

*John Hancock*

MUTUAL FUNDS

John Hancock  
Small Company Fund



**Annual Report**  
3.31.11

## CEO corner



### To Our Shareholders,

Stocks produced solid gains for the 12 months ended March 31, 2011, with virtually all of those gains coming in the second half of the period, when a strong move up reversed the downward trend of the first six months.

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.

The rally didn't move straight up, however. Spreading political turmoil in the Middle East and North Africa caused oil prices and market volatility to spike in February and again in mid-March following the devastating earthquake and nuclear crisis in Japan. Amazingly, the markets recovered in short order from these major shocks in the world and for the entire 12-month period, the S&P 500 Index returned 15.65%.

The bond market also posted positive, but much more modest, returns in the 12 months ended March 31, 2011. 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. Later in the period, as confidence grew that the economy had turned a corner, bond prices fell and their yields rose on the expectation of better economic conditions. Corporate bonds benefited throughout the period from stronger corporate balance sheets and a demand for higher yields. For the 12 months ended March 31, 2011, the broad bond market returned 5.12%, 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 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 help boost and protect performance in unsettled markets.

We believe a well-diversified portfolio is a good defense against market volatility. The challenge is to keep in mind that asset allocation and diversification are long-term strategies. Shareholders should resist the temptation to sell investments that "aren't working" and reinvest in those that "are working," because just as we saw in the trailing 12 months, reversals can occur quickly and investments that are out-of-favor or in favor in one period can, and do, frequently trade places.

Sincerely,

*Keith F. Hartstein*

Keith F. Hartstein,  
President and Chief Executive Officer

PS. 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**

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## Your fund at a glance

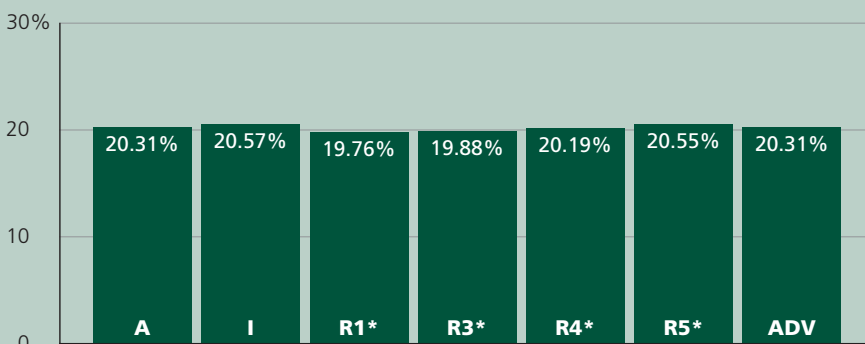
The Fund seeks maximum long-term total return. Under normal circumstances, the Fund seeks to achieve its investment objective by investing at least 80% of its net assets (plus any borrowings for investment purposes) in common stocks of domestic companies that are smaller or less established in terms of revenues and have market capitalizations that are less than \$2.5 billion at the time of initial purchase.

### Over the last twelve months

- ▶ Markets endured one crisis after another and still small-cap stocks generated very strong performance overall, gaining about 26%.
- ▶ The Fund provided a strong absolute return but lagged its benchmark, the Russell 2000 Index, because of disappointing stock selection and a challenging backdrop for value investing.
- ▶ Good stock picking in the consumer discretionary, health care and energy sectors added to the Fund's return.

### John Hancock Small Company Fund

Fund performance for the year ended March 31, 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.

\* Class R1, R3, R4 and R5 shares were first offered on 4-30-10. The returns prior to this date are those of Class A shares that have been recalculated to apply the gross fees and expenses of Class R1, R3, R4 and R5 shares, respectively.

# Managers' report

John Hancock

## Small Company Fund

**Despite seemingly one crisis after another, stocks enjoyed very strong returns during the 12 months ended March 31, 2011.**

In the opening weeks of the reporting period, investors turned their attention to Europe, where concern about too much government debt in Greece threatened to spill over to its neighbors and, in an unrealized worst-case scenario, drag the entire global economy back into recession. Meanwhile, an enormous oil spill in the Gulf of Mexico began to weigh down many energy stocks. As the period progressed, other serious challenges surfaced for investors, including uncertainty about the scope of U.S. government regulation of the health care and financial industries; political turmoil in the Middle East and Africa; and, late in the period, an earthquake, tsunami and nuclear disaster besetting Japan.

Although stocks moved lower in the first four months of the period, conditions dramatically improved in the equity market beginning in August 2010, when the Federal

Reserve Board announced plans to initiate another round of “quantitative easing” — buying U.S. Treasury debt to lower long-term interest rates and boost economic growth. Combined with mounting evidence of an improving U.S. economy, stock prices rebounded sharply.

In this environment, the Russell 2000 Index, which measures the performance of U.S. small-capitalization stocks, rose about 26% during the reporting period, while large-cap stocks, as measured by the S&P 500 Index, gained a respectable 16%.

### Fund performance

For the 12-month period ended March 31, 2011, John Hancock Small Company Fund's Class A shares had a total return of 20.31% at net asset value (NAV). That performance

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

Portland General Electric Company .....	2.0%
Unisource Energy Corp. ....	1.9%
Highwoods Properties, Inc. ....	1.8%
WESCO International, Inc. ....	1.6%
Signature Bank .....	1.6%
Robbins & Myers, Inc. ....	1.6%
Lufkin Industries, Inc. ....	1.6%
EnerSys .....	1.6%
United Stationers, Inc. ....	1.6%
Home Properties, Inc. ....	1.5%



**Portfolio Managers Kathryn Vorisek and Leo Harmon, CFA**  
**Fiduciary Management Associates, LLC**

lagged the average 25.29% return of the small blend fund category, according to Morningstar, Inc.,<sup>2</sup> as well as the 25.79% return of the Fund's benchmark, the Russell 2000 Index. Keep in mind that your NAV return will differ from the Fund's performance if you were not invested in the Fund for the entire period. Please see page one for the NAV performance of the other share classes during the period and pages six and seven for historical performance information.

**Despite gains, a challenging environment for value investors**

Despite its strong absolute return, the Fund trailed its benchmark index.

In part, this was because the market environment significantly favored growth stocks, and our investment style tends to lead us toward value-oriented companies, which lagged

their growth counterparts by a wide margin. To make up the performance gap, we would have had to generate significant outperformance through stock selection. Unfortunately, several holdings in the portfolio did relatively poorly. Combined with the challenging market backdrop, this left the Fund unable to keep pace with its benchmark during the past 12 months.

The biggest source of underperformance came from the technology sector, as our underweighting in this strong-performing group hampered returns. Moreover, several individual technology stocks were notable laggards. Shares of Emulex Corporation, a maker of storage networking products, declined after making an ill-timed acquisition and reporting quarterly earnings that trailed Wall Street analysts' expectations. Another underperformer was Cognex Corporation, a manufacturer of machine-vision systems whose earnings similarly lagged on higher capital investment costs. We sold both positions during the period.

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**“Despite seemingly one crisis after another, stocks enjoyed very strong returns during the 12 months ended March 31, 2011.”**

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Stock selection in the materials sector also hurt, especially a position in Cytec Industries, Inc., a specialty chemicals company that struggled to manage higher raw material costs and slower growth in several divisions.

Elsewhere, bank holding company Whitney Holding Corp. was a significant underperformer. With its business focused on the Gulf of Mexico region, Whitney's financial performance was severely slowed by the April 2010 oil disaster. Other fundamental challenges also weighed down the company. We ultimately lost some confidence in the stock and sold the Fund's position. In the health care sector, another disappointment was RehabCare Group, Inc., a provider of rehabilitation-program management services. New health care regulations promised to lower insurance reimbursement levels for patients, causing RehabCare's shares to come under pressure. We also sold this holding during the period.

