



MUTUAL FUNDS

John Hancock  
Tax-Advantaged Dividend Income Fund



**Semiannual Report**  
4.30.11

Ticker | **HTD**

## CEO corner



### To Our Shareholders,

Stocks produced solid gains for the six months ended April 30, 2011, shrugging off a series of unsettling events that occurred in the world during the period and reflecting a growing sense of a strengthening economy.

The period began November 1, 2010 as the market took off on a sustained rally after the U.S. Federal Reserve Board embarked on another mission to stimulate the economy. The rally stalled briefly several times as the market responded to a range of global issues, including political turmoil in the Middle East and North Africa and the devastating events in Japan, both of which sparked a spike in crude oil prices.

Amazingly, the markets recovered in short order from these major shocks, supported by stronger-than-expected corporate earnings reports and rising consumer demand. Coupled with the Fed's message that interest rates would remain low, investors grew comfortable taking on more risk, boosting stock and commodities prices. For the six-month period, the S&P 500 Index returned 16.36%.

The bond market had mixed results and remained flat in the same six-month period. As confidence grew that the economy had turned a corner, bond prices fell and their yields rose. The improving economic environment lifted corporate bonds, especially high-yielding corporate securities, based on stronger balance sheets and a demand for higher yields. Over the full six-month period, Treasury bonds declined slightly, reflecting rising inflation expectations, and the broad bond market returned 0.02%, as measured by the Barclays Capital U.S. Aggregate Bond Index.

Preferred securities, which often act like bonds given their mostly fixed dividend payouts, fell somewhere in between the return of stocks and bonds, with the Bank of America Merrill Lynch Preferred Stock DRD-Eligible Index rising 6.37%. They benefited from consistently good demand from investors seeking higher-yielding securities. In addition, the extension of Bush-era tax policies — including the continuation of the 15% tax rate on qualified dividends on many tax-advantaged preferred securities — bolstered support for the group.

The disparity in stock and bond results in this period supports the argument for having an investment portfolio that is well diversified among asset classes, styles and managers. The goal is to mitigate risk and help boost long-term results by having at least one asset class performing well to limit the downside impact of underperforming assets. We believe a well-diversified portfolio can act as a good defense against market volatility.

Sincerely,

*Keith F. Hartstein*

Keith F. Hartstein,  
President and Chief Executive Officer

This commentary reflects the CEO's views as of April 30, 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 semiannual report**

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# Your fund at a glance

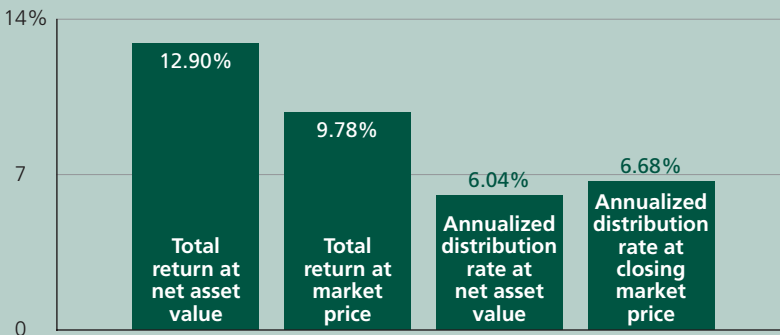
The Fund seeks to provide a high level of after-tax total return from dividend income and gains and capital appreciation. Under normal market conditions, the Fund will invest at least 80% of its assets (net assets plus borrowings for investment purposes) in dividend-paying common and preferred securities that John Hancock Advisers, LLC believes, at the time of acquisition, are eligible to pay dividends, which, for individual shareholders, qualify for U.S. federal taxation rates applicable to long-term capital gains. The Fund utilizes a committed facility agreement to increase its assets available for investments.

## Over the last six months

- Preferred securities posted solid gains, thanks to improving economic conditions, rising corporate profitability and favorable supply and demand conditions.
- Utility common stocks also fared reasonably well, fueled by supportive macroeconomic trends and investor demand.
- Holdings in utility common stocks without exposure to nuclear power operations were some of the Fund's best performers.

### John Hancock Tax Advantaged Dividend Income Fund

Fund performance and distribution rates for the six months ended April 30, 2011.



The total returns for the Fund include all distributions reinvested. The performance data contained within this material represents past performance, which does not guarantee future results.

Current annualized distribution rate is the latest monthly dividend rate as an annualized percentage of net asset value/market price on 4-30-11. The Fund's monthly distributions may be from net investment income, capital gains or return of capital.

# Managers' report

John Hancock

## Tax-Advantaged Dividend Income Fund

**As a group, preferred securities — a key area of emphasis for John Hancock Tax-Advantaged Dividend Income Fund — posted solid gains, outpacing U.S. investment-grade bonds, but lagging common stocks.** Investment-grade bonds came under increasing pressure due to worries over inflation and rising interest rates. Meanwhile, common stocks and preferred securities performed well in response to gradually improving economic conditions and rising corporate profitability.

Preferred securities also benefited from consistently good demand from investors seeking higher-yielding securities. Additionally, the extension of Bush-era tax policies and other forms of tax stimulus — including the continuation of the 15% tax rate for qualified dividends on many tax-advantaged preferred securities — bolstered demand for preferred and similar equity securities overall. Meanwhile, the supply of preferred securities remained muted because companies were reluctant to issue new preferred shares, partially in response to financial reform regulations that made it unattractive for many financial companies to do so.

Utility common stocks — another area of emphasis for the Fund — also posted solid results, thanks largely to investors' appetite for stocks with comparatively high dividends. That said, the utility sector, which is generally perceived as a defensive segment, lagged other more economically sensitive areas of the market. Furthermore, the utility group came under some pressure in the immediate aftermath of the earthquake and tsunami in Japan, because the nuclear crisis there caused a generalized flight from utilities with nuclear operations. However, many stocks in the utilities sector — particularly those without nuclear-related businesses — had rebounded strongly by the

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

Wells Fargo & Company, 8.000%.....	3.5%
OGE Energy Corp.....	3.3%
ONEOK, Inc. ....	3.1%
Spectra Energy Corp. ....	3.0%
Integrus Energy Group, Inc. ....	2.9%
Progress Energy, Inc.....	2.8%
DTE Energy Company .....	2.7%
NSTAR .....	2.7%
Atmos Energy Corp.....	2.5%
MetLife, Inc., Series B, 6.500%.....	2.5%

## From the Portfolio Management Team

John Hancock Asset Management (formerly MFC Global Investment Management (U.S.), LLC.)<sup>2</sup> and Analytic Investors, LLC

end of the period as investors took a more discerning approach to individual securities in the sector.

### Performance

For the six months ended April 30, 2011, John Hancock Tax-Advantaged Dividend Income Fund returned 12.90% at net asset value (NAV) and 9.78% at market price. The difference in the Fund's NAV performance and its market performance stems from the fact that the market share price is subject to the dynamics of secondary market trading, which could cause it to trade at a discount or premium to the Fund's NAV share price at any time. By comparison, the group of diversified closed-end funds tracked by UBS Securities LLC returned an average 16.88% at NAV and 14.54% at market price. For the same six-month period, the Bank of America Merrill Lynch Preferred Stock DRD-Eligible Index returned 6.37%, the S&P 400 MidCap Utilities Index gained 16.58% and the S&P 500 Banks Index rose 12.05%.

The Fund's current annualized distribution rate was 6.04% at NAV and 6.68% at closing market price on April 30, 2011. The UBS diversified equity closed-end fund groups' annualized distribution rate was 5.98% at NAV and 6.49% at closing market price on April 30, 2011.

### Performance highlights

As we mentioned earlier, the earthquake and tsunami in Japan and its aftermath prompted a sell-off in utility stocks in March. At the time, investors were worried that problems with the damaged nuclear power plant in Japan would result in new, stiff regulations surrounding the nuclear power industry around the world, and even utilities without nuclear generation and transmission holdings

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**“As a group, preferred securities ... posted solid gains, outpacing U.S. investment-grade bonds, but lagging common stocks.”**

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were unduly caught in the downturn. More recently, many utility companies that do not have exposure to nuclear energy-related activities rallied strongly and became some of our best utility common stock performers for the entire period, specifically, National Grid PLC, Northeast Utilities and UIL Holding Corp.

