John Hancock Global Income Fund

Annual report 7/31/17

A message to shareholders

Dear shareholder,

While the stock market generally delivered solid gains for most of the past year, the bond markets were a study in contrast. Credit-sensitive segments, such as bank loans, enjoyed solid gains, but interest-rate-sensitive instruments, such as long-term bonds, posted much more muted returns and likely will remain vulnerable should the U.S. Federal Reserve continue its course to withdraw economic stimulus and raise interest rates. Overseas, emerging markets, with relatively attractive yields and growing economies, have been a bright spot in recent months.

Advancing the interests of fund shareholders

One of our primary goals is to advance the interests of our fund shareholders wherever possible. To that end, we recently announced our third round of expense reductions this year, targeting six mutual funds and two closed-end funds that together represent more than $6.9 billion in assets under management. Details can be found at jhinvestments.com.

In addition, we recently learned that fund researcher Morningstar, Inc. formally recognized our shareholder friendly initiatives by upgrading our parent pillar rating—a key component of the Morningstar Analyst Rating system—to positive, the highest possible rating. Morningstar evaluates select funds and their parent firms based on intensive research, including on-site due diligence. They focused on such factors as whether our portfolio managers invest meaningfully in the funds they manage, the quality of our risk management, our corporate culture, and our commitment to recognizing shareholder interests—in other words, how effective we are as stewards of investor capital. We're proud to have been recognized by Morningstar for our efforts and we're committed to continue our work of furthering the interests of our shareholders.

On behalf of everyone at John Hancock Investments, I'd like to take this opportunity to welcome new shareholders and to thank existing shareholders for the continued trust you've placed in us.

Sincerely,

Andrew Arnott

Andrew G. Arnott
President and Chief Executive Officer
John Hancock Investments

This commentary reflects the CEO's views, which are subject to change at any time. All investments entail risks, including the possible loss of principal. For more up-to-date information, you can visit our website at jhinvestments.com.

John Hancock Global Income Fund

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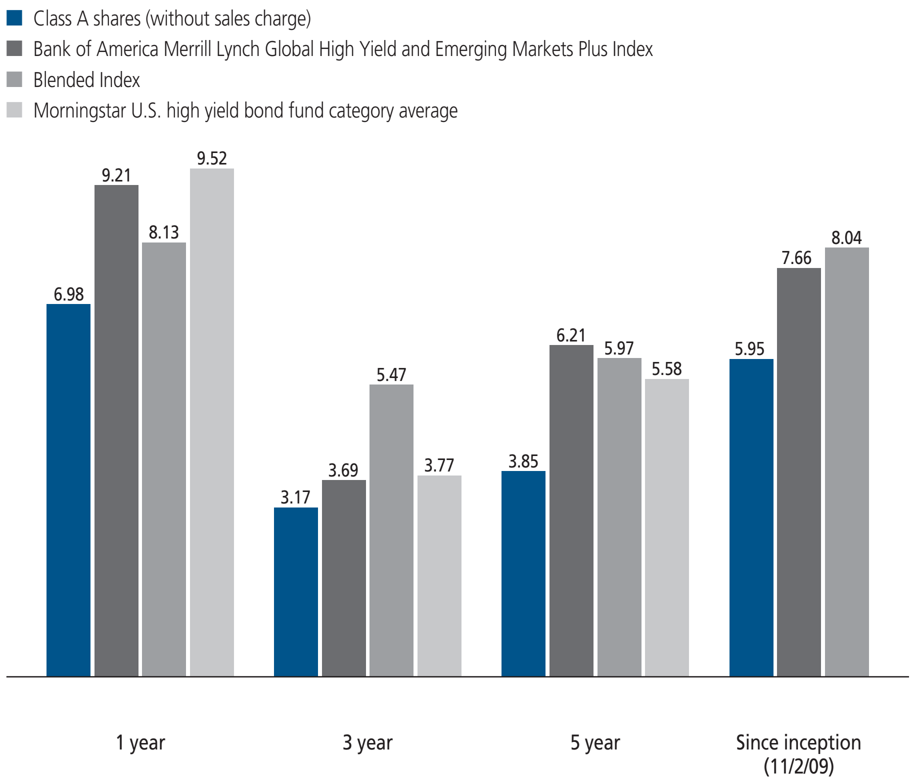
Your fund at a glance

INVESTMENT OBJECTIVE

The fund seeks a high level of current income with capital appreciation as a secondary objective.

AVERAGE ANNUAL TOTAL RETURNS AS OF 7/31/17 (%)



The Bank of America (BofA) Merrill Lynch Global High Yield and Emerging Markets Plus Index tracks the performance of the below- and border-line investment-grade global debt markets denominated in the major developed-market currencies.
The blended index is 50% BofA Merrill Lynch U.S. High Yield Master II Constrained Index and 50% JPMorgan EMBI Global Diversified Index.
The BofA Merrill Lynch U.S. High Yield Master II Constrained Index is an unmanaged index consisting of U.S. dollar-denominated public corporate issues with par amounts greater than $100 million that are rated below investment grade.
The JPMorgan EMBI Global Diversified Index is an unmanaged index consisting of traded external debt instruments in the emerging markets, with an outstanding face value of at least $500 million; it limits the weight of index countries with larger debt stocks to maintain diversification.
It is not possible to invest directly in an index. Index figures do not reflect expenses or sales charges, which would result in lower returns.
Figures from Morningstar, Inc. include reinvested distributions and do not take into account sales charges. Actual load-adjusted performance is lower. Since-inception returns for the Morningstar fund category average are not available.

The past performance shown here reflects reinvested distributions and the beneficial effect of any expense reductions, and does not guarantee future results. Performance of the other share classes will vary based on the difference in the fees and expenses of those classes. Shares will fluctuate in value and, when redeemed, may be worth more or less than their original cost. Current month-end performance may be lower or higher than the performance cited, and can be found at jhinvestments.com or by calling 800-225-5291. For further information on the fund's objectives, risks, and strategy, see the fund's prospectus.

PERFORMANCE HIGHLIGHTS OVER THE LAST TWELVE MONTHS

High-yield bonds and emerging-market debt registered strong gains

Improving global growth and strengthening investor risk appetites fueled a rally in the higher-yielding segments of the bond market.

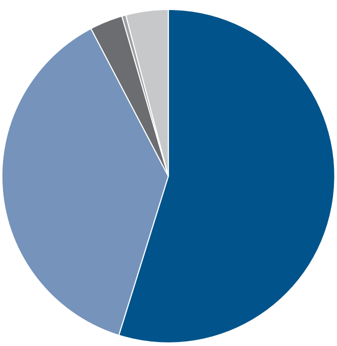
Positioning in the high-yield portfolio detracted

The fund's relatively conservative posture in high yield caused it to lag the return of the broader asset class, leading to underperformance versus its blended benchmark.

The fund's emerging-market portfolio outperformed

The fund's positioning in the emerging markets added value, but the benefit was not enough to offset the shortfall in high yield.

PORTFOLIO COMPOSITION AS OF 7/31/17 (%)



Corporate bonds	54.8
Foreign government obligations	37.5
Term loans	3.2
Common stocks	0.4
Short-term investments and other	4.1

As a percentage of net assets.

A note about risks

Fixed-income investments are subject to interest-rate and credit-rate risk; their value will normally decline as interest rates rise or if a creditor, grantor, or counterparty is unable or unwilling to make principal, interest, or settlement payments. Investments in higher-yielding, lower-rated securities include a higher risk of default. Liquidity—the extent to which a security may be sold or a derivative position closed without negatively affecting its market value—may be impaired by reduced trading volume, heightened volatility, rising interest rates, and other market conditions. Foreign investing, especially in emerging markets, has additional risks, such as currency and market volatility and political and social instability. Currency transactions are affected by fluctuations in exchange rates. Derivatives transactions, such as hedging and other strategic transactions, may increase a fund's volatility and could produce disproportionate losses, potentially more than the fund's principal investment. Mortgage- and asset-backed securities may be sensitive to changes in interest rates, and may be subject to early repayment and the market's perception of issuer creditworthiness. Loan participations and assignments involve additional risks, including credit, interest-rate, counterparty, liquidity, and lending risk. Please see the fund's prospectus for additional risks.

Discussion of fund performance

From the Investment Management Team

Stone Harbor Investment Partners LP

How did the key high-yield and emerging-market indexes perform during the 12 months ended July 31, 2017?

Both categories delivered meaningful gains, reflecting investors' improving risk appetites and continued preference for higher-yielding investments. The fund's blended benchmark, which equally weighted between the Bank of America U.S. High Yield Master II Constrained Index and the J.P. Morgan EMBI Global Diversified Index, gained 8.13%.

Several positive developments contributed to the substantial gain for high-yield bonds (those rated BB and below). The U.S. economy continued to expand, leading to better-than-expected corporate earnings growth and helping below-investment-grade companies shore up their balance sheets and improve their credit outlooks. Additionally, the rally in commodity prices in 2016 alleviated concerns about a looming wave of defaults in the energy and mining industries. Potential policy shifts in favor of fiscal stimulus, tax reform, and reduced regulation also contributed to market optimism in the first half of the period.

Although the emerging markets delivered hearty gains, the asset class fell short of U.S. high yield bonds. The sharp downturn that occurred in the days following the U.S. elections, when Donald Trump's victory fostered concerns that the United States would adopt more protectionist trade policies, was the primary cause of this performance gap. However, the market quickly recovered thanks to the improvement in global growth, highlighted by an acceleration in the long-stagnant European region. Emerging economies also showed signs of strengthening, and the prospect of synchronized worldwide growth fueled expectations that the expansion would prove sustainable. Not least, elevated investor demand for yield provided a firm underpinning for prices.

How was the fund positioned in terms of its broad allocations between the two categories?

The fund held weightings of approximately 55% in the emerging markets and 45% in high yield from the beginning of the period through the end of February. During this interval, we believed the emerging markets offered a better risk/return profile than high yield. We also saw the potential for a longer runway for performance, given the maturity of the U.S. economic cycle relative to that of the emerging world.

We subsequently added to high yield at the end of March due to the combination of robust performance for emerging markets and a widening of yield spreads for high-yield bonds, which brought the allocation between the two categories to roughly 50-50. We retained these target weightings at the end of July, albeit with an eye toward raising the emerging-market position if the opportunity presents itself in the months ahead. In our view, these shifts help illustrate the potential value of a flexible approach that seeks to capitalize on what we believe are the most compelling opportunities in the global credit sectors.