### **Good results in consumer discretionary, health care**

We had very good stock selection in several sectors. In consumer discretionary, for example, Fossil, Inc. was an especially strong performer. This maker of watches and other consumer fashion accessories was helped by increased watch sales, healthy revenues driven by strong international market share and continued success in cutting costs and boosting profit margins. As the stock gained in value, its market capitalization grew larger than we could comfortably own in a small-cap fund, so we sold our shares at a healthy profit.

In the health care sector, Questcor Pharmaceuticals, Inc., and Medidata Solutions, Inc. were standouts. Questcor, a drug maker that enjoyed very good results throughout most of the past year, benefited as the company's most important drug, Acthar, was being prescribed for an expanding list of disorders. Medidata saw increased usage of its software applications to capture data electronically, which help pharmaceutical companies and other organizations manage complex clinical trials for drugs and medical products. After Medidata's stock hit our target price, we sold the Fund's position.

Of final note, the Fund's holdings in WESCO International, Inc., a distributor of industrial products, also added to results. As the industrial segment of the economy started to pick up, WESCO experienced a more favorable business environment.

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

Financials.....	24%
Industrials.....	19%
Information Technology....	12%
Health Care.....	11%
Consumer Discretionary ...	10%
Energy.....	8%
Materials.....	5%
Utilities.....	4%
Consumer Staples.....	3%
Short-Term Investments & Other.....	4%

## Near-term challenges, long-term optimism

As the economic recovery gathered steam, the Fund was moderately weighted in favor of economically sensitive stocks to take greater advantage of further growth. The Fund, however, was less cyclically oriented than in the early stages of the market rebound, when many more companies struck us as significantly undervalued.

We continue to battle through an investment environment that is not necessarily conducive to our value-oriented management style. While this means that the relative performance environment could remain challenging in the short term, we remain optimistic about the Fund's long-term prospects. During any given market cycle, there are periods in which certain types of stocks will do better than others. We are confident in our ability to choose companies with good performance prospects and reasonable valuations, and we are also hopeful that market conditions may shift to provide us with a more favorable backdrop for our investment philosophy.

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.**

Investments in smaller companies may involve greater risks than those in larger, more well-known companies. See the prospectus for the risks of investing in small-cap stocks. 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 3-31-11. Cash and cash equivalents not included in Top 10 Holdings.

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

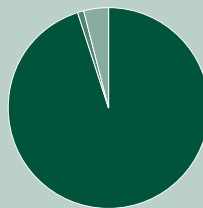
<sup>3</sup> As a percentage of net assets on 3-31-11.

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**“The biggest source of underperformance came from the technology sector, as our underweighting in this strong-performing group hampered returns.”**

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PORTFOLIO COMPOSITION<sup>3</sup>



95% Common Stocks  
1% Investment Companies  
4% Short-Term Investments & Other

# A look at performance

## Total returns for the period ended March 31, 2011

	Average annual total returns (%) with maximum sales charge (POP)			Cumulative total returns (%) with maximum sales charge (POP)		
	1-year	5-year	10-year	1-year	5-year	10-year
Class A <sup>1</sup>	14.29	3.02	7.44	14.29	16.01	105.05
Class I <sup>1,2</sup>	20.57	4.43	8.39	20.57	24.23	123.89
Class R1 <sup>1,2</sup>	19.76	3.64	7.54	19.76	19.55	106.96
Class R3 <sup>1,2</sup>	19.88	3.74	7.65	19.88	20.15	109.04
Class R4 <sup>1,2</sup>	20.19	4.04	7.97	20.19	21.91	115.28
Class R5 <sup>1,2</sup>	20.55	4.35	8.29	20.55	23.75	121.82
Class ADV <sup>1,2</sup>	20.31	3.93	7.82	20.31	21.28	112.37

Performance figures assume all distributions are reinvested. Public offering price (POP) figures reflect maximum sales charge on Class A shares of 5%. Sales charges are not applicable for Class I, R1, R3, R4, R5 and ADV 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 those disclosed in the Financial Highlights tables in this report. The fee waivers and expense limitations are contractual at least until 7-31-11 for Class A shares, 12-31-11 for Class R1, R3, R4 and R5 shares and 12-11-11 for Class I and ADV shares. Had the fee waivers and expense limitations not been in place gross expenses would apply. The expense ratios are as follows:

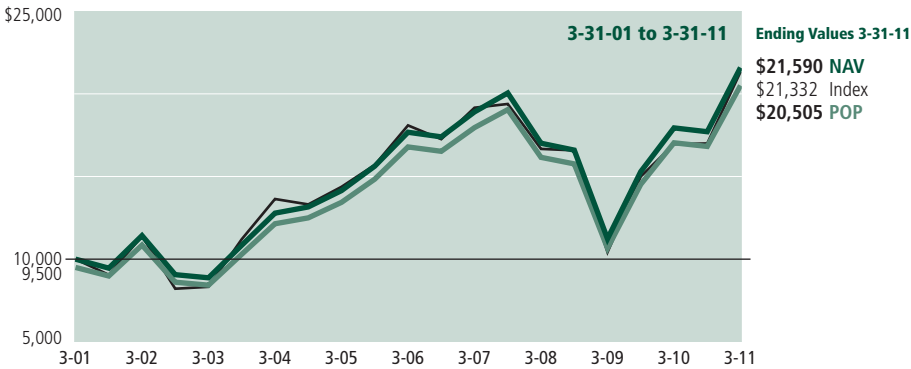
	Class A	Class I	Class R1	Class R3	Class R4	Class R5	Class ADV
Net (%)	1.34	1.11	1.80	1.70	1.40	1.10	1.34
Gross (%)	1.86	1.12	1.92	1.82	1.52	1.22	1.81

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 performance data current to the most recent month end, 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 would increase and results would have been less favorable.

This chart and table show what happened to a hypothetical \$10,000 investment in John Hancock Small Company Fund<sup>1</sup> for the share classes and periods indicated, assuming all dividends were reinvested. For comparison, we've shown the same investment in the Russell 2000 Index.

NAV<sup>2</sup> — Class A without sales charge  
 POP<sup>3</sup> — Class A with sales charge  
 Index — Russell 2000 Index



	Class I <sup>1,2</sup>	Class R1 <sup>1,2</sup>	Class R3 <sup>1,2</sup>	Class R4 <sup>1,2</sup>	Class R5 <sup>1,2</sup>	Class ADV <sup>1,2</sup>
<b>Began</b>	3-31-01	3-31-01	3-31-01	3-31-01	3-31-01	3-31-01
<b>NAV</b>	\$22,389	\$20,696	\$20,904	\$21,528	\$22,182	\$21,237
<b>POP</b>	\$22,389	\$20,696	\$20,904	\$21,528	\$22,182	\$21,237
<b>Index</b>	\$21,332	\$21,332	\$21,332	\$21,332	\$21,332	\$21,332

**Russell 2000 Index** is an index that measures performance of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 8% of total market capitalization of the Russell 3000 Index. 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> On 12-11-09, through a reorganization, the Fund acquired all of the assets of the FMA Small Company Portfolio (the Predecessor Fund). On that date, the Predecessor Fund offered its Investor share class in exchange for Class A shares and the Institutional share class in exchange for Class I shares. Class A, Class I and Class ADV shares were first offered on 12-14-09. The Class A and Class ADV returns prior to that date are those of the Predecessor Fund's Investor shares that have been recalculated to apply the gross fees and expenses of Class A and Class ADV shares, respectively. The Predecessor Fund's Institutional share class returns have been recalculated to reflect the gross fees and expenses of Class I shares. The Class I returns prior to 5-1-08 are those of the Predecessor Fund's Investor shares that have been recalculated to apply the gross fees and expenses of Class I shares. The inception date of Class R1, Class R3, Class R4 and Class R5 shares is 4-30-10; returns prior to that date are those of Class A shares recalculated to apply the gross fees and expenses of Class R1, Class R3, Class R4 and Class R5 shares, respectively.