Among the Fund's best-performing preferred securities were financial companies Wells Fargo & Company and MetLife, Inc. These securities were helped by investor demand for tax-advantaged preferred securities of well-managed companies. On the common stock side, good performers included commodity-related companies such as Total SA and Chevron Corp., whose share prices generally rose with increases in energy and other commodity prices. Verizon Communications, Inc. also posted solid gains, thanks to growing demand for its telecommunications and data services.

On the flip side, investments in the securities of Progress Energy, Inc. and Santander were flat based on the possibility that they could be called by their respective issuers at par value, and they detracted from the Fund's returns.

### Options detract

With world equities posting strong gains, it was a difficult environment to sell call options, since they lost value as the market advanced. As a result, the options component of the Fund produced negative returns (-1.41%) and detracted from performance, although it held up better than its benchmark, the options component of the CBOE BuyWrite (BXM) Index which returned -7.32% in the period. Options written on the S&P 500 Index were the primary drag. Also,

options written on certain industry sectors — namely the semiconductor and cyclical groups — detracted because these segments moved higher during the period. In contrast, options written on the NASDAQ 100 and S&P 400 MidCap indexes contributed, as these indexes underperformed.

### Outlook

We're reasonably optimistic about the prospects for preferred securities in coming months. Against a backdrop of stubbornly high U.S. unemployment and a housing market still on life support, we don't believe the Federal Reserve will be in any rush to raise interest rates before the end of 2011, at the very

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

Utilities .....	60%
Financials.....	24%
Energy.....	8%
Telecommunication Services .....	5%
Industrials.....	1%
Consumer Discretionary ...	1%
Short-Term Investments & Other.....	1%

earliest. A steady, low-rate environment would likely be favorable for preferred securities.

We believe there are other reasons for optimism as well. In our view, global economic growth will continue to accelerate and, as a result, corporate profits could continue to improve. Given that, we're reasonably optimistic about the prospects for preferred securities during the next several months. Additionally, we believe investors will continue to seek out preferreds for their yield advantage over corporate bonds in the short term, which could be beneficial even once short-term interest rates begin to rise. Turning to utility common stocks, we believe their prospects are also good because they are likely to be helped by many of these same factors, namely low and steady interest rates, improving profitability and solid investor demand.

This commentary reflects the views of the portfolio management team through the end of the Fund's period discussed in this report. The team's 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.**

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 the Fund's total investments on 4-30-11. Cash and cash equivalents not included in Top 10 Holdings.

<sup>2</sup> Manulife Asset Management (US) LLC is doing business as John Hancock Asset Management.

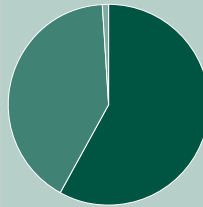
<sup>3</sup> As a percentage of the Fund's total investments on 4-30-11.

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**“More recently, many utility companies that do not have exposure to nuclear energy-related activities rallied strongly...”**

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PORTFOLIO COMPOSITION<sup>3</sup>



58% Common Stocks  
41% Preferred Securities  
1% Short-Term Investments & Other

# Portfolio summary

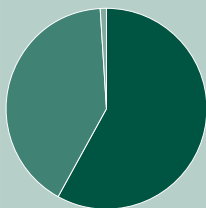
## Top 10 Holdings (29.0% of Total Investments on 4-30-11)<sup>1</sup>

Wells Fargo & Company, 8.000%	3.5%	Progress Energy, Inc.	2.8%
OGE Energy Corp.	3.3%	DTE Energy Company	2.7%
ONEOK, Inc.	3.1%	NSTAR	2.7%
Spectra Energy Corp.	3.0%	Atmos Energy Corp.	2.5%
Integrus Energy Group, Inc.	2.9%	MetLife, Inc., Series B, 6.500%	2.5%

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

Utilities	60%	Industrials	1%
Financials	24%	Consumer Discretionary	1%
Energy	8%	Short-Term Investments & Other	1%
Telecommunication Services	5%		

## PORTFOLIO COMPOSITION<sup>2</sup>



58% Common Stocks  
41% Preferred Securities  
1% Short-Term Investments & Other

<sup>1</sup> Cash and cash equivalents not included in Top 10 Holdings.

<sup>2</sup> As a percentage of the Fund's total investments on 4-30-11.

<sup>3</sup> 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 4-30-11 (unaudited)

	Shares	Value
<b>Common Stocks 85.48% (58.09% of Total Investments)</b>		<b>\$583,850,436</b>
(Cost \$512,769,278)		
<b>Energy 8.89%</b>		<b>60,690,130</b>
<b>Oil, Gas &amp; Consumable Fuels 8.89%</b>		
BP PLC, SADR (L)(Z)	187,500	8,651,250
Chevron Corp. (L)(Z)	82,500	9,028,800
Kinder Morgan, Inc.	11,000	314,380
Spectra Energy Corp. (L)(Z)	1,050,000	30,492,000
Total SA, SADR (L)(Z)	190,000	12,203,700
<b>Industrials 1.38%</b>		<b>9,407,000</b>
<b>Industrial Conglomerates 1.38%</b>		
General Electric Company (L)(Z)	460,000	9,407,000
<b>Telecommunication Services 4.89%</b>		<b>33,389,670</b>
<b>Diversified Telecommunication Services 3.20%</b>		
Alaska Communications Systems Group, Inc. (Z)	55,000	531,850
AT&T, Inc. (Z)	400,000	12,448,000
Verizon Communications, Inc. (L)(Z)	235,000	8,878,300
<b>Wireless Telecommunication Services 1.69%</b>		
Vodafone Group PLC, SADR (L)(Z)	396,000	11,531,520
<b>Utilities 70.32%</b>		<b>480,363,636</b>
<b>Electric Utilities 18.93%</b>		
American Electric Power Company, Inc. (L)(Z)	595,000	21,705,600
Duke Energy Corp. (L)(Z)	765,000	14,267,250
Entergy Corp. (L)(Z)	105,000	7,320,600
FirstEnergy Corp. (C)(Z)	510,000	20,379,600
Northeast Utilities	75,000	2,670,000
PNM Resources, Inc. (Z)	58,000	889,140
Progress Energy, Inc. (Z)	600,000	28,470,000
Southern Company (Z)	441,867	17,250,488
UIL Holding Corp.	515,000	16,387,300
<b>Gas Utilities 9.11%</b>		
Atmos Energy Corp. (L)(Z)	725,000	25,295,250
Northwest Natural Gas Company (Z)	132,500	6,126,800
ONEOK, Inc. (Z)	440,000	30,773,600
<b>Multi-Utilities 42.28%</b>		
Ameren Corp. (L)(Z)	555,000	16,267,050
Black Hills Corp. (L)(Z)	560,000	19,460,000

	Shares	Value
<b>Multi-Utilities (continued)</b>		
CH Energy Group, Inc. (Z)	457,000	\$24,504,340
Consolidated Edison, Inc. (L)(Z)	265,000	13,811,800
Dominion Resources, Inc. (L)(Z)	420,000	19,496,400
DTE Energy Company (L)(Z)	543,100	27,442,843
Integrus Energy Group, Inc. (L)(Z)	555,000	29,059,800
National Grid PLC, SADR	175,000	8,982,750
NiSource, Inc. (Z)	790,500	15,375,225
NSTAR (Z)	575,000	26,622,500
OGE Energy Corp. (Z)	620,000	32,965,400
Public Service Enterprise Group, Inc. (L)(Z)	360,000	11,581,200
Vectren Corp. (L)(Z)	790,000	22,578,200
Xcel Energy, Inc. (L)(Z)	850,000	20,680,500

<b>Preferred Securities 61.60% (41.87% of Total Investments)</b>	<b>\$420,764,980</b>
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(Cost \$416,927,304)

<b>Consumer Discretionary 0.46%</b>	<b>3,130,350</b>
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**Media 0.46%**

Comcast Corp., 7.000% (Z)	123,000	3,130,350
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<b>Energy 3.27%</b>	<b>22,369,265</b>
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**Oil, Gas & Consumable Fuels 3.27%**

Nexen, Inc., 7.350% (C)(Z)	882,765	22,369,265
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<b>Financials 36.17%</b>	<b>247,047,993</b>
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**Capital Markets 0.00%**

Lehman Brothers Holdings, Inc., Depositary Shares, Series C, 5.940% (I)	274,760	13,738
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Lehman Brothers Holdings, Inc., Depositary Shares, Series D, 5.670% (I)	65,000	1,300
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Lehman Brothers Holdings, Inc., Depositary Shares, Series F, 6.500% (I)	219,300	219
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**Commercial Banks 12.18%**