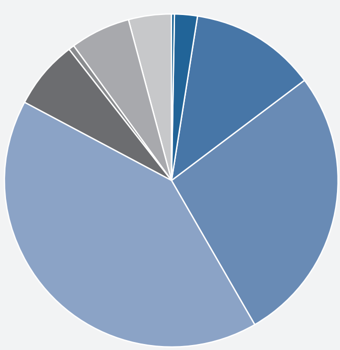
"At a time in which lower-quality bonds outpaced the broader market by a wide margin, our emphasis on risk management was a hindrance."

What aspects of the fund's approach in high yield caused it to underperform?

The primary cause of the shortfall was the portfolio's lower average risk profile in relation to the benchmark early in the period. At a time in which lower-quality bonds outpaced the broader market by a wide margin, our emphasis on risk management was a hindrance. With this said, we think a defensive posture remains warranted since there is little margin for error with yield spreads at the low end of the historical range. We sought to maintain a relatively defensive stance rather than attempting to chase returns by taking on higher risk.

The portfolio's position in term loans—which stood at 3.2% of net assets as of the end of the period—was an additional detractor, given the asset class underperformed high-yield bonds.

QUALITY COMPOSITION AS OF 7/31/17 (%)



AA	0.5
A	2.2
BBB	12.3
BB	26.7
B	41.1
CCC and below	6.9
Equity	0.4
Not rated	5.8
Short-term investments and other	4.1

As a percentage of net assets.

Ratings are from Moody's Investors Service, Inc. If not available, we have used Standard & Poor's Ratings Services. In the absence of ratings from these agencies, we have used Fitch Ratings, Inc. "Not Rated" securities are those with no ratings available from these agencies. All ratings are as of 7-31-17 and do not reflect subsequent downgrades or upgrades, if any.

However, we believe term loans provide better relative value and a lower-risk alternative to high yield. In addition, their floating-rate structures offer a way to capitalize on the potential for tighter monetary policy of the U.S. Federal Reserve.

At the sector level, the fund was hurt by the adverse impact of underweight positions in the strong-performing energy and mining industries.

How did the fund's positioning in the emerging markets affect its return?

The fund's positioning in the Europe / Middle East / Africa category made the largest contribution thanks to our weightings in commodity-sensitive countries such as Zambia, Ghana, Gabon, Iraq, and Ukraine. Additionally, a position in Russian local currency debt enabled the fund to benefit from both the strength in the country's debt market and the rally in the ruble.

We originally established the positions in sub-Saharan African issuers on the belief that their yield spreads were trading at attractive levels in light of the countries' relatively low debt, and these markets generated substantial outperformance in 2016. We chose to realize gains in some of these positions during the fourth calendar quarter of 2016, but we added back to them late in the period following the drop in oil prices.

Several aspects of the fund's positioning in Latin America aided relative performance. In Argentina, we held sovereign bonds denominated in euros, which registered healthy outperformance in relation to U.S. dollar-denominated debt. The fund also produced positive results in Brazil, where holdings in local currency issues and corporate debt—most notably Petrobras Global Finance BV—made healthy contributions, and in Mexico, where a position in the energy company Petróleos Mexicanos rose in value.

On the negative side, the fund was hurt by its position in Venezuela. Given the growing political risk

TOP 10 ISSUERS AS OF 7/31/17 (%)

Republic of Argentina	3.4
Republic of Ukraine	3.0
Republic of Indonesia	1.7
Brazil Minas SPE	1.4
Republic of Uruguay	1.2
Republic of Azerbaijan	1.1
Sprint Capital Corp.	0.9
Republic of Iraq	0.9
DISH DBS Corp.	0.9
1MDB Global Investments, Ltd.	0.9
TOTAL	**15.4**

As a percentage of net assets.
Cash and cash equivalents are not included.

in the country, we chose to reduce the weighting substantially. At the close of the period, the portfolio's allocation to Venezuela was near its lowest level since the fund's inception in 2009.

MANAGED BY

The Global Income Fund is managed by a five person team at Stone Harbor Investment Partners LP.

Our decision to maintain an underweight in Asia was a further plus. Yield spreads in Asia remained at low levels relative to U.S. Treasuries, making the region's market more vulnerable to the possibility of rising yields in the United States. Asia lagged the broader index as Treasury yields moved higher, so this aspect of the fund's positioning—particularly our decision to underweight China and the Philippines—aided relative performance.

COUNTRY COMPOSITION AS OF 7/31/17 (%)

United States	45.6
Brazil	4.0
Mexico	4.0
Argentina	3.7
Ukraine	3.0
Indonesia	2.6
Luxembourg	2.1
Azerbaijan	1.9
Turkey	1.9
Dominican Republic	1.7
Other countries	29.5
TOTAL	**100.0**

As a percentage of net assets.

The views expressed in this report are exclusively those of the portfolio management team at Stone Harbor Investment Partners LP, and are subject to change. They are not meant as investment advice. Please note that the holdings discussed in this report may not have been held by the fund for the entire period. Portfolio composition is subject to review in accordance with the fund's investment strategy and may vary in the future. Current and future portfolio holdings are subject to risk.

A look at performance

TOTAL RETURNS FOR THE PERIOD ENDED JULY 31, 2017

	Average annual total returns (%) with maximum sales charge			Cumulative total returns (%) with maximum sales charge		SEC 30-day yield (%) subsidized	SEC 30-day yield (%) unsubsidized[1]
	1-year	5-year	Since inception[2]	5-year	Since inception[2]	as of 7-31-17	as of 7-31-17
Class A	2.70	3.00	5.39	15.94	50.16	4.48	4.42
Class I[3]	7.31	4.17	6.27	22.66	60.16	4.94	4.88
Class NAV[3]	7.43	4.32	6.39	23.52	61.67	5.06	5.00
Index 1†	9.21	6.21	7.66	35.15	77.22	—	—
Index 2†	8.13	5.97	8.04	33.63	82.11	—	—

Performance figures assume all distributions are reinvested. Figures reflect maximum sales charge on Class A shares of 4%. The returns for Class A shares have been adjusted to reflect the reduction in the maximum sales charge from 4.5% to 4.0%, effective 2-3-14. Sales charges are not applicable to Class I and Class NAV shares.

The expense ratios of the fund, both net (including any fee waivers and/or expense limitations) and gross (excluding any fee waivers and/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. Had the contractual fee waivers and expense limitations not been in place, gross expenses would apply. The expense ratios are as follows:

	Class A	Class I	Class NAV
Gross (%)	1.26	1.01	0.89
Net (%)	1.21	0.96	0.84

Please refer to the most recent prospectus and annual or semiannual report for more information on expenses and any expense limitation arrangements for each class.

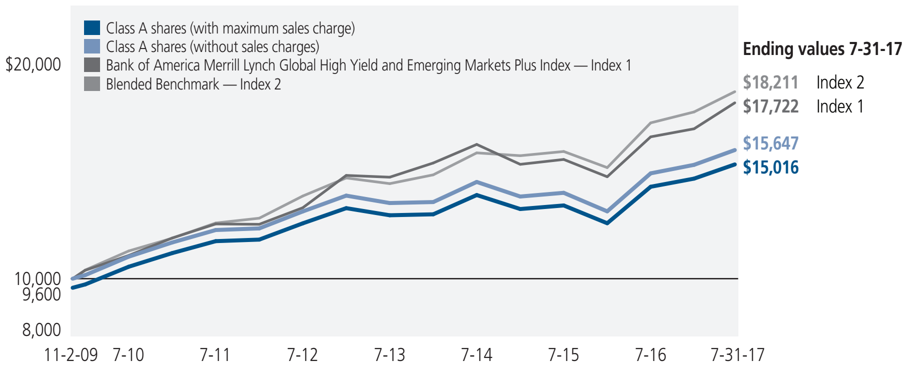
The returns reflect past results and should not be considered indicative of future performance. The return and principal value of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Due to market volatility and other factors, the fund's current performance may be higher or lower than the performance shown. For current to the most recent month-end performance data, please call 800–225–5291 or visit the fund's website at jhinvestments.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 fee waivers or expense reductions, without which the expenses would increase and results would have been less favorable.

† *Index 1 is the Bank of America Merrill Lynch Global High Yield and Emerging Markets Plus Index; Index 2 is 50% Bank of America Merrill Lynch U.S. High Yield Master II Constrained Index and 50% JPMorgan EMBI Global Diversified Index.*

See the following page for footnotes.

This chart and table show what happened to a hypothetical $10,000 investment in John Hancock Global Income Fund for the share classes and periods indicated, assuming all distributions were reinvested. For comparison, we've shown the same investment in a separate index and a blended index.



	Start date	With maximum sales charge ($)	Without sales charge ($)	Index 1 ($)	Index 2 ($)
Class I[3]	11-2-09	16,016	16,016	17,722	18,211
Class NAV[3]	11-2-09	16,167	16,167	17,722	18,211

The values shown in the chart for Class A with maximum sales charge have been adjusted to reflect the reduction in the Class A maximum sales charge from 4.5% to 4.0%, which became effective on 2-3-14.

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It is not possible to invest directly in an index. Index figures do not reflect expenses or sales charges, which would result in lower returns.

Footnotes related to performance pages

1 *Unsubsidized yield reflects what the yield would have been without the effect of reimbursements and waivers.*

2 *From 11-2-09.*

3 *For certain types of investors as described in the fund's prospectuses.*

Your expenses

These examples are intended to help you understand your ongoing operating expenses of investing in the fund so you can compare these costs with the ongoing costs of investing in other mutual funds.

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

The first line of each share class in the table on the following page 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 February 1, 2017, with the same investment held until July 31, 2017.

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 July 31, 2017, by $1,000.00, then multiply it by the "expenses paid" for your share class from the table. For example, for an account value of $8,600.00, the operating expenses should be calculated as follows:

Example

[My account value $8,600.00 / $1,000.00 = 8.6] X $["expenses paid" from table] = My actual expenses

Hypothetical example for comparison purposes

The second line of each share class in the table on the following page 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 February 1, 2017, with the same investment held until July 31, 2017. Look in any other fund shareholder report to find its hypothetical example and you will be able to compare these expenses. Please remember that these hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period.

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 prospectuses for details regarding transaction costs.