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

<sup>3</sup> NAV represents net asset value and POP represents public offering price. Performance of the classes will vary based on the difference in sales charges paid by shareholders investing in the different classes and fees structure of those classes.

# Management's discussion of Fund performance

By Fiduciary Management Associates, LLC

**Despite seemingly** one crisis after another, stocks still managed to enjoy very strong returns during the 12 months ended March 31, 2011. In this period, John Hancock Small Company Fund's Class A shares had a total return of 20.31% at net asset value. That performance lagged the 25.29% return of Morningstar, Inc.'s small blend fund category, as well as the 25.79% return of its benchmark, the Russell 2000 Index. Despite its strong absolute return, the Fund trailed its benchmark. In part, this was because the market environment significantly favored growth stocks and our investment style tends to lead us toward value-oriented companies, which lagged their growth counterparts by a wide margin. To make up the performance gap, we would have had to generate significant outperformance through stock selection. Unfortunately, several securities we owned in the portfolio did relatively poorly. Combined with the challenging market backdrop, this left the Fund unable to keep pace with its benchmark during the past 12 months.

The biggest source of underperformance came from the technology sector, as our underweighting in this strong-performing group hampered returns. Moreover, several individual technology stocks were notable laggards — Emulex Corporation, a maker of storage networking products, and Cognex Corporation, a manufacturer of machine-vision systems whose earnings lagged on higher capital investment costs. We sold both positions during the period. Stock selection in the materials sector also hurt, especially a position in Cytec Industries, Inc., a specialty chemicals company. Elsewhere, bank holding company Whitney Holding Corp. was a significant underperformer, as was health care stock RehabCare Group, Inc. Neither stock was in the Fund at period end. On the positive side, Fossil, Inc. was an especially strong performer. As the stock gained in value, its market capitalization grew larger than we could comfortably own in a small-cap fund, so we sold our shares at a healthy profit. In health care, drug maker Questcor Pharmaceuticals, Inc., and software company Medidata Solutions, Inc., were standouts. The Fund's holdings in WESCO International, Inc., a distributor of industrial products, also added to results.

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# 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 presenting 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 October 1, 2010 with the same investment held until March 31, 2011.

	Account value on 10-1-10	Ending value on 3-31-11	Expenses paid during period ended 3-31-11 <sup>1</sup>
<b>Class A</b>	\$1,000.00	\$1,218.90	\$7.41
<b>Class I</b>	1,000.00	1,220.10	6.20
<b>Class R1</b>	1,000.00	1,216.30	9.95
<b>Class R3</b>	1,000.00	1,216.70	9.40
<b>Class R4</b>	1,000.00	1,218.20	7.74
<b>Class R5</b>	1,000.00	1,219.50	6.09
<b>Class ADV</b>	1,000.00	1,218.90	7.41

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 March 31, 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 October 1, 2010, with the same investment held until March 31, 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 10-1-10	Ending value on 3-31-11	Expenses paid during period ended 3-31-11 <sup>1</sup>
<b>Class A</b>	\$1,000.00	\$1,018.20	\$6.74
<b>Class I</b>	1,000.00	1,019.30	5.64
<b>Class R1</b>	1,000.00	1,016.00	9.05
<b>Class R3</b>	1,000.00	1,016.50	8.55
<b>Class R4</b>	1,000.00	1,018.00	7.04
<b>Class R5</b>	1,000.00	1,019.40	5.54
<b>Class ADV</b>	1,000.00	1,018.20	6.74

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 1.34%, 1.12%, 1.80%, 1.70%, 1.40%, 1.10% and 1.34% for Class A, Class I, Class R1, Class R3, Class R4, Class R5 and Class ADV shares, respectively, multiplied by the average account value over the period, multiplied by 182/365 (to reflect the one-half year period).

# Portfolio summary

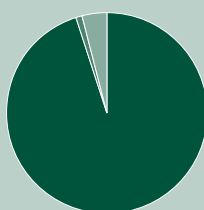
## Top 10 Holdings (16.8% of Net Assets on 3-31-11)<sup>1</sup>

Portland General Electric Company	2.0%	Robbins & Myers, Inc.	1.6%
Unisource Energy Corp.	1.9%	Lufkin Industries, Inc.	1.6%
Highwoods Properties, Inc.	1.8%	EnerSys	1.6%
WESCO International, Inc.	1.6%	United Stationers, Inc.	1.6%
Signature Bank	1.6%	Home Properties, Inc.	1.5%

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

Financials	24%	Energy	8%
Industrials	19%	Materials	5%
Information Technology	12%	Utilities	4%
Health Care	11%	Consumer Staples	3%
Consumer Discretionary	10%	Short-Term Investments & Other	4%

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



95%	Common Stocks
1%	Investment Companies
4%	Short-Term Investments & Other

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

<sup>2</sup> As a percentage of net assets on 3-31-11.

<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 3-31-11

	Shares	Value
<b>Common Stocks 95.05%</b>		<b>\$148,060,402</b>
(Cost \$122,033,711)		
<b>Consumer Discretionary 9.89%</b>		<b>15,400,938</b>
<b>Auto Components 0.97%</b>		
Dana Holding Corp. (I)	86,960	1,512,228
<b>Hotels, Restaurants &amp; Leisure 1.42%</b>		
Bally Technologies, Inc. (I)	58,540	2,215,739
<b>Household Durables 0.95%</b>		
Meritage Homes Corp. (I)	61,160	1,475,791
<b>Media 2.33%</b>		
Arbitron, Inc.	39,220	1,569,977
Cinemark Holdings, Inc.	106,540	2,061,549
<b>Specialty Retail 0.43%</b>		
Express, Inc.	34,430	672,762
<b>Textiles, Apparel &amp; Luxury Goods 3.79%</b>		
G-III Apparel Group, Ltd. (I)	45,550	1,711,769
Steven Madden, Ltd. (I)	43,370	2,035,354
The Warnaco Group, Inc. (I)	37,520	2,145,769
<b>Consumer Staples 3.29%</b>		<b>5,127,710</b>
<b>Food Products 2.30%</b>		
Snyders-Lance, Inc.	103,590	2,056,262
TreeHouse Foods, Inc. (I)	26,890	1,529,234
<b>Personal Products 0.99%</b>		
Elizabeth Arden, Inc. (I)	51,390	1,542,214
<b>Energy 7.50%</b>		<b>11,682,289</b>
<b>Energy Equipment &amp; Services 5.12%</b>		
Complete Production Services, Inc. (I)	52,880	1,682,113
Gulfmark Offshore, Inc., Class A (I)	40,030	1,781,735
Lufkin Industries, Inc.	26,080	2,437,698
Superior Energy Services, Inc. (I)	50,720	2,079,520
<b>Oil, Gas &amp; Consumable Fuels 2.38%</b>		
Cloud Peak Energy, Inc. (I)	86,240	1,861,922
Georesources, Inc. (I)	58,820	1,839,301