Barclays Bank PLC, Series 5, 8.125% (L)(Z)	450,078	11,972,075
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HSBC Holdings PLC, 8.000% (C)(Z)	325,000	8,914,750
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HSBC Holdings PLC, 8.125% (Z)	50,000	1,371,000
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Royal Bank of Scotland Group PLC, Series L, 5.750% (L)(Z)	858,500	16,354,425
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Santander Finance Preferred SA Unipersonal, Series 10, 10.500%	242,000	6,967,180
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Santander Finance Preferred SA, Series 1, 6.410%	15,500	369,520
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Santander Holdings USA, Inc., Series C, 7.300%	40,000	1,000,400
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USB Capital VIII, Series 1, 6.350%	55,000	1,383,800
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Wells Fargo & Company, 8.000% (L)(Z)	1,207,000	34,870,230
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**Consumer Finance 0.86%**

HSBC Finance Corp., Depositary Shares, Series B, 6.360% (Z)	150,000	3,570,000
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SLM Corp., Series A, 6.970% (Z)	50,000	2,272,500
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	Shares	Value
<b>Diversified Financial Services 19.46%</b>		
Bank of America Corp., 6.700% (Z)	500,000	\$11,830,000
Bank of America Corp., 6.375% (Z)	139,000	3,188,660
Bank of America Corp., 6.625% (Z)	355,000	8,619,400
Bank of America Corp., 8.200% (Z)	135,000	3,510,000
Bank of America Corp., Depository Shares, Series D, 6.204% (Z)	240,000	5,539,200
Bank of America Corp., Series MER, 8.625% (C)(Z)	652,800	17,573,376
Citigroup Capital VIII, 6.950% (L)(Z)	540,000	13,489,200
Citigroup Capital XIII (7.875% to 10-30-15, then 3 month LIBOR + 6.370%), 7.875%	27,100	752,296
Citigroup, Inc., 8.125%	270,400	7,368,400
Deutsche Bank Capital Funding Trust VIII, 6.375% (Z)	282,000	6,855,420
Deutsche Bank Contingent Capital Trust II, 6.550% (Z)	310,000	7,725,200
Deutsche Bank Contingent Capital Trust III, 7.600% (L)(Z)	797,893	21,319,701
ING Groep NV, 7.050% (Z)	140,000	3,325,000
ING Groep NV, 6.200% (Z)	109,100	2,381,653
JPMorgan Chase & Company, 8.625% (Z)	140,000	3,869,600
RBS Capital Funding Trust VII, 6.080%	983,000	15,580,550
<b>Insurance 3.65%</b>		
MetLife, Inc., Series B, 6.500%, 6.500% (L)(Z)	976,000	24,936,800
<b>Thriffs &amp; Mortgage Finance 0.02%</b>		
Federal National Mortgage Association, Series S, 7.750%	60,000	122,400
		<b>23,788,547</b>
<b>Telecommunication Services 3.48%</b>		
<b>Wireless Telecommunication Services 3.48%</b>		
Telephone & Data Systems, Inc., 6.875%	227,900	5,697,500
Telephone & Data Systems, Inc., Series A, 7.600%	268,940	6,755,773
United States Cellular Corp., 7.500% (Z)	448,389	11,335,274
		<b>124,428,825</b>
<b>Utilities 18.22%</b>		
<b>Electric Utilities 12.56%</b>		
Alabama Power Company, Class A, 5.300% (Z)	193,200	4,855,116
Carolina Power & Light Company, 5.440% (Z)	111,493	10,682,423
Duquesne Light Company, 6.500% (L)(Z)	427,000	20,989,740
Entergy Arkansas, Inc., 4.560% (Z)	9,388	795,046
Entergy Arkansas, Inc., 6.450% (Z)	110,000	2,684,693
Entergy Mississippi, Inc., 4.920% (Z)	8,190	705,620
Entergy Mississippi, Inc., 6.250% (Z)	197,500	4,863,438
FPC Capital I, Series A, 7.100% (Z)	55,000	1,416,800
PPL Corp., 9.500%	285,000	16,153,800
PPL Electric Utilities Corp., Depository Shares, 6.250% (Z)	300,000	7,500,000
PPL Energy Supply, LLC, 7.000% (Z)	297,512	7,544,904
Southern California Edison Company, 6.125% (Z)	50,000	4,710,940
Southern California Edison Company, Series C, 6.000% (Z)	30,000	2,840,625

	Shares	Value
<b>Independent Power Producers &amp; Energy Traders 2.33%</b>		
Constellation Energy Group, Inc., Series A, 8.625% (L)(Z)	597,483	\$15,928,897
<b>Multi-Utilities 3.33%</b>		
BGE Capital Trust II, 6.200% (Z)	160,500	4,004,475
Consolidated Edison Company of New York, Inc., Series C, 4.650%	16,400	1,459,600
Consolidated Edison Company of New York, Inc., Series D, 4.650%	5,000	411,717
Interstate Power & Light Company, Series B, 8.375% (Z)	230,000	6,674,600
Pacific Enterprises, 4.500% (Z)	45,000	3,735,000
Xcel Energy, Inc., 4.560%, Series G (Z)	76,830	6,471,391
<b>Short-Term Investments 0.06% (0.04% of Total Investments)</b>		<b>\$442,000</b>
(Cost \$442,000)		
<b>Repurchase Agreement 0.06%</b>		<b>442,000</b>
Repurchase Agreement with State Street Corp. dated 4-29-11 at 0.010% to be repurchased at \$442,000 on 5-2-11, collateralized by \$410,000 Federal Home Loan Mortgage Corp., 4.500% due 1-15-14 (valued at \$453,050, including interest)	442,000	442,000
<b>Total investments (Cost \$930,138,582)† 147.14%</b>		<b>\$1,005,057,416</b>
<b>Other assets and liabilities, net (47.14%)</b>		<b>(\$321,990,045)</b>
<b>Total net assets 100.00%</b>		<b>\$683,067,371</b>

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

LIBOR London Interbank Offered Rate

SADR Sponsored American Depositary Receipts

(C) All or a portion of this security is segregated as collateral for options (see Note 3). Total collateral value at 4-30-11 was \$51,184,506.

(I) Non-income producing security.

(L) All or a portion of this security is on loan as of 4-30-11. Total value of securities on loan at 4-30-11 was \$225,253,503.

(Z) All or a portion of this security is pledged as collateral pursuant to the Committed Facility Agreement (See Note 8). Total collateral value at 4-30-11 was \$787,402,040.

† At 4-30-11, the aggregate cost of investment securities for federal income tax purposes was \$942,020,377. Net unrealized appreciation aggregated \$63,037,039, of which \$124,821,735 related to appreciated investment securities and \$61,784,696 related to depreciated investment securities.

# Financial statements

## Statement of assets and liabilities 4-30-11 (unaudited)

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 for each common share.

<b>Assets</b>	
Investments, at value (Cost \$930,138,582)	\$1,005,057,416
Cash	15,666,504
Receivable for investments sold	1,154,825
Dividends receivable	2,718,352
Other receivables and prepaid assets	621,020
<b>Total assets</b>	<b>1,025,218,117</b>
<b>Liabilities</b>	
Payable for investments purchased	1,168,437
Committed facility agreement payable (Note 7)	337,000,000
Written options, at value (Premiums received \$1,801,428) (Note 3)	3,713,790
Interest payable (Note 7)	27,434
Payable to affiliates	
Accounting and legal services fees	15,316
Transfer agent fees	14,447
Trustees' fees	38,315
Other liabilities and accrued expenses	173,007
<b>Total liabilities</b>	<b>342,150,746</b>
<b>Net assets</b>	
Capital paid-in	\$705,841,004
Undistributed net investment income	1,928,274
Accumulated net realized loss on investments, options written and swap agreements	(97,708,379)
Net unrealized appreciation (depreciation) on investments and options written	73,006,472
<b>Net assets</b>	<b>\$683,067,371</b>
<b>Net assets value per share</b>	
Based on 37,785,846 shares of beneficial interest outstanding — unlimited number of shares authorized with no par value	\$18.08

## Statement of operations For the six-month period ended 4-30-11

(unaudited)