SHAREHOLDER EXPENSE EXAMPLE CHART

		Account value on 2-1-2017	Ending value on 7-31-2017	Expenses paid during period ended 7-31-2017[1]	Annualized expense ratio
Class A	Actual expenses/actual returns	$1,000.00	$1,043.30	$6.54	1.29%
	Hypothetical example for comparison purposes	1,000.00	1,018.40	6.46	1.29%
Class I	Actual expenses/actual returns	1,000.00	1,045.80	4.92	0.97%
	Hypothetical example for comparison purposes	1,000.00	1,020.00	4.86	0.97%
Class NAV	Actual expenses/actual returns	1,000.00	1,045.40	4.46	0.88%
	Hypothetical example for comparison purposes	1,000.00	1,020.40	4.41	0.88%

1 Expenses are equal to the fund's annualized expense ratio, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

Fund's investments

AS OF 7-31-17

	Rate (%)	Maturity date		Par value^	Value
Foreign government obligations 37.5%					**$119,096,633**
(Cost $116,920,024)					
Angola 0.7%					**2,280,480**
Republic of Angola					
Bond	9.500	11-12-25		1,340,000	1,426,631
Bond (A)	9.500	11-12-25		802,000	853,849
Argentina 3.5%					**11,201,466**
Provincia del Chaco					
Bond	9.375	08-18-24		447,000	439,790
Republic of Argentina					
Bond (B)	2.260	12-31-38	EUR	257,000	186,983
Bond	7.820	12-31-33	EUR	3,062,740	3,794,471
Bond	7.820	12-31-33	EUR	4,387,477	5,404,023
GDP-Linked Note	4.596*	12-15-35	EUR	12,705,249	1,376,199
Azerbaijan 1.1%					**3,539,655**
Republic of Azerbaijan					
Bond (A)	4.750	03-18-24		2,510,000	2,555,230
Bond	4.750	03-18-24		967,000	984,425
Bahrain 0.2%					**569,371**
Kingdom of Bahrain					
Bond (A)	7.000	10-12-28		554,000	569,371
Brazil 2.2%					**6,967,929**
Brazil Minas SPE					
Bond	5.333	02-15-28		4,426,000	4,403,870
Federative Republic of Brazil					
Bond	5.000	01-27-45		919,000	823,424
Bond	6.000	04-07-26		1,586,000	1,740,635
Cameroon 0.4%					**1,112,877**
Republic of Cameroon					
Bond (A)	9.500	11-19-25		947,000	1,112,877
Colombia 1.2%					**3,814,514**
Bogota Distrito Capital					
Bond	9.750	07-26-28	COP	1,695,000,000	605,938
Republic of Colombia					
Bond	4.000	02-26-24		1,885,000	1,960,400
Bond	4.500	01-28-26		171,000	182,372
Bond	5.000	06-15-45		458,000	464,641
Bond	10.375	01-28-33		391,000	601,163
Costa Rica 1.2%					**3,927,888**
Republic of Costa Rica					
Bond	4.250	01-26-23		1,414,000	1,385,720
Bond (A)	5.625	04-30-43		86,000	77,615
Bond (A)	7.000	04-04-44		759,000	795,053

	Rate (%)	Maturity date	Par value^	Value
Costa Rica (continued)				
Bond	7.158	03-12-45	1,575,000	$1,669,500
Croatia 0.5%				**1,685,324**
Republic of Croatia				
Bond (A)	5.500	04-04-23	1,424,000	1,580,640
Bond (A)	6.375	03-24-21	94,000	104,684
Dominican Republic 1.7%				**5,343,388**
Government of Dominican Republic				
Bond (A)	5.875	04-18-24	244,000	262,300
Bond (A)	5.950	01-25-27	177,000	189,162
Bond	6.600	01-28-24	1,923,000	2,144,145
Bond	6.875	01-29-26	753,000	856,538
Bond (A)	7.450	04-30-44	1,613,000	1,891,243
Ecuador 0.6%				**1,946,598**
Republic of Ecuador				
Bond	7.950	06-20-24	2,033,000	1,946,598
Egypt 0.6%				**1,869,718**
Arab Republic of Egypt				
Bond (A)	6.125	01-31-22	304,000	313,546
Bond	6.125	01-31-22	885,000	912,824
Bond (A)	8.500	01-31-47	592,000	643,348
El Salvador 0.8%				**2,658,816**
Republic of El Salvador				
Bond	5.875	01-30-25	532,000	480,795
Bond	7.375	12-01-19	283,000	285,830
Bond	7.625	02-01-41	168,000	154,140
Bond	7.650	06-15-35	537,000	499,410
Bond	8.250	04-10-32	1,163,000	1,154,278
Bond (A)	8.250	04-10-32	85,000	84,363
Ethiopia 0.1%				**442,200**
Federal Democratic Republic of Ethiopia				
Bond (A)	6.625	12-11-24	440,000	442,200
Gabon 1.0%				**3,163,817**
Republic of Gabon				
Bond (A)	6.375	12-12-24	1,872,000	1,827,297
Bond (A)	6.950	06-16-25	856,000	851,720
Bond	8.200	12-12-17	480,000	484,800
Georgia 0.1%				**381,759**
Republic of Georgia				
Bond (A)	6.875	04-12-21	343,000	381,759
Ghana 0.2%				**661,871**
Republic of Ghana				
Bond	8.125	01-18-26	400,000	412,534
Bond	10.750	10-14-30	200,000	249,337

	Rate (%)	Maturity date	Par value^	Value
Honduras 0.1%				**$437,665**
Republic of Honduras Bond (A)	6.250	01-19-27	416,000	437,665
Hungary 0.4%				**1,330,511**
Republic of Hungary Bond	5.750	11-22-23	474,000	546,285
Bond	6.375	03-29-21	696,000	784,226
Indonesia 1.8%				**5,522,949**
Republic of Indonesia Bond	3.750	04-25-22	341,000	352,454
Bond	4.125	01-15-25	835,000	867,316
Bond	4.750	01-08-26	2,781,000	3,000,574
Bond	5.250	01-17-42	285,000	311,464
Bond	6.750	01-15-44	158,000	207,863
Bond	7.000	05-15-27	IDR 10,400,000,000	783,278
Iraq 0.9%				**2,936,569**
Republic of Iraq Bond	5.800	01-15-28	3,204,000	2,936,569
Ivory Coast 1.1%				**3,497,905**
Republic of Ivory Coast Bond (A)	5.125	06-15-25	EUR 390,000	470,723
Bond (A)	5.375	07-23-24	871,000	855,758
Bond	5.375	07-23-24	200,000	196,500
Bond	5.750	12-31-32	560,665	548,041
Bond (A)	5.750	12-31-32	236,425	231,744
Bond (A)	6.125	06-15-33	473,000	463,289
Bond (A)	6.375	03-03-28	246,000	252,150
Bond	6.375	03-03-28	468,000	479,700
Jamaica 0.2%				**467,804**
Government of Jamaica Bond	7.625	07-09-25	400,000	467,804
Jordan 0.2%				**447,049**
Kingdom of Jordan Bond (A)	5.750	01-31-27	222,000	220,544
Bond	5.750	01-31-27	228,000	226,505
Kenya 0.3%				**963,182**
Republic of Kenya Bond (A)	6.875	06-24-24	944,000	963,182
Lebanon 0.5%				**1,528,242**
Republic of Lebanon Bond	6.375	03-09-20	948,000	963,597
Bond	6.750	11-29-27	259,000	258,482
Bond	6.850	03-23-27	304,000	306,163

	Rate (%)	Maturity date		Par value^	Value
Mexico 0.7%					**$2,323,379**
Government of Mexico					
Bond	4.150	03-28-27		1,072,000	1,119,168
Bond	4.350	01-15-47		125,000	119,313
Bond	4.600	01-23-46		441,000	436,149
Bond	4.750	03-08-44		161,000	162,530
Bond	10.000	12-05-24	MXN	7,309,500	486,219
Montenegro 0.2%					**558,304**
Republic of Montenegro					
Bond (A)	5.750	03-10-21	EUR	437,000	558,304
Namibia 0.2%					**515,725**
Republic of Namibia					
Bond (A)	5.250	10-29-25		500,000	515,725
Nigeria 0.1%					**377,292**
Federal Republic of Nigeria					
Bond (A)	6.375	07-12-23		193,000	200,764
Bond (A)	7.875	02-16-32		160,000	176,528
Oman 0.7%					**2,330,286**
Sultanate of Oman					
Bond	3.625	06-15-21		770,000	769,038
Bond (A)	4.750	06-15-26		402,000	399,990
Bond (A)	6.500	03-08-47		1,114,000	1,161,258
Panama 0.8%					**2,361,299**
Republic of Panama					
Bond	6.700	01-26-36		934,000	1,217,469
Bond	8.125	04-28-34		330,000	440,550
Bond	9.375	04-01-29		472,000	703,280
Paraguay 0.3%					**948,396**
Republic of Paraguay					
Bond	4.625	01-25-23		200,000	209,870
Bond (A)	6.100	08-11-44		658,000	738,526
Peru 0.4%					**1,311,570**
Republic of Peru					
Bond	6.550	03-14-37		988,000	1,311,570
Poland 0.1%					**324,406**
Republic of Poland					
Bond (C)	1.606	10-25-18	PLN	1,190,000	324,406
Qatar 0.4%					**1,391,968**
Government of Qatar					
Bond (A)	3.250	06-02-26		134,000	132,727
Bond (A)	4.500	01-20-22		1,181,000	1,259,241
Russia 1.0%					**3,268,480**
Government of Russia					
Bond	4.750	05-27-26		1,400,000	1,466,570