	Shares	Value
<b>Financials 22.65%</b>		<b>\$35,282,672</b>
<b>Capital Markets 3.13%</b>		
Evercore Partners, Inc., Class A	62,920	2,157,527
MF Global Holdings, Ltd. (I)	176,910	1,464,815
Piper Jaffray Companies (I)	30,240	1,252,843
<b>Commercial Banks 9.25%</b>		
Bank of the Ozarks, Inc.	35,190	1,538,155
First Midwest Bancorp, Inc.	163,540	1,928,137
Hancock Holding Company	71,250	2,339,850
PacWest Bancorp	87,770	1,908,998
Prosperity Bancshares, Inc.	55,920	2,391,698
Signature Bank (I)	43,540	2,455,656
Western Alliance Bancorp (I)	224,610	1,846,294
<b>Insurance 2.42%</b>		
Delphi Financial Group, Inc., Class A	74,510	2,288,202
The Hanover Insurance Group, Inc.	32,580	1,474,245
<b>Real Estate Investment Trusts 7.85%</b>		
CommonWealth	10,180	264,375
Entertainment Properties Trust	48,590	2,274,984
Highwoods Properties, Inc.	78,060	2,732,881
Home Properties, Inc.	40,790	2,404,571
Invesco Mortgage Capital, Inc.	105,860	2,313,041
LaSalle Hotel Properties	83,200	2,246,400
<b>Health Care 11.22%</b>		<b>17,479,959</b>
<b>Health Care Equipment &amp; Supplies 1.50%</b>		
American Medical Systems Holdings, Inc. (I)	108,040	2,337,986
<b>Health Care Providers &amp; Services 7.38%</b>		
Bio-Reference Labs, Inc. (I)	63,360	1,421,798
Hanger Orthopedic Group, Inc. (I)	56,560	1,472,257
Healthspring, Inc. (I)	62,300	2,328,151
LifePoint Hospitals, Inc. (I)	39,190	1,574,654
Owens & Minor, Inc.	72,060	2,340,509
PSS World Medical, Inc. (I)	87,170	2,366,666
<b>Pharmaceuticals 2.34%</b>		
Impax Laboratories, Inc. (I)	74,790	1,903,406
Questcor Pharmaceuticals, Inc. (I)	120,370	1,734,532
<b>Industrials 19.42%</b>		<b>30,247,839</b>
<b>Aerospace &amp; Defense 2.46%</b>		
Moog, Inc., Class A (I)	36,940	1,695,915
Orbital Sciences Corp., Class A (I)	112,430	2,127,176
<b>Commercial Services &amp; Supplies 1.56%</b>		
United Stationers, Inc.	34,160	2,427,068
<b>Construction &amp; Engineering 1.42%</b>		
EMCOR Group, Inc. (I)	71,620	2,218,071

	Shares	Value
<b>Electrical Equipment 4.81%</b>		
Belden, Inc.	48,770	\$1,831,314
EnerSys (I)	61,560	2,447,010
Thomas & Betts Corp. (I)	26,970	1,603,906
Woodward, Inc.	46,590	1,610,150
<b>Machinery 3.03%</b>		
Actuant Corp., Class A	78,520	2,277,080
Robbins & Myers, Inc.	53,170	2,445,288
<b>Professional Services 1.07%</b>		
Korn/Ferry International (I)	74,940	1,668,914
<b>Road &amp; Rail 2.53%</b>		
Genesee & Wyoming, Inc., Class A (I)	28,440	1,655,208
Old Dominion Freight Line, Inc. (I)	65,150	2,286,114
<b>Trading Companies &amp; Distributors 2.54%</b>		
Titan Machinery, Inc. (I)	58,500	1,477,125
WESCO International, Inc. (I)	39,640	2,477,500
<b>Information Technology 11.86%</b>		<b>18,481,114</b>
<b>Communications Equipment 1.01%</b>		
Viasat, Inc. (I)	39,550	1,575,672
<b>Electronic Equipment, Instruments &amp; Components 2.62%</b>		
Anixter International, Inc.	24,600	1,719,294
Coherent, Inc. (I)	40,650	2,362,172
<b>Semiconductors &amp; Semiconductor Equipment 4.50%</b>		
Cirrus Logic, Inc. (I)	97,870	2,058,206
Entropic Communications, Inc. (I)	183,210	1,548,125
MKS Instruments, Inc.	48,410	1,612,053
PMC-Sierra, Inc. (I)	238,210	1,786,575
<b>Software 3.73%</b>		
ACI Worldwide, Inc. (I)	49,250	1,615,400
Netscout Systems, Inc. (I)	36,680	1,002,098
Progress Software Corp. (I)	53,440	1,554,570
Websense, Inc. (I)	71,700	1,646,949
<b>Materials 5.26%</b>		<b>8,197,881</b>
<b>Chemicals 1.68%</b>		
Cytec Industries, Inc.	34,040	1,850,755
Olin Corp.	33,760	773,779
<b>Containers &amp; Packaging 1.06%</b>		
Temple-Inland, Inc.	70,640	1,652,976
<b>Metals &amp; Mining 2.52%</b>		
Century Aluminum Company (I)	108,840	2,033,131
Schnitzer Steel Industries, Inc.	29,030	1,887,240
<b>Utilities 3.96%</b>		<b>6,160,000</b>
<b>Electric Utilities 3.96%</b>		
Portland General Electric Company	131,730	3,131,222
Unisource Energy Corp.	83,830	3,028,778

	Shares	Value
<b>Investment Companies 0.99%</b>		<b>\$1,549,570</b>
(Cost \$1,508,858)		
<b>Financials 0.99%</b>		<b>1,549,570</b>
iShares Russell 2000 Index Fund	18,410	1,549,570
	Yield (%)	Shares
<b>Short-Term Investments 2.92%</b>		<b>\$4,544,724</b>
(Cost \$4,544,724)		
<b>Money Market Funds 2.92%</b>		<b>4,544,724</b>
State Street Institutional Liquid Reserves Fund	0.1854 (Y)	4,544,724
<b>Total investments (Cost \$128,087,293)† 98.96%</b>		<b>\$154,154,696</b>
<b>Other assets and liabilities, net 1.04%</b>		<b>\$1,615,622</b>
<b>Total net assets 100.00%</b>		<b>\$155,770,318</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.

(I) Non-income producing security.

(Y) The rate shown is the annualized seven-day yield as of 3-31-11.

† At 3-31-11, the aggregate cost of investment securities for federal income tax purposes was \$129,447,727. Net unrealized appreciation aggregated \$24,706,969, of which \$25,816,648 related to appreciated investment securities and \$1,109,679 related to depreciated investment securities.

# Financial statements

## Statement of assets and liabilities 3-31-11

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 offering price per share.