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

<b>Investment income</b>	
Dividends	\$27,576,488
Interest	51,870
Less foreign taxes withheld	(17,035)
<b>Total investment income</b>	<b>27,611,323</b>
<b>Expenses</b>	
Investment management fees (Note 5)	3,572,581
Accounting and legal services fees (Note 5)	42,079
Transfer agent fees (Note 5)	27,017
Trustees' fees (Note 5)	47,647
Printing and postage	68,508
Professional fees	154,070
Custodian fees	39,455
Registration and filing fees	10,268
Interest expense (Note 7)	1,870,508
Stock exchange listing fees	16,721
Other	11,794
<b>Total expenses</b>	<b>5,860,648</b>
Less expense reductions (Notes 5 and 10)	(889,552)
<b>Net expenses</b>	<b>4,971,096</b>
<b>Net investment income</b>	<b>22,640,227</b>
<b>Realized and unrealized gain (loss)</b>	
<b>Net realized gain (loss) on</b>	
Investments	8,561,052
Written options (Note 3)	(7,185,419)
Swap contracts (Note 3)	(1,641,348)
	<b>(265,715)</b>
<b>Change in net unrealized appreciation (depreciation) of</b>	
Investments	54,644,224
Written options (Note 3)	(1,938,966)
Swap contracts (Note 3)	1,666,633
	<b>54,371,891</b>
<b>Net realized and unrealized gain</b>	<b>54,106,176</b>
<b>Increase in net assets from operations</b>	<b>\$76,746,403</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.

	Six months ended 4-30-11 (unaudited)	Year ended 10-31-10
<b>Increase (decrease) in net assets</b>		
<b>From operations</b>		
Net investment income	\$22,640,227	\$42,011,200
Net realized gain (loss)	(265,715)	4,023,786
Change in net unrealized appreciation (depreciation)	54,371,891	137,259,224
<b>Increase in net assets resulting from operations</b>	<b>76,746,403</b>	<b>183,294,210</b>
<b>Distributions to shareholders</b>		
From net investment income	(20,688,980)	(41,727,641)
<b>From Fund share transactions (Note 6)</b>	<b>(3,391,487)</b>	<b>(4,178,919)</b>
<b>Total increase</b>	<b>52,665,936</b>	<b>137,387,650</b>
<b>Net assets</b>		
Beginning of period	630,401,435	493,013,785
<b>End of period</b>	<b>\$683,067,371</b>	<b>\$630,401,435</b>
<b>Accumulated undistributed/(distributions in excess of) net investment income</b>	<b>\$1,928,274</b>	<b>(\$22,973)</b>

## Statement of cash flows

This Statement of Cash Flows shows cash flow from operating and financing activities for the period stated.

	For the six-month period ended 4-30-11 (unaudited)
<b>Cash flows from operating activities</b>	
Net increase in net assets from operations	\$76,746,403
<b>Adjustments to reconcile net increase in net assets from operations to net cash provided by operating activities:</b>	
Long-term investments purchased	(91,376,431)
Long-term investments sold	72,338,527
Decrease in short term investments	11,068,000
Decrease in dividends and interest receivable	222,750
Decrease in payable for investments purchased	(11,935,123)
Decrease in receivable for investments sold	20,930,931
Increase in other receivables and prepaid expenses	(555,412)
Decrease in unrealized depreciation of swap contracts	(1,666,633)
Increase in payable for written options	1,370,065
Increase in payable to affiliates	34,164
Decrease in interest payable	(13,349)
Decrease in other liabilities and accrued expenses	(713,556)
Net change in unrealized (appreciation) depreciation on investments	(54,644,224)
Net realized gain on investments	(8,561,052)
<b>Net cash provided by operating activities</b>	<b>\$13,245,060</b>
<b>Cash flows from financing activities</b>	
Borrowings from committed facility agreement payable	26,500,000
Repurchase of common shares	(3,391,487)
Distributions to common shareholders	(20,688,980)
<b>Net cash provided by financing activities</b>	<b>\$2,419,533</b>
<b>Net increase in cash</b>	<b>\$15,664,593</b>
<b>Cash at beginning of period</b>	<b>\$1,911</b>
<b>Cash at end of period</b>	<b>\$15,666,504</b>
<b>Supplemental disclosure of cash flow information</b>	
<b>Cash paid for interest</b>	<b>\$1,883,857</b>

# 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>COMMON SHARES</b> Period ended	4-30-11 <sup>1</sup>	10-31-10	10-31-09 <sup>2</sup>	12-31-08	12-31-07	12-31-06
<b>Per share operating performance</b>						
<b>Net asset value, beginning of period</b>	<b>\$16.58</b>	<b>\$12.87</b>	<b>\$12.48</b>	<b>\$19.99</b>	<b>\$22.90</b>	<b>\$19.93</b>
Net investment income <sup>3</sup>	0.60	1.10	0.88	1.13	1.26	1.43 <sup>4</sup>
Net realized and unrealized gain (loss) on investments	1.44	3.69	0.56	(7.07)	(1.98)	3.62
Distributions to Auction Preferred Shares (APS)*	—	—	—	(0.15)	(0.41)	(0.39)
<b>Total from investment operations</b>	<b>2.04</b>	<b>4.79</b>	<b>1.44</b>	<b>(6.09)</b>	<b>(1.13)</b>	<b>4.66</b>
<b>Less distributions to common shareholders</b>						
From net investment income	(0.55)	(1.09)	(0.83)	(0.99)	(1.19)	(1.16)
From net realized gain	—	—	—	(0.15)	(0.59)	(0.53)
From tax return of capital	—	—	(0.23)	(0.44)	—	—
<b>Total distributions</b>	<b>(0.55)</b>	<b>(1.09)</b>	<b>(1.06)</b>	<b>(1.58)</b>	<b>(1.78)</b>	<b>(1.69)</b>
Anti-dilutive impact of repurchase plan	0.01 <sup>5</sup>	0.01 <sup>5</sup>	0.01 <sup>5</sup>	0.16 <sup>5</sup>	—	—
<b>Net asset value, end of period</b>	<b>\$18.08</b>	<b>\$16.58</b>	<b>\$12.87</b>	<b>\$12.48</b>	<b>\$19.99</b>	<b>\$22.90</b>
<b>Per share market value, end of period</b>						
	<b>\$16.34</b>	<b>\$15.41</b>	<b>\$11.35</b>	<b>\$10.30</b>	<b>\$17.90</b>	<b>\$20.32</b>
<b>Total return at net asset value (%)</b> <sup>6,8</sup>	<b>12.90</b> <sup>9</sup>	<b>39.49</b>	<b>15.34</b> <sup>9</sup>	<b>(29.97)</b>	<b>(4.19)</b>	<b>(25.67)</b> <sup>7</sup>
<b>Total return at market value (%)</b> <sup>5</sup>	<b>9.78</b> <sup>9</sup>	<b>47.01</b>	<b>23.24</b> <sup>9</sup>	<b>(35.46)</b>	<b>(3.32)</b>	<b>(32.21)</b>
<b>Ratios and supplemental data</b>						
Net assets applicable to common shares, end of period (in millions)	\$683	\$630	\$493	\$480	\$841	\$964
Ratios (as a percentage of average net assets):						
Expenses before reductions (excluding interest expense)	1.26 <sup>10</sup>	1.39	1.39 <sup>10</sup>	1.42	1.27 <sup>11</sup>	1.28 <sup>11</sup>
Interest expense (Note 8)	0.59 <sup>10</sup>	0.64	0.87 <sup>10</sup>	0.87	—	—
Expenses before reductions (including interest expense)	1.85 <sup>10</sup>	2.03	2.26 <sup>10</sup>	2.29	1.27 <sup>11</sup>	1.28 <sup>11</sup>
Expenses net of fee waivers and credits (excluding interest expense)	1.06 <sup>17</sup>	1.22	1.14 <sup>10</sup>	1.12	0.99	1.00
Expenses net of fee waivers and credits (including interest expense)	1.65 <sup>17</sup>	1.86	2.01 <sup>10</sup>	1.99	0.99 <sup>12</sup>	1.00 <sup>12</sup>
Net investment income	7.08 <sup>17</sup>	7.37	9.44 <sup>10</sup>	7.02	5.65 <sup>13</sup>	6.76 <sup>4,13</sup>
Portfolio turnover (%)	10	20	21	29	26	41

**COMMON SHARES** Period ended 4-30-11<sup>1</sup> 10-31-10 10-31-09<sup>2</sup> 12-31-08 12-31-07 12-31-06

<b>Senior securities</b>						
Total value of APS outstanding (in millions)	—	—	—	—	\$380	\$380
Involuntary liquidation preference per unit (in thousands)	—	—	—	—	25	25
Average market value per unit (in thousands)	—	—	—	—	25	25
Asset coverage per unit <sup>14</sup>	—	—	—	—	\$81,737	\$88,352
Total debt outstanding end of year (in millions) (Note 8)	\$337	\$311	\$253	\$267	—	—
Asset coverage per \$1,000 of APS <sup>15</sup>	—	—	—	—	\$3,212	\$3,536
Asset coverage per \$1,000 of debt <sup>16</sup>	\$3,027	\$3,030	\$2,946	\$2,797	—	—

\* Auction Preferred Shares (APS).