	Rate (%)	Maturity date		Par value^	Value
Russia (continued)					
Bond	7.400	12-07-22	RUB	91,130,000	$1,491,856
Bond	7.500	02-27-19	RUB	18,650,000	310,054
Senegal 0.4%					**1,077,848**
Republic of Senegal					
Bond (A)	6.250	05-23-33		1,049,000	1,077,848
Serbia 0.2%					**753,706**
Republic of Serbia					
Bond (A)	5.875	12-03-18		207,000	216,626
Bond	7.250	09-28-21		463,000	537,080
South Africa 1.3%					**4,104,737**
Republic of South Africa					
Bond	4.300	10-12-28		1,388,000	1,315,968
Bond	4.665	01-17-24		1,223,000	1,248,989
Bond	4.875	04-14-26		520,000	525,437
Bond	5.875	09-16-25		936,000	1,014,343
Sri Lanka 1.0%					**3,252,287**
Republic of Sri Lanka					
Bond (A)	5.875	07-25-22		1,538,000	1,611,346
Bond	6.250	10-04-20		78,000	82,925
Bond	6.250	07-27-21		606,000	645,451
Bond (A)	6.850	11-03-25		846,000	912,565
Suriname 0.2%					**484,665**
Republic of Suriname					
Bond (A)	9.250	10-26-26		474,000	484,665
Trinidad and Tobago 0.1%					**308,880**
Republic of Trinidad & Tobago					
Bond (A)	4.500	08-04-26		312,000	308,880
Turkey 1.9%					**6,034,301**
Republic of Turkey					
Bond	3.250	03-23-23		2,437,000	2,309,496
Bond	5.750	03-22-24		970,000	1,035,446
Bond	6.000	03-25-27		788,000	848,468
Bond	6.625	02-17-45		265,000	294,516
Bond	6.875	03-17-36		627,000	711,545
Bond	7.000	03-11-19		404,000	430,761
Bond	7.375	02-05-25		346,000	404,069
Ukraine 3.0%					**9,557,254**
Republic of Ukraine					
Bond	7.750	09-01-20		123,000	127,465
Bond (A)	7.750	09-01-21		572,000	590,590
Bond (A)	7.750	09-01-22		647,000	663,175
Bond (A)	7.750	09-01-23		1,619,000	1,637,894
Bond (A)	7.750	09-01-24		2,518,000	2,515,406

	Rate (%)	Maturity date		Par value^	Value
Ukraine (continued)					
Bond	7.750	09-01-24		632,000	$631,349
Bond (A)	7.750	09-01-25		1,634,000	1,620,111
Bond (A)	7.750	09-01-26		347,000	341,379
Bond (A)	7.750	09-01-27		1,457,000	1,429,885
Uruguay 1.2%					**3,681,432**
Republic of Uruguay Bond	4.375	10-27-27		2,697,000	2,885,790
Bond	5.000	09-14-18	UYU	9,500,000	795,642
Venezuela 0.7%					**2,327,954**
Republic of Venezuela Bond	7.750	10-13-19		4,800,600	2,028,254
Bond	13.625	08-15-18		540,000	299,700
Zambia 1.0%					**3,102,917**
Republic of Zambia Bond	5.375	09-20-22		828,000	786,426
Bond (A)	5.375	09-20-22		89,000	84,531
Bond (A)	8.500	04-14-24		2,101,000	2,231,960
Corporate bonds 54.8%					**$173,749,709**
(Cost $171,280,415)					
Argentina 0.2%					**789,282**
Cablevision SA (A)	6.500	06-15-21		220,000	233,200
Pampa Energia SA (A)	7.375	07-21-23		242,000	253,132
Pampa Energia SA (A)	7.500	01-24-27		292,000	302,950
Austria 0.0%					**94,250**
ESAL GmbH (A)	6.250	02-05-23		100,000	94,250
Azerbaijan 0.8%					**2,621,713**
Southern Gas Corridor CJSC	6.875	03-24-26		473,000	519,709
State Oil Company of the Azerbaijan Republic	4.750	03-13-23		1,041,000	1,026,752
State Oil Company of the Azerbaijan Republic	6.950	03-18-30		1,012,000	1,075,252
Brazil 1.6%					**4,953,733**
Brazil Loan Trust 1	5.477	07-24-23		170,252	174,083
Brazil Loan Trust 1 Senior Secured Pass-Through Notes (A)	5.477	07-24-23		1,144,620	1,170,374
GTL Trade Finance, Inc. (A)	5.893	04-29-24		128,000	132,800
Marfrig Holdings Europe BV (A)	8.000	06-08-23		232,000	241,744
Petrobras Global Finance BV	6.250	03-17-24		752,000	783,960
Petrobras Global Finance BV	7.375	01-17-27		284,000	307,572
Petrobras Global Finance BV	8.750	05-23-26		1,824,000	2,143,200
Canada 1.4%					**4,333,032**
Cascades, Inc. (A)	5.500	07-15-22		945,000	978,075
Mercer International, Inc.	7.750	12-01-22		890,000	952,300

	Rate (%)	Maturity date	Par value^	Value
Canada (continued)				
New Gold, Inc. (A)	6.250	11-15-22	510,000	$527,850
Norbord, Inc. (A)	6.250	04-15-23	865,000	931,994
Quebecor Media, Inc.	5.750	01-15-23	875,000	942,813
Chile 0.0%				**171,778**
Banco del Estado de Chile (A)	3.875	02-08-22	164,000	171,778
China 0.7%				**2,236,863**
Sinopec Group Overseas Development 2013, Ltd.	4.375	10-17-23	325,000	348,035
Sinopec Group Overseas Development 2014, Ltd.	4.375	04-10-24	1,414,000	1,509,572
Three Gorges Finance I Cayman Islands, Ltd. (A)	3.150	06-02-26	389,000	379,256
Costa Rica 0.2%				**501,975**
Banco Nacional de Costa Rica (A)	5.875	04-25-21	485,000	501,975
Ecuador 0.1%				**236,530**
Petroamazonas EP	4.625	02-16-20	253,000	236,530
France 0.2%				**497,950**
SFR Group SA (A)	7.375	05-01-26	460,000	497,950
Germany 0.2%				**661,125**
Unitymedia GmbH (A)	6.125	01-15-25	615,000	661,125
India 0.1%				**454,270**
Vedanta Resources PLC (A)	6.375	07-30-22	412,000	427,450
Vedanta Resources PLC (A)	8.250	06-07-21	24,000	26,820
Indonesia 0.8%				**2,517,680**
Indo Energy Finance II BV	6.375	01-24-23	110,000	104,775
Pertamina Persero PT	5.250	05-23-21	352,000	380,503
Pertamina Persero PT	6.450	05-30-44	1,180,000	1,373,432
Perusahaan Listrik Negara PT	5.250	10-24-42	650,000	658,970
Ireland 0.8%				**2,474,367**
Ardagh Packaging Finance PLC (A)	6.000	02-15-25	1,075,000	1,148,229
Mallinckrodt International Finance SA (A)	5.625	10-15-23	1,385,000	1,326,138
Jamaica 0.1%				**175,725**
Digicel Group, Ltd. (A)	7.125	04-01-22	198,000	175,725
Kazakhstan 0.5%				**1,496,755**
KazAgro National Management Holding JSC (A)	4.625	05-24-23	402,000	395,611
KazMunayGas National Company JSC (A)	6.375	04-09-21	501,000	547,195
KazMunayGas National Company JSC	7.000	05-05-20	507,000	553,949
Luxembourg 2.1%				**6,789,566**
Altice Luxembourg SA (A)	7.750	05-15-22	610,000	648,125

	Rate (%)	Maturity date		Par value^	Value
Luxembourg (continued)					
Cosan Luxembourg SA (A)	7.000	01-20-27		230,000	$240,925
Dana Financing Luxembourg Sarl (A)	6.500	06-01-26		1,245,000	1,333,706
FAGE International SA (A)	5.625	08-15-26		420,000	432,600
Intelsat Jackson Holdings SA	5.500	08-01-23		995,000	858,188
Minerva Luxembourg SA (A)	6.500	09-20-26		398,000	398,000
Rumo Luxembourg Sarl (A)	7.375	02-09-24		163,000	169,504
Sberbank of Russia (5.500% to 2-26-19, then 5 Year CMT + 4.023%) (A)	5.500	02-26-24		1,130,000	1,146,923
Wind Acquisition Finance SA (A)	4.750	07-15-20		525,000	530,906
Wind Acquisition Finance SA (A)	7.375	04-23-21		990,000	1,030,689
Malaysia 0.9%					**2,875,293**
1MDB Global Investments, Ltd.	4.400	03-09-23		3,100,000	2,875,293
Mexico 3.3%					**10,345,621**
Banco Nacional de Comercio Exterior SNC (3.800% to 8-11-21, then 5 Year CMT + 3.000%) (A)	3.800	08-11-26		758,000	754,437
Banco Nacional de Comercio Exterior SNC (3.800% to 8-11-21, then 5 Year CMT + 3.000%)	3.800	08-11-26		857,000	852,972
Cemex SAB de CV (A)	5.700	01-11-25		34,000	36,210
Cemex SAB de CV (A)	6.125	05-05-25		82,000	88,663
Comision Federal de Electricidad (A)	4.875	01-15-24		295,000	313,438
Petroleos Mexicanos	4.500	01-23-26		191,000	190,121
Petroleos Mexicanos	5.500	01-21-21		40,000	42,880
Petroleos Mexicanos	5.625	01-23-46		981,000	904,335
Petroleos Mexicanos	6.000	03-05-20		94,000	101,392
Petroleos Mexicanos	6.375	02-04-21		275,000	301,125
Petroleos Mexicanos	6.375	01-23-45		669,000	676,292
Petroleos Mexicanos (A)	6.500	03-13-27		181,000	199,281
Petroleos Mexicanos	6.750	09-21-47		1,802,000	1,896,965
Petroleos Mexicanos (A)	6.750	09-21-47		2,353,000	2,477,003
Petroleos Mexicanos	6.875	08-04-26		1,156,000	1,311,944
Petroleos Mexicanos	9.500	09-15-27		154,000	198,563
Netherlands 0.8%					**2,424,922**
Nyrstar Netherlands Holdings BV	6.875	03-15-24	EUR	800,000	970,597
UPCB Finance IV, Ltd. (A)	5.375	01-15-25		710,000	740,175
Ziggo Secured Finance BV (A)	5.500	01-15-27		690,000	714,150
Singapore 0.0%					**29,776**
Indika Energy Capital II Pte, Ltd. (A)	6.875	04-10-22		30,000	29,776
South Africa 0.1%					**289,803**
Eskom Holdings SOC, Ltd. (A)	5.750	01-26-21		143,000	143,794
Eskom Holdings SOC, Ltd. (A)	7.125	02-11-25		144,000	146,009

