</sup> Born: 1965	2010
--	------

*Treasurer*  
 Assistant Vice President, John Hancock Financial Services (since 2007); Vice President, John Hancock Advisers, LLC and John Hancock Investment Management Services, LLC (since 2007); Treasurer, John Hancock retail funds (since 2010); Treasurer, John Hancock Closed-End Funds (since 2009); Assistant Treasurer, John Hancock Funds II and John Hancock Trust (since 2007); Assistant Treasurer, John Hancock retail funds, John Hancock Funds II and John Hancock Trust (2007–2009); Assistant Treasurer, Fidelity Group of Funds (2005–2007); Vice President, Fidelity Management Research Company (2005–2007).

The business address for all Trustees and Officers is 601 Congress Street, Boston, Massachusetts 02210-2805.  
 The Statement of Additional Information of the Fund includes additional information about members of the Board of Trustees of the Fund and is available without charge, upon request, by calling 1-800-225-5291.

<sup>1</sup> Each Trustee holds office until his or her successor is elected and qualified, or until the Trustee’s death, retirement, resignation or removal.  
<sup>2</sup> Member of Audit Committee.  
<sup>3</sup> Because Messrs. McHaffie and Vrysen are senior executives or directors with the Adviser and/or its affiliates, each of them is considered an “interested person,” as defined in the Investment Company Act of 1940, of the Fund.  
<sup>4</sup> Mr. McHaffie and Mr. Schiavone were appointed by the Board of Trustees effective 8-31-10.

# More information

## Trustees

Steven R. Pruchansky, *Chairperson*  
James F. Carlin  
William H. Cunningham  
Deborah C. Jackson\*  
Charles L. Ladner, *Vice Chairperson\**  
Stanley Martin\*  
Hugh McHaffie  
Dr. John A. Moore  
Patti McGill Peterson\*  
Gregory A. Russo  
John G. Vrysen

## Officers

Keith F. Hartstein  
*President and Chief Executive Officer*  
Andrew G. Arnott  
*Senior Vice President and Chief Operating Officer*  
Thomas M. Kinzler  
*Secretary and Chief Legal Officer*  
Francis V. Knox, Jr.  
*Chief Compliance Officer*  
Charles A. Rizzo  
*Chief Financial Officer*  
Salvatore Schiavone  
*Treasurer*

\*Member of the Audit Committee

## Investment adviser

John Hancock Investment Management  
Services, LLC

## Subadviser

Grantham, Mayo, Van Otterloo & Co. LLC

## Principal distributor

John Hancock Funds, LLC

## Custodian

State Street Bank and Trust Company

## Transfer agent

John Hancock Signature Services, Inc.

## Legal counsel

K&L Gates LLP

## Independent registered

### public accounting firm

PricewaterhouseCoopers LLP

---

*The report is certified under the Sarbanes-Oxley Act, which requires mutual funds and other public companies to affirm that, to the best of their knowledge, the information in their financial reports is fairly and accurately stated in all material respects.*

---

The Fund's proxy voting policies and procedures, as well as the Fund's proxy voting record for the most recent twelve-month period ended June 30, are available free of charge on the Securities and Exchange Commission (SEC) Web site at [www.sec.gov](http://www.sec.gov) or on our Web site.

The Fund's complete list of portfolio holdings, for the first and third fiscal quarters, is filed with the SEC on Form N-Q. The Fund's Form N-Q is available on our Web site and the SEC's Web site, [www.sec.gov](http://www.sec.gov), and can be reviewed and copied (for a fee) at the SEC's Public Reference Room in Washington, DC. Call 1-800-SEC-0330 to receive information on the operation of the SEC's Public Reference Room.

We make this information on your fund, as well as **monthly portfolio holdings**, and other fund details available on our Web site [www.jhfunds.com](http://www.jhfunds.com) or by calling 1-800-225-5291.

You can also contact us:

**1-800-225-5291**  
**[jhfunds.com](http://jhfunds.com)**

### Regular mail:

John Hancock Signature Services, Inc.  
P.O. Box 55913  
Boston, MA 02205-5913

### Express mail:

John Hancock Signature Services, Inc.  
Mutual Fund Image Operations  
30 Dan Road  
Canton, MA 02021

**DOMESTIC EQUITY**

Balanced Fund  
 Classic Value Fund  
 Classic Value Mega Cap Fund  
 Disciplined Value Fund  
 Disciplined Value Mid Cap Fund  
 Large Cap Equity Fund  
 Mid Cap Equity Fund  
 Rainier Growth Fund  
 Small Cap Equity Fund  
 Small Cap Intrinsic Value Fund  
 Small Company Fund  
 Sovereign Investors Fund  
 U.S. Core Fund  
 U.S. Global Leaders Growth Fund

**ASSET ALLOCATION****TARGET RISK**

Lifestyle Aggressive Portfolio  
 Lifestyle Balanced Portfolio  
 Lifestyle Conservative Portfolio  
 Lifestyle Growth Portfolio  
 Lifestyle Moderate Portfolio

**TARGET DATE**

Lifecycle 2045 Portfolio  
 Lifecycle 2040 Portfolio  
 Lifecycle 2035 Portfolio  
 Lifecycle 2030 Portfolio  
 Lifecycle 2025 Portfolio  
 Lifecycle 2020 Portfolio  
 Lifecycle 2015 Portfolio  
 Lifecycle 2010 Portfolio

**RETIREMENT INCOME**

Retirement Distribution Portfolio  
 Retirement Rising Distribution Portfolio

**GLOBAL/INTERNATIONAL EQUITY**

Global Opportunities Fund  
 Global Shareholder Yield Fund  
 Greater China Opportunities Fund  
 International Allocation Portfolio  
 International Core Fund  
 International Growth Fund  
 International Value Equity Fund

**SPECIALTY**

Alternative Asset Allocation Fund  
 Currency Strategies Fund  
 Financial Industries Fund  
 Natural Resources Fund  
 Regional Bank Fund  
 Technical Opportunities Fund

**INCOME**

Bond Fund  
 Floating Rate Income Fund  
 Government Income Fund  
 High Yield Fund  
 Investment Grade Bond Fund  
 Strategic Income Fund  
 Strategic Income Opportunities Fund

**TAX-FREE INCOME**

California Tax-Free Income Fund  
 High Yield Municipal Bond Fund  
 Massachusetts Tax-Free Income Fund  
 New York Tax-Free Income Fund  
 Tax-Free Bond Fund

**MONEY MARKET**

Money Market Fund

**CLOSED-END**

Bank and Thrift Opportunity Fund  
 Income Securities Trust  
 Investors Trust  
 Preferred Income Fund  
 Preferred Income Fund II  
 Preferred Income Fund III  
 Premium Dividend Fund  
 Tax-Advantaged Dividend Income Fund  
 Tax-Advantaged Global Shareholder Yield Fund

The Fund's investment objectives, risks, charges and expenses are included in the prospectus and should be considered carefully before investing. For a prospectus, call your financial professional, call John Hancock Funds at 1-800-225-5291 or visit the Fund's Web site at [www.jhfunds.com](http://www.jhfunds.com). Please read the prospectus carefully before investing or sending money.



1-800-225-5291

1-800-554-6713 TDD

1-800-338-8080 EASI-Line

[www.jhfunds.com](http://www.jhfunds.com)

**Now available: electronic delivery**  
**[www.jhfunds.com/edelivery](http://www.jhfunds.com/edelivery)**

This report is for the information of the shareholders of John Hancock International Growth Fund.  
It is not authorized for distribution to prospective investors unless preceded or accompanied by a prospectus.

8700A 2/11  
4/11