<sup>1</sup> Semiannual period from 11-1-10 to 4-30-11. Unaudited.

<sup>2</sup> For the ten-month period ended 10-31-09. The Fund changed its fiscal year end from December 31 to October 31.

<sup>3</sup> Based on the average daily shares outstanding.

<sup>4</sup> Net investment income per share and ratio of net investment income to average net assets reflects a special dividend received by the Fund, which amounted to \$0.13 per share and 0.63% of average net assets.

<sup>5</sup> The repurchase plan was completed at an average repurchase price of \$15.04, \$13.80, \$10.29 and \$14.92, respectively, for 225,571 shares, 302,900 shares, 173,600 shares and 3,589,570 shares, respectively. The redemptions for the periods ended 4-30-11, 10-31-10, 10-31-09 and 12-31-08 were \$3,391,487, \$4,178,919, \$1,786,938 and \$53,556,991, respectively, and had a \$0.01, \$0.01, \$0.01 and \$0.16 NAV impact, respectively.

<sup>6</sup> Total return based on net asset value reflects changes in the Fund's net asset value during each period. Total return based on market value reflects changes in market value. Each figure assumes that dividend and capital gain distributions, if any, were reinvested. These figures will differ depending upon the level of any discount from or premium to net asset value at which the Fund's shares traded during the period.

<sup>7</sup> Unaudited.

<sup>8</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>9</sup> Not annualized.

<sup>10</sup> Annualized.

<sup>11</sup> Ratios calculated on the basis of gross expenses relative to the average net assets of common shares that does not take into consideration expense reductions during the periods shown. Without the exclusion of preferred shares, the annualized ratio of expenses would have been 0.90% and 0.90% for the periods ended 12-31-07 and 12-31-06, respectively.

<sup>12</sup> Ratios calculated on the basis of net expenses relative to the average net assets of common shares. Without the exclusion of preferred shares, the annualized ratio of expenses would have been 0.70% and 0.70% for the periods ended 12-31-07 and 12-31-06, respectively.

<sup>13</sup> Ratios calculated on the basis of net investment income relative to the average net assets of common shares. Without the exclusion of preferred shares, the annualized ratio of net investment income would have been 4.03% and 4.74% for the periods ended 12-31-07 and 12-31-06, respectively.

<sup>14</sup> Calculated by subtracting the Fund's total liabilities from the Fund's total assets and dividing that amount by the number of APS outstanding, as of the applicable 1940 Act Evaluation Date, which may differ from the financial reporting date.

<sup>15</sup> Asset coverage equals the total net assets plus APS divided by the APS of the Fund outstanding at period end (Note 8).

<sup>16</sup> Asset coverage equals the total net assets plus borrowings divided by the borrowings of the Fund outstanding at period end (Note 8).

<sup>17</sup> All expenses have been annualized except insurance reimbursement, which was 0.07% of average net assets and is non-recurring. This reimbursement increased the net investment income by \$0.01 and the net investment income ratio by 0.07%.

# Notes to financial statements

(unaudited)

## Note 1 — Organization

John Hancock Tax-Advantaged Dividend Income Fund (the Fund) is a closed-end diversified management investment company registered under the Investment Company Act of 1940, as amended (the 1940 Act). The Fund began operations on February 27, 2004.

## 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 April 30, 2011, by major security category or type:

	TOTAL MARKET VALUE AT 4-30-11	LEVEL 1 QUOTED PRICE	LEVEL 2 SIGNIFICANT OBSERVABLE INPUTS	LEVEL 3 SIGNIFICANT UNOBSERVABLE INPUTS
<b>Common Stocks</b>				
Energy	\$60,690,130	\$60,690,130	—	—
Industrials	9,407,000	9,407,000	—	—
Telecommunication				
Services	33,389,670	33,389,670	—	—
Utilities	480,363,636	480,363,636	—	—
<b>Preferred Securities</b>				
Consumer Discretionary	3,130,350	3,130,350	—	—
Energy	22,369,265	22,369,265	—	—
Financials	247,047,993	247,034,255	\$13,738	—
Telecommunication				
Services	23,788,547	23,788,547	—	—
Utilities	124,428,825	75,744,583	48,684,242	—
<b>Short-Term Investments</b>	<b>442,000</b>	—	442,000	—
<b>Total Investments in Securities</b>	<b>\$1,005,057,416</b>	<b>\$955,917,436</b>	<b>\$49,139,980</b>	—
<b>Other Financial Instruments</b>				
Written Options	(\$3,713,790)	(\$3,713,790)	—	—

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. During the six-month period ended April 30, 2011, there were no significant transfers in or out of Level 1 or Level 2 assets.

The following is a reconciliation of Level 3 assets for which significant unobservable inputs were used to determine fair value. Transfers in or out of Level 3 represent the beginning value of any security or instrument where a change in the level has occurred from the beginning to the end of the period.

	CONSUMER DISCRETIONARY
Balance as of 10-31-10	\$89
Realized gain (loss)	(700,182)
Change in unrealized appreciation (depreciation)	700,093
Purchases	—
Sales	—
Transfers into Level 3	—
Transfers out of Level 3	—
<b>Balance as of 4-30-11</b>	—
Change in unrealized at year end*	\$700,093

\* Change in unrealized appreciation (depreciation) attributable to Level 3 securities held at period end.

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. Foreign securities are valued in U.S. dollars, based on foreign currency exchange rates supplied by an independent pricing service. Certain securities 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.

**Repurchase agreements.** The Fund may enter into repurchase agreements. When the Fund enters into a repurchase agreement, it receives collateral which is held in a segregated account by the Fund's custodian. The collateral amount is marked-to-market and monitored on a daily basis to ensure that the collateral held is in an amount not less than the principal amount of the repurchase agreement plus any accrued interest. In the event of a default by the counterparty, realization of the collateral proceeds could be delayed, during which time the collateral value may decline.

**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.

**Overdrafts.** Pursuant to the custodian agreement, the Fund's custodian may, in its discretion, advance funds to the Fund to make properly authorized payments. When such payments result in an overdraft, the Fund is obligated to repay the custodian for any overdraft, including any costs or expenses associated with the overdraft. 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 to the extent of any overdraft.

**Expenses.** The majority of expenses are directly attributable to an individual fund. Expenses 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.

**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 \$86,583,009 available to offset future net realized capital gains as of October 31, 2010. The loss carryforward expires as follows: October 31, 2016 — \$6,628,913 and October 31, 2017 — \$79,954,096.

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 October 31, 2010, the Fund had no uncertain tax positions that would require financial statement recognition, de-recognition or disclosure. The Fund's federal tax returns are 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 monthly and capital gain distributions, if any, annually.

Such distributions, 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.

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 derivative transactions, wash sales loss deferrals and characterization of distributions.

**Statement of cash flows.** Information on financial transactions that have been settled through the receipt and disbursement of cash is presented in the Statement of Cash Flows. The cash amount shown in the Statement of Cash Flows is the amount included in the Fund's Statement of Assets and Liabilities and represents the cash on hand at its custodian and does not include any short-term investments.

### 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.

**Options.** There are two types of options, a put option and a call option. Options are traded either over-the-counter or on an exchange. A call option gives the purchaser of the option the right to buy (and the seller the obligation to sell) the underlying instrument at the exercise price. A put option gives the purchaser of the option the right to sell (and the writer the obligation to buy) the underlying instrument at the exercise price. Writing puts and buying calls may increase the Fund's exposure to changes in the value of the underlying instrument. Buying puts and writing calls may decrease the Fund's exposure to such changes. Risks related to the use of options include the loss of the premium, possible illiquidity of the options markets, trading restrictions imposed by an exchange and movements in underlying security values, and for written options, potential losses in excess of the amounts recognized on the Statement of Assets and Liabilities.