<b>Assets</b>	
Investments, at value (Cost \$128,087,293)	\$154,154,696
Receivable for investments sold	4,769,168
Receivable for fund shares sold	291,085
Dividends and interest receivable	201,635
Other receivables and prepaid expenses	41,788
<b>Total assets</b>	<b>159,458,372</b>
<b>Liabilities</b>	
Payable for investments purchased	3,505,409
Payable for fund shares repurchased	98,687
Payable to affiliates	
Accounting and legal services fees	3,110
Transfer agent fees	28,776
Trustees' fees	330
Due to adviser	3,899
Other liabilities and accrued expenses	47,843
<b>Total liabilities</b>	<b>3,688,054</b>
<b>Net assets</b>	
Capital paid-in	\$147,743,698
Undistributed net investment income	139,186
Accumulated net realized loss on investments	(18,179,969)
Net unrealized appreciation (depreciation) on investments	26,067,403
<b>Net assets</b>	<b>\$155,770,318</b>
<b>Net asset value per share</b>	
Based on net asset values and shares outstanding — the Fund has an unlimited number of shares authorized with no par value	
Class A (\$87,831,564 ÷ 4,096,917 shares)	\$21.44
Class I (\$66,605,919 ÷ 3,096,874 shares)	\$21.51
Class R1 (\$116,628 ÷ 5,458 shares)	\$21.37
Class R3 (\$456,621 ÷ 21,347 shares)	\$21.39
Class R4 (\$45,075 ÷ 2,102 shares)	\$21.44
Class R5 (\$164,335 ÷ 7,642 shares)	\$21.50
Class ADV (\$550,176 ÷ 25,662 shares)	\$21.44
<b>Maximum offering price per share</b>	
Class A (net asset value per share ÷ 95%) <sup>1</sup>	\$22.57

<sup>1</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 3-31-11

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	\$1,576,992
Interest	9,786
<b>Total investment income</b>	<b>1,586,778</b>
<b>Expenses</b>	
Investment management fees (Note 4)	1,206,224
Distribution and service fees (Note 4)	248,560
Accounting and legal services fees (Note 4)	19,174
Transfer agent fees (Note 4)	140,689
Trustees' fees (Note 4)	9,187
State registration fees (Note 4)	44,736
Printing and postage (Note 4)	17,090
Professional fees	56,899
Custodian fees	25,904
Registration and filing fees	45,551
Other	11,301
<b>Total expenses</b>	<b>1,825,315</b>
Less expense reductions (Note 4)	(146,527)
<b>Net expenses</b>	<b>1,678,788</b>
<b>Net investment income</b>	<b>(92,010)</b>
<b>Realized and unrealized gain</b>	
<b>Net realized gain on</b>	
Investments	22,658,659
<b>Change in net unrealized appreciation (depreciation) of</b>	
Investments	3,181,254
<b>Net realized and unrealized gain</b>	<b>25,839,913</b>
<b>Increase in net assets from operations</b>	<b>\$25,747,903</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 three 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 3-31-11	Period ended 3-31-10 <sup>1</sup>	Year ended 10-31-09
<b>Increase (decrease) in net assets</b>			
<b>From operations</b>			
Net investment income (loss)	(\$92,010)	(\$83,476)	\$51,853
Net realized gain (loss)	22,658,659	7,017,779	(22,397,443)
Change in net unrealized appreciation (depreciation)	3,181,254	15,888,460	27,512,072
<b>Increase in net assets resulting from operations</b>	<b>25,747,903</b>	<b>22,822,763</b>	<b>5,166,482</b>
<b>Distributions to shareholders</b>			
From net investment income			
Class A	—	(89,814)	(165,164)
Class I	—	(76,915)	(67,134)
<b>Total distributions</b>	<b>—</b>	<b>(166,729)</b>	<b>(232,298)</b>
<b>Increase in capital from settlement payments</b>	<b>231,252</b>	<b>—</b>	<b>—</b>
<b>From Fund share transactions (Note 5)</b>	<b>2,290,103</b>	<b>(4,491,462)</b>	<b>(25,905,731)</b>
<b>Total increase (decrease)</b>	<b>28,269,258</b>	<b>18,164,572</b>	<b>(20,971,547)</b>
<b>Net assets</b>			
Beginning of year	127,501,060	109,336,488	130,308,035
<b>End of year</b>	<b>\$155,770,318</b>	<b>\$127,501,060</b>	<b>\$109,336,488</b>
<b>Accumulated undistributed (accumulated distributions in excess of) net investment income</b>			
	<b>\$139,186</b>	<b>(\$56)</b>	<b>\$166,181</b>

<sup>1</sup> For the five-month period ended 3-31-10. The Fund changed its fiscal year end from October 31 to March 31.

# 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.

CLASS A SHARES Period ended	3-31-11	3-31-10 <sup>1,2</sup>	10-31-09	10-31-08 <sup>3</sup>	10-31-07	10-31-06
<b>Per share operating performance</b>						
<b>Net asset value, beginning of year</b>	<b>\$17.82</b>	<b>\$14.68</b>	<b>\$13.83</b>	<b>\$22.55</b>	<b>\$23.04</b>	<b>\$22.40</b>
Net investment income (loss) <sup>4</sup>	(0.03)	(0.02)	— <sup>5</sup>	0.05	(0.04)	(0.05)
Net realized and unrealized gain (loss) on investments	3.62	3.18	0.87	(6.01)	2.06	4.24
<b>Total from investment operations</b>	<b>3.59</b>	<b>3.16</b>	<b>0.87</b>	<b>(5.96)</b>	<b>2.02</b>	<b>4.19</b>
<b>Less distributions</b>						
From net investment income	—	(0.02)	(0.02)	(0.01)	(0.01)	—
From net realized gain	—	—	—	(2.75)	(2.50)	(3.55)
<b>Total distributions</b>	<b>—</b>	<b>(0.02)</b>	<b>(0.02)</b>	<b>(2.76)</b>	<b>(2.51)</b>	<b>(3.55)</b>
Non-recurring reimbursement	0.03 <sup>6</sup>	—	—	—	—	—
<b>Net asset value, end of year</b>	<b>\$21.44</b>	<b>\$17.82</b>	<b>\$14.68</b>	<b>\$13.83</b>	<b>\$22.55</b>	<b>\$23.04</b>
<b>Total return (%)</b> <sup>7,8</sup>	<b>20.31</b>	<b>21.51</b> <sup>9</sup>	<b>6.34</b>	<b>(29.67)</b>	<b>9.43</b>	<b>21.07</b>
<b>Ratios and supplemental data</b>						
Net assets, end of year (in millions)	\$88	\$92	\$87	\$104	\$209	\$212
Ratios (as a percentage of average net assets):						
Expenses before reductions	1.49	1.66 <sup>10</sup>	1.42	1.37	1.30	1.27
Expenses net of fee waivers	1.34	1.39 <sup>10</sup>	1.39	1.31	1.25	1.24
Net investment income (loss)	(0.17)	(0.23) <sup>10</sup>	(0.01)	0.27	(0.20)	(0.17)
Portfolio turnover (%)	159	42 <sup>11</sup>	155	177	132	135 <sup>12</sup>

<sup>1</sup> For the five-month period ended 3-31-10. The Fund changed its fiscal year end from October 31 to March 31.

<sup>2</sup> After the close of business on 12-11-09, holders of Investor Shares of the former FMA Small Company Portfolio (the Predecessor Fund) became owners of an equal number of full and fractional Class A shares of John Hancock Small Company Fund. These shares were first offered on 12-14-09. Additionally, the accounting and performance history of the Investor Shares of the Predecessor Fund was redesignated as that of John Hancock Small Company Fund Class A.

<sup>3</sup> Prior to 5-1-08, Investor Shares were offered as Institutional Shares.

<sup>4</sup> Based on the average daily shares outstanding.

<sup>5</sup> Less than (\$0.005) per share.

<sup>6</sup> Reflects a non-recurring reimbursement pursuant to a settlement between the SEC and Millennium Partners, L.P., Millennium Management, L.L.C., and Millennium International Management, L.L.C., which amounted to \$0.03 per share.

<sup>7</sup> Does not reflect the effect of sales charges, if any.

<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> Portfolio turnover is shown for the period from 11-1-09 to 3-31-10.

<sup>12</sup> Includes the effects of in-kind transactions. If the in-kind transactions were not included, the portfolio turnover rate would have been 127%.