	Rate (%)	Maturity date	Par value^	Value
United Kingdom 1.3%				**$4,178,451**
Anglo American Capital PLC (A)	4.125	09-27-22	935,000	970,063
Anglo American Capital PLC (A)	4.875	05-14-25	510,000	544,425
MARB BondCo PLC (A)	7.000	03-15-24	98,000	97,098
Tullow Oil PLC	6.000	11-01-20	98,000	94,938
Tullow Oil PLC	6.250	04-15-22	1,372,000	1,265,670
Virgin Media Finance PLC (6.000% to 1-15-21, then 11.000% thereafter) (A)	6.000	10-15-24	1,140,000	1,206,257
United States 38.1%				**121,067,123**
AECOM	5.125	03-15-27	515,000	518,863
AECOM	5.750	10-15-22	630,000	659,925
Albertsons Companies LLC (A)	6.625	06-15-24	650,000	611,000
AMC Entertainment Holdings, Inc.	5.750	06-15-25	1,220,000	1,249,326
American Axle & Manufacturing, Inc. (A)	6.250	04-01-25	470,000	468,238
Artesyn Embedded Technologies, Inc. (A)	9.750	10-15-20	670,000	649,900
Block Communications, Inc. (A)	6.875	02-15-25	850,000	922,250
Boise Cascade Company (A)	5.625	09-01-24	970,000	1,008,800
Boyd Gaming Corp.	6.375	04-01-26	585,000	637,650
Cable One, Inc. (A)	5.750	06-15-22	835,000	876,750
Cablevision Systems Corp.	5.875	09-15-22	2,090,000	2,207,563
Callon Petroleum Company (A)	6.125	10-01-24	125,000	130,000
Callon Petroleum Company	6.125	10-01-24	635,000	660,400
Calpine Corp.	5.750	01-15-25	1,165,000	1,083,450
CCO Holdings LLC (A)	5.125	05-01-27	965,000	997,569
CCO Holdings LLC (A)	5.500	05-01-26	1,885,000	2,003,412
CenturyLink, Inc.	5.625	04-01-25	460,000	453,675
CenturyLink, Inc.	7.650	03-15-42	660,000	611,939
CF Industries, Inc.	5.150	03-15-34	1,665,000	1,527,638
Chobani LLC (A)	7.500	04-15-25	815,000	873,069
Cinemark USA, Inc.	4.875	06-01-23	310,000	315,038
Cinemark USA, Inc.	5.125	12-15-22	725,000	747,656
Cleaver-Brooks, Inc. (A)	8.750	12-15-19	606,000	624,180
Coeur Mining, Inc. (A)	5.875	06-01-24	655,000	646,813
Commercial Metals Company	5.375	07-15-27	520,000	542,100
Community Health Systems, Inc.	6.250	03-31-23	1,415,000	1,448,606
Continental Resources, Inc.	4.900	06-01-44	1,030,000	880,650
Continental Resources, Inc.	5.000	09-15-22	1,090,000	1,080,463
Cott Holdings, Inc. (A)	5.500	04-01-25	865,000	909,331
Covanta Holding Corp.	5.875	07-01-25	1,025,000	996,813
Dean Foods Company (A)	6.500	03-15-23	1,125,000	1,165,781
Denbury Resources, Inc. (A)	9.000	05-15-21	534,000	508,635
Diamondback Energy, Inc.	4.750	11-01-24	1,030,000	1,040,300
Diebold Nixdorf, Inc.	8.500	04-15-24	715,000	780,244
DISH DBS Corp.	7.750	07-01-26	2,430,000	2,909,925
Dynegy, Inc. (A)	8.000	01-15-25	1,080,000	1,069,200
Eldorado Resorts, Inc.	6.000	04-01-25	660,000	706,200

United States (continued)	Rate (%)	Maturity date	Par value^	Value
Endo Finance LLC (A)	6.000	02-01-25	1,150,000	$969,034
Energizer Holdings, Inc. (A)	5.500	06-15-25	1,010,000	1,063,025
Envision Healthcare Corp.	5.625	07-15-22	730,000	758,288
Envision Healthcare Corp. (A)	6.250	12-01-24	320,000	344,800
EP Energy LLC	6.375	06-15-23	905,000	572,413
EP Energy LLC (A)	8.000	02-15-25	665,000	516,622
EP Energy LLC	9.375	05-01-20	340,000	289,425
Flex Acquisition Company, Inc. (A)	6.875	01-15-25	385,000	404,250
Freeport-McMoRan, Inc.	3.550	03-01-22	775,000	751,750
Frontier Communications Corp.	9.000	08-15-31	1,744,000	1,403,920
FTS International, Inc.	6.250	05-01-22	680,000	589,900
Gates Global LLC (A)	6.000	07-15-22	775,000	791,469
GCI, Inc.	6.875	04-15-25	635,000	690,563
GenOn Energy, Inc. (D)	9.500	10-15-18	1,750,000	1,159,375
Golden Nugget, Inc. (A)	8.500	12-01-21	605,000	640,544
Gray Television, Inc. (A)	5.875	07-15-26	1,235,000	1,278,225
Griffon Corp.	5.250	03-01-22	1,275,000	1,303,688
HCA, Inc.	5.250	06-15-26	440,000	476,163
HCA, Inc.	5.375	02-01-25	935,000	994,950
HealthSouth Corp.	5.750	11-01-24	840,000	856,800
Hot Topic, Inc. (A)	9.250	06-15-21	635,000	598,488
Hughes Satellite Systems Corp.	6.625	08-01-26	585,000	639,844
Jacobs Entertainment, Inc. (A)	7.875	02-01-24	1,055,000	1,144,675
JC Penney Corp., Inc.	7.400	04-01-37	635,000	504,825
Kaiser Aluminum Corp.	5.875	05-15-24	895,000	950,938
L Brands, Inc.	6.875	11-01-35	675,000	648,000
Landry's, Inc. (A)	6.750	10-15-24	725,000	743,343
Laredo Petroleum, Inc.	5.625	01-15-22	525,000	530,906
Laredo Petroleum, Inc.	7.375	05-01-22	740,000	766,825
Level 3 Communications, Inc.	5.750	12-01-22	515,000	534,313
Level 3 Financing, Inc.	5.250	03-15-26	315,000	334,688
Levi Strauss & Company	5.000	05-01-25	655,000	686,113
LIN Television Corp.	5.875	11-15-22	655,000	686,931
Louisiana-Pacific Corp.	4.875	09-15-24	750,000	767,813
Masonite International Corp. (A)	5.625	03-15-23	925,000	971,250
MasTec, Inc.	4.875	03-15-23	1,435,000	1,435,000
MGM Resorts International	4.625	09-01-26	650,000	657,670
Murphy Oil Corp.	4.700	12-01-22	510,000	501,075
Murphy Oil Corp.	6.875	08-15-24	415,000	440,938
Murphy Oil USA, Inc.	5.625	05-01-27	520,000	547,300
NCI Building Systems, Inc. (A)	8.250	01-15-23	705,000	761,400
NCR Corp.	5.000	07-15-22	825,000	845,955
Nexstar Broadcasting, Inc. (A)	5.625	08-01-24	990,000	1,023,413
NRG Energy, Inc.	6.250	07-15-22	1,530,000	1,608,413
Nuance Communications, Inc. (A)	5.625	12-15-26	655,000	697,575
Oasis Petroleum, Inc. (E)	6.875	03-15-22	1,325,000	1,311,750

United States (continued)	Rate (%)	Maturity date	Par value^	Value
Parker Drilling Company	7.500	08-01-20	895,000	$774,175
Park-Ohio Industries, Inc. (A)	6.625	04-15-27	950,000	1,005,219
PetSmart, Inc. (A)	7.125	03-15-23	480,000	433,800
Pilgrim's Pride Corp. (A)	5.750	03-15-25	445,000	456,125
Pinnacle Entertainment, Inc. (A)	5.625	05-01-24	1,045,000	1,084,188
Pinnacle Foods Finance LLC	5.875	01-15-24	1,000,000	1,072,500
Post Holdings, Inc. (A)	5.000	08-15-26	675,000	692,719
Post Holdings, Inc. (A)	5.500	03-01-25	760,000	801,800
PTC, Inc.	6.000	05-15-24	580,000	624,225
QEP Resources, Inc.	5.375	10-01-22	1,355,000	1,331,288
Range Resources Corp. (A)	5.000	03-15-23	740,000	730,750
Revlon Consumer Products Corp.	5.750	02-15-21	820,000	680,600
Revlon Consumer Products Corp.	6.250	08-01-24	790,000	599,906
Rowan Companies, Inc. (E)	7.375	06-15-25	1,450,000	1,366,625
RSI Home Products, Inc. (A)	6.500	03-15-23	890,000	934,500
RSP Permian, Inc. (A)	5.250	01-15-25	505,000	512,575
Safeway, Inc.	7.250	02-01-31	800,000	736,000
Seagate HDD Cayman	4.875	06-01-27	1,815,000	1,734,570
SESI LLC	7.125	12-15-21	1,050,000	1,056,563
Signode Industrial Group Lux SA (A)	6.375	05-01-22	650,000	679,250
Sinclair Television Group, Inc. (A)	5.625	08-01-24	1,225,000	1,274,000
Sirius XM Radio, Inc. (A)	5.000	08-01-27	730,000	745,607
SM Energy Company	5.625	06-01-25	340,000	317,900
SM Energy Company (E)	6.125	11-15-22	850,000	832,735
Southwestern Energy Company	6.700	01-23-25	1,275,000	1,255,480
Spectrum Brands, Inc.	6.125	12-15-24	770,000	823,900
Sprint Capital Corp.	8.750	03-15-32	2,370,000	2,938,800
SPX FLOW, Inc. (A)	5.625	08-15-24	1,325,000	1,371,375
Standard Industries, Inc. (A)	5.375	11-15-24	955,000	1,005,138
Summit Materials LLC	6.125	07-15-23	395,000	413,763
Symantec Corp. (A)	5.000	04-15-25	560,000	586,600
Targa Resources Partners LP	4.250	11-15-23	555,000	546,675
Team Health Holdings, Inc. (A)	6.375	02-01-25	745,000	730,100
TEGNA, Inc.	6.375	10-15-23	1,205,000	1,275,794
Tenet Healthcare Corp. (A)	4.625	07-15-24	1,320,000	1,313,400
Tenet Healthcare Corp. (A)	5.125	05-01-25	795,000	799,969
The EW Scripps Company (A)	5.125	05-15-25	1,400,000	1,449,000
The Fresh Market, Inc. (A)	9.750	05-01-23	750,000	615,000
T-Mobile USA, Inc.	5.375	04-15-27	855,000	923,400
T-Mobile USA, Inc.	6.500	01-15-26	1,000,000	1,112,500
Tops Holding LLC (A)	8.000	06-15-22	885,000	716,850
Tribune Media Company	5.875	07-15-22	1,410,000	1,478,738
Trinseo Materials Operating SCA (A)	6.750	05-01-22	1,140,000	1,208,400
US Concrete, Inc.	6.375	06-01-24	890,000	950,075
Valeant Pharmaceuticals International, Inc. (A)	5.875	05-15-23	1,665,000	1,431,900