Options listed on an exchange are valued at their closing price. If no closing price is available, then they are valued at the mean between the last bid and ask prices from the exchange on which they are principally traded. For options not listed on an exchange, an independent pricing source is used to value the options at the mean between the last bid and ask prices. When the Fund purchases an option, the premium paid by the Fund is included in the Portfolio of Investments and subsequently "marked-to-market" to reflect current market value. If the purchased option expires, the Fund realizes a loss equal to the cost of the option. If the Fund exercises a call option, the cost of the securities acquired by exercising the call is increased by the premium paid to buy the call. If the

Fund exercises a put option, it realizes a gain or loss from the sale of the underlying security and the proceeds from such sale are decreased by the premium paid. If the Fund enters into a closing sale transaction, the Fund realizes a gain or loss, depending on whether proceeds from the closing sale are greater or less than the original cost. When the Fund writes an option, the premium received is included as a liability and subsequently “marked-to-market” to reflect current market value of the option written. Premiums received from writing options that expire unexercised are recorded as realized gains. Premiums received from writing options which are exercised or are closed are added to or offset against the proceeds or amount paid on the transaction to determine the realized gain or loss. If a put option on a security is exercised, the premium received reduces the cost basis of the securities purchased by the Fund.

During the six months ended April 30, 2011, the Fund wrote option contracts to seek to generate income and to reduce overall volatility of the underlying portfolio. The following tables summarize the Fund’s written options activities during the six months ended April 30, 2011 and the contracts held at April 30, 2011.

	NUMBER OF CONTRACTS	PREMIUMS
Outstanding, beginning of period	2,519	\$2,370,329
Options written	12,804	20,543,924
Options expired	(1,885)	(765,114)
Options closed	(11,888)	(20,347,711)
<b>Outstanding, end of period</b>	<b>1,550</b>	<b>\$1,801,428</b>

NAME OF ISSUER	EXERCISE PRICE	EXPIRATION DATE	NUMBER OF CONTRACTS	PREMIUM	VALUE
<b>CALLS</b>					
Russell 2000 Index	\$840	Nov 2011	85	\$131,494	(\$268,345)
S&P 100 Index	585	Nov 2011	550	911,342	(1,320,000)
S&P 500 Index	1,350	Nov 2011	535	431,737	(1,174,325)
S&P 500 Index	1,335	Nov 2011	220	263,337	(747,120)
S&P 600 Smallcap Index	450	Nov 2011	160	63,518	(204,000)
<b>Total</b>			<b>1,550</b>	<b>\$1,801,428</b>	<b>(\$3,713,790)</b>

**Interest rate swaps.** Interest rate swaps represent an agreement between a Fund and counterparty to exchange cash flows based on the difference between two interest rates applied to a notional amount. The payment flows are usually netted against each other, with the difference being paid by one party to the other. The Fund settles accrued net interest receivable or payable under the swap contracts on a periodic basis. Upfront payments made/received by the Fund are amortized/accreted for financial reporting purposes, with the unamortized/unaccreted portion included in the Statement of Assets and Liabilities. Swaps are marked-to-market daily based upon values from third party vendors or brokers quotations, and the change in value is recorded as unrealized appreciation/depreciation of swap contracts. A termination payment by the counterparty or the Fund is recorded as realized gain or loss, as well as the net periodic payments received or paid by a Fund.

Entering into swap agreements involves, to varying degrees, elements of credit, market and documentation risk that may amount to values that are in excess of the amounts recognized on the Statement of Assets and Liabilities. Such risks involve the possibility that there will be no liquid market for the swap, that a counterparty may default on its obligation or delay payment under the swap terms. The counterparty may disagree or contest the terms of the swap. Market risks may also accompany the swap, including interest rate risk. The Fund may also suffer losses if it is unable to terminate or assign outstanding swaps or reduce its exposure through offsetting transactions.

During the six months ended April 30, 2011, the Fund used interest rate swaps to hedge financing costs. During the six months ended April 30, 2011, the Fund held interest rate swaps with total USD notional amounts up to \$95,000,000, as measured at each quarter end.

There were no open interest rate swap contracts at April 30, 2011.

#### Fair value of derivative instruments by risk category

The table below summarizes the fair value of derivatives held by the Fund at April 30, 2011 by risk category:

RISK	STATEMENT OF ASSETS AND LIABILITIES LOCATION	FINANCIAL INSTRUMENTS LOCATION	ASSET DERIVATIVES FAIR VALUE	LIABILITIES DERIVATIVES FAIR VALUE
Equity contracts	Payable for written options, at value	Written options	—	\$3,713,790

#### 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 six-month period ended April 30, 2011:

RISK	STATEMENT OF OPERATIONS LOCATION	WRITTEN OPTIONS	SWAP CONTRACTS	TOTAL
Equity contracts	Net realized gain (loss) on	(\$7,185,419)	—	(\$7,185,419)
Interest rate contracts	Net realized gain (loss) on	—	(\$1,641,348)	(\$1,641,348)
<b>Total</b>		<b>(\$7,185,419)</b>	<b>(\$1,641,348)</b>	<b>(\$8,826,767)</b>

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 six-month period ended April 30, 2011:

RISK	STATEMENT OF OPERATIONS LOCATION	WRITTEN OPTIONS	SWAP CONTRACTS	TOTAL
Equity contracts	Change in unrealized appreciation (depreciation) of	(\$1,938,966)	—	(\$1,938,966)
Interest rate contracts	Change in unrealized appreciation (depreciation) of	—	\$1,666,663	\$1,666,663
<b>Total</b>		<b>(\$1,938,966)</b>	<b>\$1,666,663</b>	<b>(\$272,303)</b>

#### 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 Advisers, LLC (the Adviser) serves as investment adviser for the Fund. The Adviser is an indirect wholly owned subsidiary of Manulife Financial Corporation (MFC).

**Management fee.** The Fund has an investment management agreement with the Adviser under which the Fund pays a daily management fee to the Adviser equivalent, on an annual basis, to 0.75% of the Fund's average daily net assets and the value attributed to the Committed Facility Agreement (see Note 8) (collectively, managed assets). The Adviser has subadvisory agreements with John Hancock Asset Management a division of Manulife Asset Management (US) LLC (formerly MFC Global Investment Management (U.S.), LLC), an indirectly owned subsidiary of MFC and an affiliate of the Adviser, and Analytic Investors LLC. The Fund is not responsible for payment of the subadvisory fees.

The Adviser has contractually agreed to limit the Fund's management fee to the following: 0.60% of the Fund's average daily managed assets from February 27, 2009 until February 26, 2010, 0.65% of such assets from February 27, 2010 until February 26, 2011 and 0.70% of average daily managed assets from February 27, 2011 until February 26, 2012. Accordingly, the expense reductions related to the reduction in the management fee amounted to \$394,194 for the six months ended April 30, 2011.

The investment management fees incurred for the six months ended April 30, 2011 were equivalent to an annual effective rate of 0.67% of the Fund's average daily managed assets.

**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 accounting and legal services fees incurred for the six months ended April 30, 2011, amounted to an annual rate of 0.01% of the Fund's average daily net assets.

**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

In December 2007, the Trustees approved a share repurchase plan, which has been subsequently reviewed and approved by the Board of Trustees each year in December. Under the share repurchase plan, the Fund may repurchase in the open market up to 10% of its outstanding common shares. The plan will remain in effect between January 1, 2011 and December 31, 2011.

During the six months period ended April 30, 2011 and year ended October 31, 2010, the Fund repurchased 225,571 and 302,900, respectively (0.60% and 0.79% of shares outstanding, respectively) of its common shares under the share repurchase program. The corresponding dollar amount of the share repurchase amounted to \$3,391,487 and \$4,178,919 during the six-month periods ended April 30, 2011 and year ended October 31, 2010, respectively.

### **Note 7 — Leverage risk**

The Fund utilizes a Committed Facility Agreement (CFA) to increase its assets available for investment. When the Fund leverages its assets, common shareholders bear the fees associated with the facility and have the potential to benefit or be disadvantaged from the use of leverage.