<b>CLASS I SHARES</b> Period ended	<b>3-31-11</b>	<b>3-31-10<sup>1,2</sup></b>	<b>10-31-09</b>	<b>10-31-08<sup>3</sup></b>
<b>Per share operating performance</b>				
<b>Net asset value, beginning of year</b>	<b>\$17.84</b>	<b>\$14.71</b>	<b>\$13.84</b>	<b>\$17.99</b>
Net investment income <sup>4</sup>	0.02	— <sup>5</sup>	0.03	0.04
Net realized and unrealized gain (loss) on investments	3.62	3.18	0.87	(4.17)
<b>Total from investment operations</b>	<b>3.64</b>	<b>3.18</b>	<b>0.90</b>	<b>(4.13)</b>
<b>Less distributions</b>				
From net investment income	—	(0.05)	(0.03)	(0.02)
Non-recurring reimbursement	0.03 <sup>6</sup>	—	—	—
<b>Net asset value, end of year</b>	<b>\$21.51</b>	<b>\$17.84</b>	<b>\$14.71</b>	<b>\$13.84</b>
<b>Total return (%)<sup>7</sup></b>	<b>20.57</b>	<b>21.67<sup>8</sup></b>	<b>6.56</b>	<b>(22.95)<sup>8</sup></b>
<b>Ratios and supplemental data</b>				
Net assets, end of year (in millions)	\$67	\$36	\$23	\$27
Ratios (as a percentage of average net assets):				
Expenses before reductions	1.12	1.18 <sup>9</sup>	1.17	1.18 <sup>9</sup>
Expenses net of fee waivers	1.11	1.14 <sup>9</sup>	1.14	1.08 <sup>9</sup>
Net investment income	0.09	0.01 <sup>9</sup>	0.24	0.55 <sup>9</sup>
Portfolio turnover (%)	159	42 <sup>10</sup>	155	177

<sup>1</sup> For the five-month period ended 3-31-10. The Fund changed its fiscal year end from October 31 to March 31.

<sup>2</sup> After the close of business on 12-11-09, holders of Institutional Shares of the former FMA Small Company Portfolio (the Predecessor Fund) became owners of an equal number of full and fractional Class I shares of John Hancock Small Company Fund. These shares were first offered on 12-14-09. Additionally, the accounting and performance history of the Institutional Shares of the Predecessor Fund was redesignated as that of John Hancock Small Company Fund Class I.

<sup>3</sup> Commencement of operations 5-2-08.

<sup>4</sup> Based on the average daily shares outstanding.

<sup>5</sup> Less than \$0.005 per share.

<sup>6</sup> Reflects a non-recurring reimbursement pursuant to a settlement between the SEC and Millennium Partners, L.P., Millennium Management, L.L.C., and Millennium International Management, L.L.C., which amounted to \$0.03 per share.

<sup>7</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>8</sup> Not annualized.

<sup>9</sup> Annualized.

<sup>10</sup> Portfolio turnover is shown for the period from 11-1-09 to 3-31-10.

**CLASS R1 SHARES** Period ended **3-31-11<sup>1</sup>****Per share operating performance**

<b>Net asset value, beginning of period</b>	<b>\$19.38</b>
Net investment loss <sup>2</sup>	(0.07)
Net realized and unrealized gain on investments	2.03
<b>Total from investment operations</b>	<b>1.96</b>
Non-recurring reimbursement	0.03 <sup>3</sup>
<b>Net asset value, end of period</b>	<b>\$21.37</b>
<b>Total return (%)<sup>4</sup></b>	<b>10.27<sup>5</sup></b>

**Ratios and supplemental data**

Net assets, end of period (in thousands)	\$117
Ratios (as a percentage of average net assets):	
Expenses before reductions	7.22 <sup>6</sup>
Expenses net of fee waivers	1.80 <sup>6</sup>
Net investment loss	(0.42) <sup>6</sup>
Portfolio turnover (%)	159

<sup>1</sup> Period from 4-30-10 (inception date) to 3-31-11.<sup>2</sup> Based on the average daily shares outstanding.<sup>3</sup> Reflects a non-recurring reimbursement pursuant to a settlement between the SEC and Millennium Partners, L.P., Millennium Management, L.L.C., and Millennium International Management, L.L.C., which amounted to \$0.03 per share.<sup>4</sup> Total returns would have been lower had certain expenses not been reduced during the period shown.<sup>5</sup> Not annualized.<sup>6</sup> Annualized.**CLASS R3 SHARES** Period ended **3-31-11<sup>1</sup>****Per share operating performance**

<b>Net asset value, beginning of period</b>	<b>\$19.38</b>
Net investment loss <sup>2</sup>	(0.10)
Net realized and unrealized gain on investments	2.08
<b>Total from investment operations</b>	<b>1.98</b>
Non-recurring reimbursement	0.03 <sup>3</sup>
<b>Net asset value, end of period</b>	<b>\$21.39</b>
<b>Total return (%)<sup>4</sup></b>	<b>10.37<sup>5</sup></b>

**Ratios and supplemental data**

Net assets, end of period (in thousands)	\$457
Ratios (as a percentage of average net assets):	
Expenses before reductions	3.00 <sup>6</sup>
Expenses net of fee waivers	1.70 <sup>6</sup>
Net investment loss	(0.52) <sup>6</sup>
Portfolio turnover (%)	159

<sup>1</sup> Period from 4-30-10 (inception date) to 3-31-11.<sup>2</sup> Based on the average daily shares outstanding.<sup>3</sup> Reflects a non-recurring reimbursement pursuant to a settlement between the SEC and Millennium Partners, L.P., Millennium Management, L.L.C., and Millennium International Management, L.L.C., which amounted to \$0.03 per share.<sup>4</sup> Total returns would have been lower had certain expenses not been reduced during the period shown.<sup>5</sup> Not annualized.<sup>6</sup> Annualized.

**CLASS R4 SHARES** Period ended3-31-11<sup>1</sup>**Per share operating performance****Net asset value, beginning of period****\$19.38**Net investment loss<sup>2</sup>

(0.03)

Net realized and unrealized gain on investments

2.06

**Total from investment operations****2.03**

Non-recurring reimbursement

0.03<sup>3</sup>**Net asset value, end of period****\$21.44****Total return (%)<sup>4</sup>****10.63<sup>3</sup>****Ratios and supplemental data**

Net assets, end of period (in thousands)

\$45

Ratios (as a percentage of average net assets):

Expenses before reductions

7.40<sup>6</sup>

Expenses net of fee waivers

1.40<sup>6</sup>

Net investment loss

(0.16)<sup>6</sup>

Portfolio turnover (%)

159

<sup>1</sup> Period from 4-30-10 (inception date) to 3-31-11.<sup>2</sup> Based on the average daily shares outstanding.<sup>3</sup> Reflects a non-recurring reimbursement pursuant to a settlement between the SEC and Millennium Partners, L.P., Millennium Management, L.L.C., and Millennium International Management, L.L.C., which amounted to \$0.03 per share.<sup>4</sup> Total returns would have been lower had certain expenses not been reduced during the period shown.<sup>5</sup> Not annualized.<sup>6</sup> Annualized.**CLASS R5 SHARES** Period ended3-31-11<sup>1</sup>**Per share operating performance****Net asset value, beginning of period****\$19.38**Net investment income<sup>2</sup>

0.01

Net realized and unrealized gain on investments

2.08

**Total from investment operations****2.09**

Non-recurring reimbursement

0.03<sup>3</sup>**Net asset value, end of period****\$21.50****Total return (%)<sup>4</sup>****10.94<sup>5</sup>****Ratios and supplemental data**

Net assets, end of period (in thousands)

\$164

Ratios (as a percentage of average net assets):

Expenses before reductions

3.66<sup>6</sup>

Expenses net of fee waivers

1.10<sup>6</sup>

Net investment income

0.05<sup>6</sup>

Portfolio turnover (%)

159

<sup>1</sup> Period from 4-30-10 (inception date) to 3-31-11.<sup>2</sup> Based on the average daily shares outstanding.<sup>3</sup> Reflects a non-recurring reimbursement pursuant to a settlement between the SEC and Millennium Partners, L.P., Millennium Management, L.L.C., and Millennium International Management, L.L.C., which amounted to \$0.03 per share.<sup>4</sup> Total returns would have been lower had certain expenses not been reduced during the period shown.<sup>5</sup> Not annualized.<sup>6</sup> Annualized.