	Rate (%)	Maturity date	Par value^	Value
United States (continued)				
Valeant Pharmaceuticals International, Inc. (A)	6.500	03-15-22	565,000	$596,075
Valeant Pharmaceuticals International, Inc. (A)	7.000	10-01-20	460,000	454,250
Versum Materials, Inc. (A)	5.500	09-30-24	1,120,000	1,190,000
Welbilt, Inc.	9.500	02-15-24	540,000	627,750
Western Digital Corp.	10.500	04-01-24	835,000	988,431
Windstream Services LLC	7.500	04-01-23	923,000	782,243
Zayo Group LLC (A)	5.750	01-15-27	1,130,000	1,197,800
ZF North America Capital, Inc. (A)	4.750	04-29-25	1,040,000	1,088,100
Venezuela 0.5%				**1,532,126**
Petroleos de Venezuela SA	6.000	05-16-24	4,125,500	1,366,572
Petroleos de Venezuela SA	6.000	11-15-26	509,241	165,554
Term loans (F) 3.2%				**$10,258,310**
(Cost $10,193,744)				
Brazil 0.2%				**802,525**
Brazil ECA Trust	6.250	01-10-18	800,000	802,525
United States 3.0%				**9,455,785**
Air Medical Group Holdings, Inc.	4.484	04-28-22	397,970	389,513
Albea Beauty Holdings SA	5.164	04-12-24	855,000	854,290
Blount International, Inc.	6.227	04-12-23	752,996	764,290
Filtration Group, Inc.	4.257	11-21-20	753,236	759,511
Flex Acquisition Company, Inc.	4.549	12-29-23	778,050	782,220
Gardner Denver, Inc.	4.546	07-30-20	686,846	689,992
Gates Global LLC	4.546	04-01-24	712,913	717,925
Ineos Styrolution US Holding LLC	4.046	09-30-24	942,721	950,970
Lightstone LLC	5.734	01-30-24	864,792	857,536
MacDermid, Inc.	4.734	06-07-20	928,272	933,879
Summit Materials LLC	3.984	07-17-22	705,600	711,188
Vertiv Intermediate Holding II Corp.	5.234	11-30-23	708,804	715,006
Welbilt, Inc.	4.234	03-03-23	326,000	329,465

	Shares	Value
Common stocks 0.4%		**$1,376,357**
(Cost $6,173,241)		
United States 0.4%		**1,376,357**
Denbury Resources, Inc. (G)	35,700	52,122
Midstates Petroleum Company, Inc. (G)	440	6,239
Quiksilver, Inc. (G)	10,027	102,275
Vistra Energy Corp.	73,994	1,215,721
Rights 0.0%		**$73,994**
(Cost $296,900)		
Tech Corp. (Expiration Date: 12-31-49) (G)(H)	73,994	73,994

				Shares	Value
Warrants 0.0%					**$8,141**
(Cost $0)					
Halcon Resources Corp. (Expiration Date: 9-9-20) (G)(H)				9,862	6,903
Midstates Petroleum Company, Inc. (Expiration Date: 4-21-20; Strike Price $24.00) (G)(H)				3,117	1,238

	Rate (%)	Maturity date		Par value^	Value
Escrow certificates 0.0%					**$846**
(Cost $0)					
United States 0.0%					**846**
Midstates Petroleum Company, Inc. (G)	10.750	10-01-20		945,000	846

		Yield (%)		Shares	Value
Securities lending collateral 1.1%					**$3,450,620**
(Cost $3,450,547)					
John Hancock Collateral Trust (I)		1.1917(J)		344,848	3,450,620

	Yield* (%)	Maturity date		Par value^	Value
Short-term investments 2.7%					**$8,478,646**
(Cost $8,478,482)					
Foreign government 0.0%					**15,515**
Egypt Treasury Bills	18.182	12-19-17	EGP	300,000	15,515
		Yield (%)		**Shares**	**Value**
Money market funds 2.7%					**8,463,131**
Morgan Stanley Institutional Liquidity Funds - Prime Portfolio, Institutional Class		1.0323(J)		8,463,131	8,463,131
Total investments (Cost $316,793,353)† 99.7%					**$316,493,256**
Other assets and liabilities, net 0.3%					**873,973**
Total net assets 100.0%					**$317,367,229**

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

^All par values are denominated in U.S. dollars unless otherwise indicated.

Currency Abbreviations

COP Colombian Peso
EGP Egyptian Pound
EUR Euro
IDR Indonesian Rupiah
MXN Mexican Peso
PLN Polish Zloty
RUB Russian Ruble
UYU Uruguayan Peso

Security Abbreviations and Legend

CMT Constant Maturity Treasury

(A) These securities are exempt from registration under Rule 144A of the Securities Act of 1933. Such securities may be resold, normally to qualified institutional buyers, in transactions exempt from registration. Rule 144A securities amounted to $115,336,545 or 36.3% of the fund's net assets as of 7-31-17.

(B) Variable rate obligation. The coupon rate shown represents the rate at period end.

(C) Zero coupon bonds are issued at a discount from their principal amount in lieu of paying interest periodically. Rate shown is the effective yield at period end.

(D) Non-income producing - Issuer is in default.

(E) A portion of this security is on loan as of 7-31-17.

(F) Term loans are variable rate obligations. The coupon rate shown represents the rate at period end.

(G) Non-income producing security.

(H) Strike price and/or expiration date not available.

(I) Investment is an affiliate of the fund, the advisor and/or subadvisor. This security represents the investment of cash collateral received for securities lending.

(J) The rate shown is the annualized seven-day yield as of 7-31-17.

* Yield represents either the annualized yield at the date of purchase, the stated coupon rate or, for floating rate securities, the rate at period end.

† At 7-31-17, the aggregate cost of investment securities for federal income tax purposes was $318,460,874. Net unrealized depreciation aggregated to $1,967,618, of which $10,262,389 related to appreciated investment securities and $12,230,007 related to depreciated investment securities.

DERIVATIVES

FORWARD FOREIGN CURRENCY CONTRACTS

Contract to buy		Contract to sell		Counterparty (OTC)	Contractual settlement date	Unrealized appreciation	Unrealized depreciation
EUR	506,892	USD	581,469	JPMorgan Chase	8/11/2017	$18,904	—
INR	20,047,700	USD	310,000	Citigroup	9/18/2017	543	—
USD	493,784	COP	1,499,744,000	Citigroup	8/18/2017	—	$(7,434)
USD	12,981,099	EUR	11,352,900	JPMorgan Chase	8/11/2017	—	(465,497)
						$19,447	**$(472,931)**

SWAPS

Credit default swaps -- Seller

Counterparty (OTC)/ Centrally cleared	Reference obligation	Implied credit spread	Notional amount	Currency	USD notional amount	Received fixed rate	Fixed payment frequency	Maturity date	Unamortized upfront payment paid (received)	Unrealized appreciation (depreciation)	Value
JPMorgan Chase & Co.	United Mexican States	1.818%	600,000	USD	$600,000	1.000%	Quarterly	Jun 2026	$(52,181)	$17,295	$(34,886)
					$600,000				**$(52,181)**	**$17,295**	**$(34,886)**

Derivatives currency abbreviations

COP Colombian Peso

EUR Euro

INR Indian Rupee

USD U.S. Dollar

OTC is an abbreviation for over-the-counter. See Notes to financial statements regarding investment transactions and other derivatives information.

STATEMENT OF ASSETS AND LIABILITIES 7-31-17

Assets	
Unaffiliated investments, at value (Cost $313,342,806) including $3,327,559 of securities loaned	$313,042,636
Affiliated investments, at value (Cost $3,450,547)	3,450,620
Total investments, at value (Cost $316,793,353)	**316,493,256**
Foreign currency, at value (Cost $26,909)	27,237
Cash collateral for OTC derivative contracts	290,000
Receivable for investments sold	5,276,821
Receivable for fund shares sold	126,279
Unrealized appreciation on forward foreign currency contracts	19,447
Dividends and interest receivable	4,720,285
Receivable for securities lending income	2,542
Other receivables and prepaid expenses	21,067
Total assets	**326,976,934**
Liabilities	
Payable for investments purchased	4,520,249
Unrealized depreciation on forward foreign currency contracts	472,931
Payable for fund shares repurchased	988,316
Payable upon return of securities loaned	3,450,541
Swap contracts, at value (Net unamortized upfront payment received of $52,181)	34,886
Distributions payable	1,770
Payable to affiliates	
Accounting and legal services fees	7,709
Transfer agent fees	861
Trustees' fees	256
Other liabilities and accrued expenses	132,186
Total liabilities	**9,609,705**
Net assets	**$317,367,229**
Net assets consist of	
Paid-in capital	$363,432,793
Undistributed net investment income	238,208
Accumulated net realized gain (loss) on investments, foreign currency transactions and swap agreements	(45,571,246)
Net unrealized appreciation (depreciation) on investments, translation of assets and liabilities in foreign currencies and swap agreements	(732,526)
Net assets	**$317,367,229**

STATEMENT OF ASSETS AND LIABILITIES (continued)

Net asset value per share	
Based on net asset values and shares outstanding - The fund has an unlimited number of shares authorized with no par value	
Class A ($8,151,950 ÷ 857,202 shares)[1]	$9.51
Class I ($1,244,567 ÷ 130,894 shares)	$9.51
Class NAV ($307,970,712 ÷ 32,380,698 shares)	$9.51
Maximum offering price per share	
Class A (net assets value per share ÷ 96%)[2]	$9.91

1 Redemption price per share is equal to net asset value less any applicable contingent deferred sales charge.

2 On single retail sales of less than $100,000. On sales of $100,000 or more and on group sales the offering price is reduced.