The Adviser's fee is also increased in dollar terms from the use of leverage. Consequently, the Fund and the Adviser may have differing interests in determining whether to leverage the Fund's assets. Leverage creates risks that may adversely affect the return for the holders of common shares, including:

- the likelihood of greater volatility of net asset value and market price of common shares
- fluctuations in the interest rate paid for the use of the credit facility
- increased operating costs, which may reduce the Fund's total return
- the potential for a decline in the value of an investment acquired through leverage, while the Fund's obligations under such leverage remains fixed
- the Fund is more likely to have to sell securities in a volatile market in order to meet asset coverage or other debt compliance requirements

To the extent the income or capital appreciation derived from securities purchased with funds received from leverage exceeds the cost of leverage, the Fund's return will be greater than if leverage had not been used, conversely, returns would be lower if the cost of the leverage exceeds the income or capital appreciation derived.

### **Note 8 — Committed Facility Agreement**

The Fund has entered into a Committed Facility Agreement (CFA) with a subsidiary of BNP Paribas (BNP) that allows it to borrow up to \$344 million and to invest the borrowings in accordance with its investment practices. Prior to April 29, 2011, the Fund could borrow up to \$351 million under the CFA.

Borrowings under the CFA are secured by the assets of the Fund as disclosed in the Fund's investments. Interest charged is at the rate of one-month LIBOR (reset daily) plus 0.70% and is payable monthly. Prior to April 29, 2011, the interest rate was one-month LIBOR plus 0.85%. The Fund also pays a commitment fee of 0.60% per annum on the unused portion of the facility. The commitment fee for the six months ended April 30, 2011, totaled \$85,070 and is included in the interest expense in the Statement of operations. As of April 30, 2011, the Fund had borrowings of \$337,000,000 at an interest rate of 0.91%, which are reflected on the Statement of Assets and Liabilities. During the six months ended April 30, 2011, the average borrowing under the CFA and the effective average interest rate were \$322,722,652 and 1.12%, respectively.

The Fund may terminate the agreement with 90 days' notice and, if the Board of Trustees determines that the elimination of all indebtedness leveraging the Fund's investments is in the best interests of the Fund's shareholders, the Fund may terminate the agreement with 30 days' notice. In addition, if certain asset coverage and collateral requirements, minimum net assets or other covenants are not met, the CFA could be deemed in default and result in termination. Absent a default or a facility termination event, BNP is required to provide the Fund with 270 days' notice prior to terminating or amending the CFA.

The Fund has entered into an agreement with BNP that allows BNP to borrow a portion of the pledged collateral (Lent Securities) in an amount not to exceed the lesser of: (i) outstanding borrowings owed by the Fund to BNP and (ii) thirty-three and one-third percent of the Fund's total assets. The Fund can designate any security within the pledged collateral as ineligible to be a Lent

Security and can recall any of the Lent Securities. The Fund also has the right to apply and set-off an amount equal to one hundred percent (100%) of the then-current fair market value of such Lent Securities against the current borrowings under the CFA in the event that BNP fails to timely return the Lent Securities and in certain other circumstances. Income earned from Lent Securities is recorded as a component of interest income on the Statement of operations. During the six months ended April 30, 2011, the Fund recorded \$495,359 in income from Lent Securities.

#### **Note 9 — Purchase and sale of securities**

Purchases and sales of securities, other than short-term securities, aggregated \$91,376,431 and \$72,338,527, respectively, for the six months ended April 30, 2011.

#### **Note 10 — Other matters**

On August 30, 2010, a derivative complaint was filed in the Superior Court of The Commonwealth of Massachusetts, Suffolk County, on behalf of a purported shareholder of John Hancock Tax-Advantaged Dividend Income Fund, which was like one filed for another John Hancock Fund.

A Joint Motion To Dismiss With Prejudice was filed on February 28, 2011 in the Business Litigation Session of the Superior Court of The Commonwealth of Massachusetts, Suffolk County. On March 1, 2011, the Court granted the Motion to Dismiss with Prejudice.

For the six months ended April 30, 2011, the results of operations include non-recurring legal fees and expenses of approximately \$101,450 related to this matter, which are included in Professional fees on the Statement of operations. During the period, the Fund recorded reimbursement from its insurance provider of \$495,358, which is included in expense reductions on the Statement of operations.

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## Additional information

### Unaudited

#### Investment objective and policy

The Fund's investment objective is to provide a high level of after-tax total return from dividend income and gains and capital appreciation.

Under normal market conditions, the Fund will invest at least 80% of its assets (net assets plus borrowings for investment purposes) in dividend-paying common and preferred securities that the Adviser believes at the time of acquisition are eligible to pay dividends which, for individual shareholders, qualify for U.S. federal income taxation at rates applicable to long-term capital gains, which currently are taxed at a maximum rate of 15% ("tax-advantaged dividends"). Tax-advantaged dividends generally include dividends from domestic corporations and dividends from foreign corporations that meet certain specified criteria. The Fund generally can pass the tax treatment of tax-advantaged dividends it receives through to its common shareholders.

On December 17, 2007, the Fund's Trustees approved a change to the Fund's investment policy regarding investments in foreign securities. The revised policy provides that the Fund may invest up to 40% of its net assets in securities of corporate and government issuers located outside the United States that are traded or denominated in U.S. dollars.

On March 31, 2008, the shareholders approved the following changes to the Fund's fundamental investment policy: To eliminate the Fund's "concentration" policy (i.e., investing at least 25% of its net assets) with respect to securities issued by financial services corporations; and to modify the Fund's concentration policy with respect to investing in the utilities sector by permitting the Fund to invest in both U.S. and foreign utilities corporations, rather than only U.S. utilities corporations (as required under the prior policy).

On December 9, 2008, the Fund's Trustees approved the following investment policy: The fund may write (sell) covered call index options on up to 30% of the value of the fund's total assets.

On March 9, 2011, the Board of Trustees amended the Fund's investment policy regarding the use of reverse repurchase agreement transactions. The new policy provides the following:

**Reverse repurchase agreements.** The Fund may engage in reverse repurchase agreement transactions to the extent permitted under the Investment Company Act of 1940, as amended ("1940 Act"), and related guidance of the Securities and Exchange Commission and its staff. The Fund intends to use reverse repurchase agreements to obtain investment leverage either alone and/or in combination with other forms of investment leverage. The Fund may also use reverse repurchase agreement transactions for temporary or emergency purposes. In a reverse repurchase agreement transaction, the Fund temporarily transfers possession of a portfolio instrument to another party in return for cash. At the same time, the Fund agrees to repurchase the instrument at an agreed upon time and price, which reflects an interest payment. The value of the portfolio securities transferred may substantially exceed the purchase price received by the Fund under the reverse repurchase agreement transaction and, during the life of the reverse repurchase agreement transaction, the Fund may be required to transfer additional securities if the market value of those securities initially transferred declines. In engaging in a reverse repurchase transaction, the Fund may transfer ("sell") any of its portfolio securities to a broker-dealer, bank or another financial institution counterparty as determined by the Adviser to be appropriate. In accordance with guidance from the SEC and its staff from time to time in effect, the Fund will earmark or segregate liquid assets equal to repayment obligations under the reverse repurchase agreements. When the Fund enters into a reverse repurchase agreement transaction, any fluctuations in the market value of either the securities transferred to another party or the securities in which the proceeds may

be invested would affect the market value of the Fund's assets. As a result, such transactions may increase fluctuations in the market value of the Fund's assets.

## Bylaws

Effective September 9, 2008, the Fund's bylaws were amended with respect to notice requirements for Trustee nominations and other proposals by the Fund's shareholders. These provisions require the disclosure of the nominating shareholder and the nominee's investment interests as they relate to the Fund, as well as the name of any other shareholder supporting the nominee for election as a Trustee or the proposal of other business. In order for notice to be proper, such notice must disclose the economic interests of the nominating shareholder and nominee, including his or her holdings of shares in the Fund, the intent upon which those shares were acquired, and any hedging arrangements (including leveraged or short positions) made with respect to the shares of the Fund. Additionally, any material interest that the shareholder has in the business to be brought before the meeting must be disclosed.

## Dividends and distributions

During the six-month period ended April 30, 2011, dividends from net investment income totaling \$0.5460 per share were paid to shareholders. The dates of payments and the amounts per share were as follows:

PAYMENT DATE	DISTRIBUTIONS
November 30, 2010	\$0.0910
December 31, 2010	0.0910
January 31, 2011	0.0910
February 28, 2011	0.0910
March 31, 2011	0.0910
April 29, 2011	0.0910
<b>Total</b>	<b>\$0.5460</b>

## Dividend reinvestment plan

The Board of Trustees approved certain amendments to the Fund's Dividend Reinvestment Plan. The Dividend Reinvestment Plan that is in effect as of July 1, 2011 is described below.