<b>CLASS ADV SHARES</b> Period ended	<b>3-31-11</b>	<b>3-31-10<sup>1</sup></b>
<b>Per share operating performance</b>		
<b>Net asset value, beginning of year</b>	<b>\$17.82</b>	<b>\$15.71</b>
Net investment loss <sup>2</sup>	(0.01)	(0.01)
Net realized and unrealized gain on investments	3.60	2.12
<b>Total from investment operations</b>	<b>3.59</b>	<b>2.11</b>
Non-recurring reimbursement	0.03 <sup>3</sup>	
<b>Net asset value, end of year</b>	<b>\$21.44</b>	<b>\$17.82</b>
<b>Total return (%)<sup>4</sup></b>	<b>20.31</b>	<b>13.43<sup>5</sup></b>
<b>Ratios and supplemental data</b>		
Net assets, end of year (in thousands)	\$550	\$69
Ratios (as a percentage of average net assets):		
Expenses before reductions	4.99	2.76 <sup>6</sup>
Expenses net of fee waivers	1.34	1.33 <sup>6</sup>
Net investment loss	(0.07)	(0.17) <sup>6</sup>
Portfolio turnover (%)	159	42 <sup>7</sup>

<sup>1</sup> Period from 12-14-09 (inception date) to 3-31-10.

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

<sup>3</sup> Reflects a non-recurring reimbursement pursuant to a settlement between the SEC and Millennium Partners, L.P., Millennium Management, L.L.C., and Millennium International Management, L.L.C., which amounted to \$0.03 per share.

<sup>4</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>5</sup> Not annualized.

<sup>6</sup> Annualized.

<sup>7</sup> Portfolio turnover is shown for the period from 11-1-09 to 3-31-10.

# Notes to financial statements

## Note 1 — Organization

John Hancock Small Company 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 maximum long-term total return.

The Fund may offer multiple classes of shares. The shares currently offered are detailed in the Statement of Assets and Liabilities. Class A shares are offered to all investors. Class I shares are offered to institutions and certain investors. Class R1, Class R3, Class R4 and Class R5 shares are available only to certain retirement plans. Class ADV shares are available to investors who acquired Class A shares as a result of the reorganization of the FMA Small Company Portfolio (the Predecessor Fund) into the Fund and are closed to new investors. Shareholders of each class have exclusive voting rights to matters that affect that class. The distribution and service fees, transfer agent fees, printing and postage and state registration fees for each class may differ.

The Fund is the accounting and performance successor of the Predecessor Fund. At the close of business on December 11, 2009, the Fund acquired substantially all the assets and assumed the liabilities of the Predecessor Fund pursuant to an agreement and plan on reorganization, in exchange for Class A and Class I shares of the Fund.

## 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 the 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 techniques 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.

As of March 31, 2011, all investments are categorized as Level 1 under the hierarchy described above.

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. During year ended March 31, 2011, there were no significant transfers in or out of Level 1 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. 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.

**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 ex-date. In these cases dividend income is recorded when the Fund becomes aware of the dividends.

**Real estate investment trusts.** From time to time, the Fund may invest in real estate investment trusts (REITs) and, as a result, will estimate the components of distributions from these securities. Distributions from REITs received in excess of income are recorded as a reduction of cost of investments and/or as a realized gain.

**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 the 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, effective March 30, 2011, the Fund and other affiliated funds have entered into an agreement with Citibank N.A. which enables them to participate in a \$100 million unsecured committed line of credit. Prior to March 30, 2011, the Fund had a similar arrangement with State Street Bank and Trust Company. 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 March 31, 2011, the Fund had no borrowings under the line of credit.

**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.

**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 \$16,819,535 available to offset future net realized capital gains as of March 31, 2011. The capital loss carryforward expires as follows: March 31, 2016 — \$16,819,535.

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 March 31, 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, at least annually. The tax character of distributions for the years ended March 31, 2011 and March 31, 2010 was as follows:

	MARCH 31, 2011	MARCH 31, 2010
Ordinary Income	—	\$166,729

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 March 31, 2011, the components of distributable earnings on a tax basis included \$139,415 of undistributed ordinary income.

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 wash sale loss deferrals and litigation proceeds.

### **Note 3 — 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 4 — 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) 0.90% of the first \$500,000,000 of the Fund's average daily net assets; (b) 0.85% of the next \$500,000,000; and (c) 0.80% of the Fund's average daily net assets in excess of \$1,000,000,000. The Adviser has a subadvisory agreement with Fiduciary Management Associates, LLC. The Fund is not responsible for payment of the subadvisory fees.

The investment management fees incurred for the year ended March 31, 2011 were equivalent to an annual effective rate of 0.90% 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, brokerage commissions, interest, litigation and indemnification expenses and other extraordinary expenses not incurred in the ordinary course of the Fund's business. The fee waivers and/or reimbursements were such that these expenses will not exceed 1.34%, 1.11%, 1.80%, 1.70%, 1.40%, 1.10% and 1.34% for Class A, Class I, Class R1, Class R3, Class R4, Class R5 and Class ADV shares, respectively. The fee waivers and/or reimbursements will continue in effect until July 31, 2011 for Class A, December 31, 2011 for Class R1, Class R3, Class R4 and Class R5 and December 11, 2011 for Class I and Class ADV shares.

Accordingly, the expense reductions or reimbursements related to these agreements were \$122,338, \$4,609, \$1,712, \$1,757, \$1,756, \$1,819 and \$12,536 for Class A, Class I, Class R1, Class R3, Class R4, Class R5 and Class ADV shares, respectively, for the year ended March 31, 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 March 31, 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 R1, Class R3, Class R4 and Class ADV 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. In addition, under a service plan for Class R1, Class R3, Class R4 and Class R5 shares, the Fund pays for certain other services. 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 FEE	SERVICE FEE
Class A	0.30%	—
Class R1	0.50%	0.25%
Class R3	0.50%	0.15%
Class R4	0.25%	0.10%
Class R5	—	0.05%
Class ADV	0.25%	—

**Sales charges.** Class A shares are assessed up-front sales charges, which resulted in payments to the Distributor amounting to \$68,247 for the year ended March 31, 2011. Of this amount, \$11,946 was retained and used for printing prospectuses, advertising, sales literature and other purposes, \$55,156 was paid as sales commissions to broker-dealers and \$1,145 was paid as sales commissions to sales personnel of Signator Investors, Inc. (Signator Investors), a broker-dealer affiliate of the Adviser.

**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, 2010, 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 R1, Class R3, Class R4, Class R5 and Class ADV shares and 0.04% for Class I 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 for all share classes (excluding Class ADV shares).
- In addition, Signature Services was reimbursed for certain out-of-pocket expenses.