STATEMENT OF OPERATIONS For the year ended 7-31-17

Investment income	
Interest	$21,501,658
Dividends	172,197
Securities lending	3,409
Less foreign taxes withheld	(7,689)
Total investment income	**21,669,575**
Expenses	
Investment management fees	2,728,891
Distribution and service fees	20,987
Accounting and legal services fees	54,781
Transfer agent fees	10,086
Trustees' fees	7,011
State registration fees	21,436
Printing and postage	27,761
Professional fees	96,182
Custodian fees	156,996
Other	13,725
Total expenses	**3,137,856**
Less expense reductions	(40,465)
Net expenses	**3,097,391**
Net investment income	**18,572,184**
Realized and unrealized gain (loss)	
Net realized gain (loss) on	
Unaffiliated investments and foreign currency transactions	4,088,349
Affiliated investments	(8)
Swap contracts	4,105
	4,092,446
Change in net unrealized appreciation (depreciation) of	
Unaffiliated investments and translation of assets and liabilities in foreign currencies	1,844,394
Affiliated investments	73
Swap contracts	21,082
	1,865,549
Net realized and unrealized gain	**5,957,995**
Increase in net assets from operations	**$24,530,179**

STATEMENTS OF CHANGES IN NET ASSETS

	Year ended 7-31-17	Year ended 7-31-16
Increase (decrease) in net assets		
From operations		
Net investment income	$18,572,184	$26,023,819
Net realized gain (loss)	4,092,446	(22,338,465)
Change in net unrealized appreciation (depreciation)	1,865,549	19,402,225
Increase in net assets resulting from operations	**24,530,179**	**23,087,579**
Distributions to shareholders		
From net investment income		
Class A	(360,378)	(209,120)
Class I	(76,427)	(12,724)
Class NAV	(18,656,320)	(25,917,945)
Total distributions	**(19,093,125)**	**(26,139,789)**
From fund share transactions	**(90,136,211)**	**(92,565,278)**
Total decrease	**(84,699,157)**	**(95,617,488)**
Net assets		
Beginning of year	402,066,386	497,683,874
End of year	**$317,367,229**	**$402,066,386**
Undistributed (accumulated distributions in excess of) net investment income	**$238,208**	**($157,406)**

Financial highlights

CLASS A SHARES Period ended	7-31-17	7-31-16	7-31-15	7-31-14	7-31-13
Per share operating performance					
Net asset value, beginning of period	**$9.35**	**$9.33**	**$10.18**	**$10.09**	**$10.47**
Net investment income[1]	0.47	0.51	0.49	0.47	0.52
Net realized and unrealized gain (loss) on investments	0.17	0.03	(0.82)	0.21	(0.21)
Total from investment operations	**0.64**	**0.54**	**(0.33)**	**0.68**	**0.31**
Less distributions					
From net investment income	(0.48)	(0.52)	(0.52)	(0.51)	(0.57)
From net realized gain	—	—	—	(0.07)	(0.12)
From tax return of capital	—	—	—	(0.01)	—
Total distributions	**(0.48)**	**(0.52)**	**(0.52)**	**(0.59)**	**(0.69)**
Net asset value, end of period	**$9.51**	**$9.35**	**$9.33**	**$10.18**	**$10.09**
Total return (%)[2,3]	**6.98**	**6.21**	**(3.34)**	**6.95**	**2.85**
Ratios and supplemental data					
Net assets, end of period (in millions)	$8	$5	$4	$3	$1
Ratios (as a percentage of average net assets):					
Expenses before reductions	1.30	1.31	1.51	3.22	7.91
Expenses including reductions	1.29	1.30	1.35	1.35	1.34
Net investment income	4.96	5.75	5.11	4.65	5.18
Portfolio turnover (%)	84	74	63	70	71

1 Based on average daily shares outstanding.

2 Total returns would have been lower had certain expenses not been reduced during the applicable periods.

3 Does not reflect the effect of sales charges, if any.

CLASS I SHARES Period ended	7-31-17	7-31-16	7-31-15	7-31-14	7-31-13
Per share operating performance					
Net asset value, beginning of period	**$9.35**	**$9.32**	**$10.17**	**$10.09**	**$10.47**
Net investment income[1]	0.49	0.52	0.46	0.50	0.55
Net realized and unrealized gain (loss) on investments	0.18	0.06	(0.77)	0.20	(0.21)
Total from investment operations	**0.67**	**0.58**	**(0.31)**	**0.70**	**0.34**
Less distributions					
From net investment income	(0.51)	(0.55)	(0.54)	(0.53)	(0.60)
From net realized gain	—	—	—	(0.07)	(0.12)
From tax return of capital	—	—	—	(0.02)	—
Total distributions	**(0.51)**	**(0.55)**	**(0.54)**	**(0.62)**	**(0.72)**
Net asset value, end of period	**$9.51**	**$9.35**	**$9.32**	**$10.17**	**$10.09**
Total return (%)[2]	**7.31**	**6.66**	**(3.07)**	**7.17**	**3.17**
Ratios and supplemental data					
Net assets, end of period (in millions)	$1	$2	—[3]	—[3]	—[3]
Ratios (as a percentage of average net assets):					
Expenses before reductions	1.00	1.01	2.24	5.82	16.19
Expenses including reductions	0.99	1.00	1.04	1.04	1.02
Net investment income	5.15	5.71	4.74	4.92	5.31
Portfolio turnover (%)	84	74	63	70	71

1 Based on average daily shares outstanding.

2 Total returns would have been lower had certain expenses not been reduced during the applicable periods.

3 Less than $500,000.

CLASS NAV SHARES Period ended	7-31-17	7-31-16	7-31-15	7-31-14	7-31-13
Per share operating performance					
Net asset value, beginning of period	**$9.35**	**$9.33**	**$10.18**	**$10.09**	**$10.47**
Net investment income[1]	0.50	0.55	0.55	0.52	0.57
Net realized and unrealized gain (loss) on investments	0.18	0.03	(0.83)	0.20	(0.22)
Total from investment operations	**0.68**	**0.58**	**(0.28)**	**0.72**	**0.35**
Less distributions					
From net investment income	(0.52)	(0.56)	(0.57)	(0.54)	(0.61)
From net realized gain	—	—	—	(0.07)	(0.12)
From tax return of capital	—	—	—	(0.02)	—
Total distributions	**(0.52)**	**(0.56)**	**(0.57)**	**(0.63)**	**(0.73)**
Net asset value, end of period	**$9.51**	**$9.35**	**$9.33**	**$10.18**	**$10.09**
Total return (%)[2]	**7.43**	**6.66**	**(2.85)**	**7.43**	**3.30**
Ratios and supplemental data					
Net assets, end of period (in millions)	$308	$394	$494	$589	$542
Ratios (as a percentage of average net assets):					
Expenses before reductions	0.89	0.89	0.85	0.92	0.90
Expenses including reductions	0.88	0.88	0.84	0.91	0.90
Net investment income	5.32	6.19	5.66	5.18	5.44
Portfolio turnover (%)	84	74	63	70	71

1 Based on average daily shares outstanding.

2 Total returns would have been lower had certain expenses not been reduced during the applicable periods.

Notes to financial statements

Note 1 — Organization

John Hancock Global Income Fund (the fund) is a series of John Hancock Funds II (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 a high level of current income with capital appreciation as a secondary objective.

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 NAV shares are offered to John Hancock affiliated funds of funds and certain 529 plans. Shareholders of each class have exclusive voting rights to matters that affect that class. The distribution and service fees, if any, and transfer agent fees for each class may differ.

Note 2 — Significant accounting policies

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (US GAAP), which require management to make certain estimates and assumptions as of the date of the financial statements. Actual results could differ from those estimates and those differences could be significant. The fund qualifies as an investment company under Topic 946 of Accounting Standards Codification of US GAAP.

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 scheduled close of regular trading on the New York Stock Exchange (NYSE), normally at 4:00 P.M., Eastern Time. In case of emergency or other disruption resulting in the NYSE not opening for trading or the NYSE closing at a time other than the regularly scheduled close, the net asset value (NAV) may be determined as of the regularly scheduled close of the NYSE pursuant to the fund's Valuation Policies and Procedures.

In order to value the securities, the fund uses the following valuation techniques: Debt obligations are valued based on the evaluated prices provided by an independent pricing vendor or from broker-dealers. Independent pricing vendors utilize matrix pricing which takes into account factors such as institutional-size trading in similar groups of securities, yield, quality, coupon rate, maturity, type of issue, trading characteristics and other market data, as well as broker supplied prices. Equity securities held by the fund are typically valued at the last sale price or official closing price on the exchange or principal market where the security trades. In the event there were no sales during the day or closing prices are not available, the securities are valued using the last available bid price. Investments by the fund in open-end mutual funds, including John Hancock Collateral Trust (JHCT), are valued at their respective NAVs each business day. Swaps are valued using evaluated prices obtained from an independent pricing vendor. Foreign securities and currencies, including forward foreign currency contracts, are valued in U.S. dollars, based on foreign currency exchange rates supplied by an independent pricing vendor.

In certain instances, the Pricing Committee may determine to value equity securities using prices obtained from another exchange or market if trading on the exchange or market on which prices are typically obtained did not open for trading as scheduled, or if trading closed earlier than scheduled, and trading occurred as normal on another exchange or market.

Other portfolio securities and assets, for which reliable 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. The frequency with which these fair valuation procedures are used cannot be predicted and fair value of securities may differ significantly from the value that would have been used had a ready market for such securities existed. Trading in foreign securities may be completed before the scheduled daily close of trading on the NYSE. Significant events at the issuer or market level may affect the values of securities between the time when the valuation of the securities is generally determined and the close of the NYSE. If a significant event occurs, these securities may be fair valued, as determined in good faith by the fund's Pricing Committee, following procedures established by the Board of Trustees. The fund uses fair value adjustment factors provided by an independent pricing vendor to value certain foreign securities in order to adjust for events that may occur between the close of foreign exchanges or markets and the close of the NYSE.

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 other significant observable inputs. Observable inputs may include quoted prices for similar securities, interest rates, prepayment speeds and credit risk. Prices for securities valued using these inputs are received from independent pricing vendors and brokers and are based on an evaluation of the inputs described. Level 3 includes securities valued using significant unobservable inputs when market prices are not readily available or reliable, including the fund's own assumptions in determining the fair value of investments. Factors used in determining value may include market or issuer specific events or trends, changes in interest rates and credit quality. The inputs or methodology used for valuing securities are not necessarily an indication of the risks associated with investing in those securities. Changes in valuation techniques and related inputs may result in transfers into or out of an assigned level within the disclosure hierarchy.