Pursuant to the Fund's Dividend Reinvestment Plan (the Plan), distributions of dividends and capital gains are automatically reinvested in common shares of the Fund by The Bank of New York Mellon (the Plan Agent). Every shareholder holding at least one full share of the Fund is entitled to participate in the Plan. In addition, every shareholder who became a shareholder of the Fund after June 30, 2011 and holds at least one full share of the Fund will be automatically enrolled in the Plan. Shareholders who do not participate in the Plan will receive all distributions in cash.

If the Fund declares a dividend or distribution payable either in cash or in common shares of the Fund and the market price of shares on the payment date for the distribution or dividend equals or exceeds the Fund's net asset value per share (NAV), the Fund will issue common shares to participants at a value equal to the higher of NAV or 95% of the market price. The number of additional shares to be credited to each participant's account will be determined by dividing the dollar amount of the distribution or dividend by the higher of NAV or 95% of the market price. If the market price is lower than NAV, or if dividends or distributions are payable only in cash, then participants will receive shares purchased by the Plan Agent on participants' behalf on the New York Stock Exchange (the NYSE) or otherwise on the open market. If the market price exceeds NAV before the Plan Agent has completed its purchases, the average per share purchase price may exceed NAV, resulting in fewer shares being acquired than if the Fund had issued new shares.

There are no brokerage charges with respect to common shares issued directly by the Fund. However, whenever shares are purchased or sold on the NYSE or otherwise on the open market, each participant will pay a pro rata portion of brokerage trading fees, currently \$0.05 per share purchased or sold. Brokerage trading fees will be deducted from amounts to be invested.

The reinvestment of dividends and net capital gains distributions does not relieve participants of any income tax that may be payable on such dividends or distributions.

Shareholders participating in the Plan may buy additional shares of the Fund through the Plan at any time in amounts of at least \$50 per investment, up to a maximum of \$10,000, with a total calendar year limit of \$100,000. Shareholders will be charged a \$5 transaction fee plus \$0.05 per share brokerage trading fee for each order. Purchases of additional shares of the Fund will be made on the open market. Shareholders who elect to utilize monthly electronic fund transfers to buy additional shares of the Fund will be charged a \$2 transaction fee plus \$0.05 per share brokerage trading fee for each automatic purchase. Shareholders can also sell Fund shares held in the Plan account at any time by contacting the Plan Agent by telephone, in writing or by visiting the Plan Agent's Web site at [www.bnymellon.com/shareowner/equityaccess](http://www.bnymellon.com/shareowner/equityaccess). The Plan Agent will mail a check to you (less applicable brokerage trading fees) on settlement date, which is three business days after your shares have been sold. If you choose to sell your shares through your stockbroker, you will need to request that the Plan Agent electronically transfer your shares to your stockbroker through the Direct Registration System.

Shareholders participating in the Plan may withdraw from the Plan at any time by contacting the Plan Agent by telephone, in writing or by visiting the Plan Agent's Web site at [www.bnymellon.com/shareowner/equityaccess](http://www.bnymellon.com/shareowner/equityaccess). Such termination will be effective immediately if the notice is received by the Plan Agent prior to any dividend or distribution record date; otherwise, such termination will be effective on the first trading day after the payment date for such dividend or distribution, with respect to any subsequent dividend or distribution. If you withdraw, your shares will be credited to your account; or, if you wish, the Plan Agent will sell your full and fractional shares and send you the proceeds, less a transaction fee of \$5.00 and less brokerage trading fees of \$0.05 per share. If a shareholder does not maintain at least one whole share of common stock in the Plan account, the Plan Agent may terminate such shareholder's participation in the Plan after written notice. Upon termination, shareholders will be sent a check for the cash value of any fractional share in the Plan account, less any applicable broker commissions and taxes.

Shareholders who hold at least one full share of the Fund may join the Plan by notifying the Plan Agent by telephone, in writing or by visiting the Plan Agent's Web site at [www.bnymellon.com/shareowner/equityaccess](http://www.bnymellon.com/shareowner/equityaccess). If received in proper form by the Plan Agent before the record date of a dividend, the election will be effective with respect to all dividends paid after such record date. If you wish to participate in the Plan and your shares are held in the name of a brokerage firm, bank or other nominee, please contact your nominee to see if it will participate in the Plan for you. If you wish to participate in the Plan, but your brokerage firm, bank or other nominee is unable to participate on your behalf, you will need to request that your shares be re-registered in your own name, or you will not be able to participate. The Plan Agent will administer the Plan on the basis of the number of shares certified from time to time by you as representing the total amount registered in your name and held for your account by your nominee.

Experience under the Plan may indicate that changes are desirable. Accordingly, the Fund and the Plan Agent reserve the right to amend or terminate the Plan. Participants generally will receive written notice at least 90 days before the effective date of any amendment. In the case of termination, participants will receive written notice at least 90 days before the record date for the payment of any dividend or distribution by the Fund.

All correspondence or additional information about the Plan should be directed to The Bank of New York Mellon, c/o BNY Mellon Shareowner Services, c/o Mellon Investor Services, P.O. Box 358035, Pittsburgh, PA 15252-8035 (Telephone: 1-800-852-0218 (within the U.S. and Canada), 1-201-680-6578 (International Telephone Inquiries), and 1-800-231-5469 (For the Hearing Impaired (TDD))).

### Shareholder communication and assistance

If you have any questions concerning the Fund, we will be pleased to assist you. If you hold shares in your own name and not with a brokerage firm, please address all notices, correspondence, questions or other communications regarding the Fund to the transfer agent at:

**Mellon Investor Services**  
**Newport Office Center VII**  
**480 Washington Boulevard**  
**Jersey City, NJ 07310**  
**Telephone: 1-800-852-0218**

If your shares are held with a brokerage firm, you should contact that firm, bank or other nominee for assistance.

### Shareholder meeting

The Fund held its Annual Meeting of Shareholders on January 21, 2011. The following proposal was considered by the shareholders:

**Proposal:** Election of three (3) Trustees to serve for a three-year term ending at the Annual Meeting of Shareholders in 2014. The votes cast with respect to each Trustee are set forth below.

#### **THE PROPOSAL PASSED ON JANUARY 21, 2011.**

	TOTAL VOTES FOR THE NOMINEE	TOTAL VOTES WITHHELD FROM THE NOMINEE
James F. Carlin	30,730,855	637,254
William H. Cunningham	30,690,265	677,844
Gregory A. Russo	30,732,504	635,605

The following eight Trustees were not up for election and remain in office: Deborah C. Jackson, Charles L. Ladner, Stanley Martin, Patti McGill Peterson, Hugh McHaffie, John A. Moore, Steven R. Pruchansky and John G. Vrysen.

# 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. Vrysent

\*Member of the  
Audit Committee  
†Non-Independent Trustee

## 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*

## Investment adviser

John Hancock Advisers, LLC

## Subadviser

John Hancock Asset Management  
(formerly MFC Global  
Investment Management  
(U.S.), LLC)

Analytic Investors, LLC

## Custodian

State Street Bank and  
Trust Company

## Transfer agent

Mellon Investor Services

## Legal counsel

K&L Gates LLP

## Stock symbol

Listed New York Stock  
Exchange: HTD

## For shareholder assistance refer to page 29

You can also contact us:

**1-800-852-0218**  
**jhfunds.com**

**Regular mail:**  
Mellon Investor Services  
Newport Office Center VII  
480 Washington Boulevard  
Jersey City, NJ 07310

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 1-800-852-0218.

*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 is listed for trading on the NYSE and has filed with the NYSE its chief executive officer certification regarding compliance with the NYSE's listing standards. The Fund also files with the SEC the certification of its chief executive officer and chief financial officer required by Section 302 of the Sarbanes-Oxley Act.*





**DOMESTIC EQUITY**

Balanced Fund  
 Classic Value Fund  
 Classic Value Mega Cap Fund  
 Disciplined Value Fund  
 Disciplined Value Mid Cap Fund  
 Fundamental All Cap Core Fund  
 Fundamental Large Cap Core Fund  
 Fundamental Large Cap Value 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**

Emerging Markets Fund  
 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  
 Hedged Equity & Income 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.

**Not part of the semiannual report**



1-800-852-0218  
1-800-231-5469 TDD  
1-800-843-0090 EASI-Line  
[www.jhfunds.com](http://www.jhfunds.com)

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P13SA 4/11  
6/11