**Class level expenses.** Class level expenses for the year ended March 31, 2011 were:

SHARE CLASS	DISTRIBUTION AND SERVICE FEES	TRANSFER AGENT FEES	STATE REGISTRATION FEES	PRINTING AND POSTAGE
Class A	\$246,795	\$114,457	\$13,658	\$8,268
Class I	—	25,109	12,562	8,360
Class R1	158	81	1,677	29
Class R3	675	113	1,677	173
Class R4	73	81	1,677	33
Class R5	—	93	1,677	94
Class ADV	859	755	11,808	133
<b>Total</b>	<b>\$248,560</b>	<b>\$140,689</b>	<b>\$44,736</b>	<b>\$17,090</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 5 — Fund share transactions

Transactions in Fund shares for the year ended March 31, 2011, the period ended March 31, 2010 and the year ended October 31, 2009 were as follows:

	Year ended 3-31-11		Period ended 3-31-10 <sup>1,2</sup>		Year ended 10-31-09	
	Shares	Amount	Shares	Amount	Shares	Amount
<b>Class A shares</b>						
Sold	1,125,695	\$20,882,210	436,923	\$7,481,082	1,121,281	\$14,394,716
Distributions reinvested	—	—	5,373	83,872	11,880	153,251
Repurchased	(2,180,365)	(39,600,144)	(1,190,634)	(19,439,329)	(2,717,492)	(34,890,126)
<b>Net decrease</b>	<b>(1,054,670)</b>	<b>(\$18,717,934)</b>	<b>(748,338)</b>	<b>(\$11,874,375)</b>	<b>(1,584,331)</b>	<b>(\$20,342,159)</b>
<b>Class I shares</b>						
Sold	1,751,999	\$32,912,574	580,444	\$9,479,362	448,819	\$5,597,754
Distributions reinvested	—	—	4,761	74,319	4,884	63,003
Repurchased	(651,679)	(13,027,537)	(135,551)	(2,234,345)	(842,105)	(11,224,329)
<b>Net increase (decrease)</b>	<b>1,100,320</b>	<b>\$19,885,037</b>	<b>449,654</b>	<b>\$7,319,336</b>	<b>(388,402)</b>	<b>(\$5,563,572)</b>
<b>Class R1 shares<sup>3</sup></b>						
Sold	7,061	\$146,595	—	—	—	—
Repurchased	(1,603)	(33,713)	—	—	—	—
<b>Net increase</b>	<b>5,458</b>	<b>\$112,882</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Class R3 shares<sup>3</sup></b>						
Sold	22,905	\$461,120	—	—	—	—
Repurchased	(1,558)	(32,422)	—	—	—	—
<b>Net increase</b>	<b>21,347</b>	<b>\$428,698</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Class R4 shares<sup>3</sup></b>						
Sold	2,245	\$42,744	—	—	—	—
Repurchased	(143)	(2,929)	—	—	—	—
<b>Net increase</b>	<b>2,102</b>	<b>\$39,815</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Class R5 shares<sup>3</sup></b>						
Sold	9,517	\$188,219	—	—	—	—
Repurchased	(1,875)	(39,006)	—	—	—	—
<b>Net increase</b>	<b>7,642</b>	<b>\$149,213</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Class ADV shares</b>						
Sold	23,836	\$433,429	3,900	\$63,577	—	—
Repurchased	(2,074)	(41,037)	—	—	—	—
<b>Net increase (decrease)</b>	<b>103,961</b>	<b>\$2,290,103</b>	<b>(294,784)</b>	<b>(\$4,491,462)</b>	<b>(1,972,733)</b>	<b>(\$25,905,731)</b>

<sup>1</sup> Period from 12-14-09 (inception date) to 3-31-10 for Class ADV.

<sup>2</sup> For the five month period ended 3-31-10. The Fund changed its fiscal year end from October 31 to March 31.

<sup>3</sup> Period from 4-30-10 (inception date) to 3-31-11.

Affiliates of the Fund owned 24%, and 17% of shares of beneficial interest of Class R1 and Class R4, respectively, on March 31, 2011.

## Note 6 — Purchase and sale of securities

Purchases and sales of securities, other than short-term securities, aggregated \$207,407,364 and \$205,142,489, respectively, for the year ended March 31, 2011.

### Note 7 — Reorganization

At the close of business on December 11, 2009, the Fund acquired all the assets and liabilities of FMA Small Company Portfolio (the Predecessor Fund) in exchange for the Class A and Class I shares of the Fund. The Fund had no assets, liabilities or operations prior to the reorganization.

The Agreement provided for (a) the acquisition of substantially all the assets, subject to substantially all of the liabilities, of the Predecessor Fund in exchange for a representative amount of shares of the Fund; (b) the liquidation of the Predecessor Fund; and (c) the distribution to the Predecessor Fund's shareholders of the Fund's shares. The reorganization was intended to allow the Fund to be better positioned to increase asset size and achieve additional economies of scale by achieving net prices on securities trades and spread fixed expenses over a larger asset base. As a result of the reorganization, the Fund is the legal survivor, however, the accounting and performance history of the Investor Shares and Institutional Shares of the Predecessor Fund have been redesignated as that of Class A and Class I of the Fund, respectively.

Based on the opinion of tax counsel, the reorganization qualified as a tax-free reorganization for federal income tax purposes with no gain or loss recognized by the Predecessor Fund or its shareholders. Thus, the investments were transferred to the Fund at the Predecessor Fund's identified cost. All distributable amounts of net income and realized gains from the Predecessor Fund were distributed prior to the reorganization. In addition, the expenses of the reorganization were borne by the Advisers of both the Predecessor Fund and the Fund. The effective time of the reorganization occurred immediately after the close of regularly scheduled trading on the NYSE on December 11, 2009. The following outlines the reorganization:

PREDECESSOR FUND	ACQUIRED NET ASSET VALUE OF THE PREDECESSOR FUND	APPRECIATION OF PREDECESSOR FUND'S INVESTMENTS	SHARES ISSUED BY THE FUND	TOTAL NET ASSETS AFTER COMBINATION
FMA Small Company Portfolio	\$114,978,635	\$13,294,586	7,316,559*	\$114,978,635

\*The Fund issued 5,788,995 shares of Class A and 1,527,564 shares of Class I as a result of the above reorganization.

### Note 8 — Subsequent event

At the close of business on April 8, 2011, the Fund acquired the John Hancock Growth Opportunities Fund (the Acquired Fund). This reorganization was approved by the Board of Trustees on December 7, 2010 and subsequently approved by the shareholders of the Acquired Fund on March 23, 2011. Under the terms of the reorganization, the Acquired Fund transferred substantially all of its assets and liabilities to the Fund in exchange for shares of equal value of the Fund.

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# Auditors' report

## Report of Independent Registered Public Accounting Firm

### **To the Board of Trustees of John Hancock Funds III and Shareholders of John Hancock Small Company 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 Small Company Fund (the "Fund") at March 31, 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 March 31, 2011 by correspondence with the custodian, and the application of alternative auditing procedures where securities purchased confirmations had not been received, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP  
Boston, Massachusetts  
May 20, 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
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<b>Steven R. Pruchansky</b> , Born: 1944	2006	47
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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
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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
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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
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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
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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
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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
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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
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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,</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
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*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
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*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 <i>Position(s) held with Fund</i> Principal occupation(s) and other directorships during past 5 years	Officer of the Trust since
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<b>Francis V. Knox, Jr.</b> , Born: 1947	2006
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*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
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*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> , Born: 1965	2010
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*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.

# 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

## 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

†Non-Independent Trustee

## Investment adviser

John Hancock Investment Management Services, LLC

## Subadviser

Fiduciary Management Associates, 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 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**

**[jhffunds.com](http://jhffunds.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)

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It is not authorized for distribution to prospective investors unless preceded or accompanied by a prospectus.

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5/11