The following is a summary of the values by input classification of the fund's investments as of July 31, 2017, by major security category or type:

	Total value at 7-31-17	Level 1 quoted price	Level 2 significant observable inputs	Level 3 significant unobservable inputs
Foreign government obligations	**$119,096,633**	—	$119,096,633	—
Corporate bonds	**173,749,709**	—	173,749,709	—
Term loans	**10,258,310**	—	9,455,785	$802,525
Common stocks	**1,376,357**	$1,274,082	—	102,275
Rights	**73,994**	—	73,994	—
Warrants	**8,141**	6,903	1,238	—
Escrow certificates	**846**	—	—	846
Securities lending collateral	**3,450,620**	3,450,620	—	—
Short-term investments	**8,478,646**	8,463,131	15,515	—
Total investments in securities	**$316,493,256**	**$13,194,736**	**$302,392,874**	**$905,646**
Other financial instruments:				
Forward foreign currency contracts	**$(453,484)**	—	$(453,484)	—
Credit default swaps	**(34,886)**	—	$(34,886)	—

Term loans (Floating rate loans). The fund may invest in term loans, which are debt securities and are often rated below investment grade at the time of purchase. Term loans are generally subject to legal or contractual restrictions on resale and generally have longer settlement periods than conventional debt securities. Term loans involve special types of risk, including credit risk, interest-rate risk, counterparty risk and risk associated with extended settlement. The liquidity of term loans, including the volume and frequency of secondary market trading in such loans, varies significantly over time and among individual loans. During periods of infrequent trading, valuing a term loan can be more difficult and buying and selling a term loan at an acceptable price can be more difficult and delayed, which could result in a loss.

The fund's ability to receive payments of principal, interest and other amounts in connection with term loans will depend primarily on the financial condition of the borrower. The fund's failure to receive scheduled payments on a term loan due to a default, bankruptcy or other reason would adversely affect the fund's income and would likely reduce the value of its assets. Transactions in loan investments typically take a significant amount of time (i.e., seven days or longer) to settle. This could pose a liquidity risk to the fund and, if the fund's exposure to such investments is substantial, could impair the fund's ability to meet redemptions. Because term loans may not be rated by independent credit rating agencies, a decision to invest in a particular loan could depend exclusively on the subadvisor's credit analysis of the borrower and/or term loan agents. There is greater risk that the fund may have limited rights to enforce the terms of an underlying loan than for other types of debt instruments.

Security transactions and related investment income. Investment security transactions are accounted for on a trade date plus one basis for daily NAV calculations. However, for financial reporting purposes, investment transactions are reported on trade date. Interest income is accrued as earned. Interest income includes coupon interest and amortization/accretion of premiums/discounts on debt securities. Debt obligations may be placed in a non-accrual status and related interest income may be reduced by stopping current accruals and writing off interest receivable when the collection of all or a portion of interest has become doubtful. Dividend income is recorded on the ex-date, except for dividends of foreign securities where the dividend may not be known until after the ex-date. In those cases, dividend income, net of withholding taxes, is recorded when the fund becomes aware of the dividends. Foreign taxes are provided for based on the fund's understanding of the tax rules and rates that exist in the foreign markets in which it invests. Gains and losses on securities sold are determined on the basis of identified cost and may include proceeds from litigation.

Securities lending. The fund may lend its securities to earn additional income. The fund receives cash collateral from the borrower in an amount not less than the market value of the loaned securities. The fund will invest its collateral in JHCT, an affiliate of the fund, which has a floating NAV and is registered with the Securities and Exchange Commission as an investment company. JHCT invests cash received as collateral as part of the securities lending program in short-term money market investments. The fund will receive the benefit of any gains and bear any losses generated by JHCT with respect to the cash collateral.

The fund has the right to recall loaned securities on demand. If a borrower fails to return loaned securities when due, then the lending agent is responsible and indemnifies the fund for the lent securities. The lending agent uses the collateral received from the borrower to purchase replacement securities of the same issue, type, class and series of the loaned securities. If the value of the collateral is less than the purchase cost of replacement securities, the lending agent is responsible for satisfying the shortfall but only to the extent that the shortfall is not due to any decrease in the value of JHCT.

Although the risk of the loss of the securities lent is mitigated by receiving collateral from the borrower and through lending agent indemnification, the fund could experience a delay in recovering securities or could experience a lower than expected return if the borrower fails to return the securities on a timely basis. The fund receives compensation for lending its securities by retaining a portion of the return on the investment of the collateral and compensation from fees earned from borrowers of the securities. Securities lending income received by the fund is net of fees retained by the securities lending agent. Net income received from JHCT is a component of securities lending income as recorded on the Statement of operations.

Obligations to repay collateral received by the fund are shown on the Statement of assets and liabilities as Payable upon return of securities loaned and are secured by the loaned securities. As of July 31, 2017, the fund loaned corporate bonds valued at $3,327,559 and received $3,450,541 of cash collateral.

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

Funds that invest internationally generally carry more risk than funds that invest strictly in U.S. securities. These risks are heightened for investments in emerging markets. Risks can result from differences in economic and political conditions, regulations, market practices (including higher transaction costs), accounting standards and other factors. Foreign investments are also subject to a decline in the value of a foreign currency versus the U.S. dollar, which reduces the dollar value of securities denominated in that currency.

Foreign taxes. The fund may be subject to withholding tax on income and/or capital gains or repatriation taxes imposed by certain countries in which the fund invests. Taxes are accrued based upon investment income, realized gains or unrealized appreciation.

Line of credit. The fund may have the ability to borrow from banks for temporary or emergency purposes, including meeting redemption requests that otherwise might require the untimely sale of securities. Pursuant to the fund's 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 may have a lien, security interest or security entitlement in any fund property that is not otherwise segregated or pledged, to the extent of any overdraft, and to the maximum extent permitted by law.

Effective June 29, 2017, the fund and other affiliated funds have entered into a syndicated line of credit agreement with Citibank, N.A. as the administrative agent that enables them to participate in a $750 million unsecured committed line of credit. Excluding commitments designated for a certain fund and subject to the need of all other affiliated funds, the fund can borrow up to an aggregate commitment amount of $500 million, subject to asset coverage and other limitations as specified in the agreement. 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 based on a combination of fixed and asset based allocations and is reflected in Other expenses on the Statement of operations. Prior to June 29, 2017, the fund had a similar agreement that enabled it to participate in a $1 billion unsecured committed line of credit. For the year ended July 31, 2017, the fund had no borrowings under either line of credit. Commitment fees for the year ended July 31, 2017, were $3,723.

Expenses. Within the John Hancock group of funds complex, expenses that are directly attributable to an individual fund are allocated to such 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 net 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 assets of the class. Class-specific expenses, such as distribution and service fees, if any, and transfer agent fees, are calculated daily for each class based on the net asset value of the class and the applicable specific expense rates.

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, as of July 31, 2017, the fund has a short-term capital loss carryforward of $9,147,800 and a long-term capital loss carryforward of $34,755,225 available to offset future net realized capital gains. These carryforwards do not expire. Qualified late year ordinary losses of $196,912 are treated as occurring on August 1, 2017, the first day of the fund's next taxable year.

As of July 31, 2017, the fund had no uncertain tax positions that would require financial statement recognition, derecognition or disclosure. The fund's federal tax returns are subject to examination by the Internal Revenue Service for a period of three years.

Distribution of income and gains. Distributions to shareholders from net investment income and net realized gains, if any, are recorded on the ex-date. The fund generally declares dividends daily and pays them monthly. Capital gain distributions, if any, are typically distributed annually.

The tax character of distributions for the years ended July 31, 2017 and 2016 was as follows:

	July 31, 2017	July 31, 2016
Ordinary income	$19,093,125	$26,139,789

Distributions paid by the fund with respect to each class of shares are calculated in the same manner, at the same time and in the same amount, except for the effect of class level expenses that may be applied differently to each class. As of July 31, 2017, the fund has no distributable earnings on a tax basis.

Such distributions, on a tax basis, are determined in conformity with income tax regulations, which may differ from US GAAP. 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 the financial statements are adjusted for permanent book-tax differences. These adjustments have no impact on net assets or the results of operations. Temporary book-tax differences, if any, will reverse in a subsequent period. Book-tax differences are primarily attributable to foreign currency transactions, wash sale loss deferrals, defaulted bonds, grantor trusts, derivative transactions and amortization and accretion on debt securities.

Note 3 — Derivative instruments

The fund may invest in derivatives in order to meet its investment objectives. Derivatives include a variety of different instruments that may be traded in the over-the-counter (OTC) market, on a regulated exchange or through a clearing facility. The risks in using derivatives vary depending upon the structure of the instruments, including the use of leverage, optionality, the liquidity or lack of liquidity of the contract, the creditworthiness of the counterparty or clearing organization and the volatility of the position. Some derivatives involve risks that are potentially greater than the risks associated with investing directly in the referenced securities or other referenced underlying instrument. Specifically, the fund is exposed to the risk that the counterparty to an OTC derivatives contract will be unable or unwilling to make timely settlement payments or otherwise honor its obligations. OTC derivatives transactions typically can only be closed out with the other party to the transaction.

Forward foreign currency contracts and certain swaps are typically traded through the OTC market. Certain forwards and swaps are regulated by the Commodity Futures Trading Commission (the CFTC) as swaps. Derivative counterparty risk is managed through an ongoing evaluation of the creditworthiness of all potential counterparties and, if applicable, designated clearing organizations. The fund attempts to reduce its exposure to counterparty risk for derivatives traded in the OTC market, whenever possible, by entering into an International Swaps and Derivatives Association (ISDA) Master Agreement with each of its OTC counterparties. The ISDA gives each party to the agreement the right to terminate all transactions traded under the agreement if there is certain deterioration in the credit quality or contractual default of the other party, as defined in the ISDA. Upon an event of default or a termination of the ISDA, the non-defaulting party has the right to close out all transactions and to net amounts owed.

As defined by the ISDA, the fund may have collateral agreements with certain counterparties to mitigate counterparty risk on OTC derivatives. Subject to established minimum levels, collateral for OTC transactions is generally determined based on the net aggregate unrealized gain or loss on contracts with a particular counterparty. Collateral pledged to the fund is held in a segregated account by a third-party agent or held by the custodian bank for the benefit of the fund and can be in the form of cash or debt securities issued by the U.S. government or related agencies; collateral posted by the fund for OTC transactions is held in a segregated account at the fund's custodian and is noted in the accompanying Fund's investments, or if cash is posted, on the Statement of assets and liabilities. The fund's maximum risk of loss due to counterparty risk is equal to the asset value of outstanding contracts offset by collateral received.

Certain swaps are traded or cleared on an exchange or central clearinghouse. Exchange-traded or cleared transactions generally present less counterparty risk to a fund than OTC transactions. The exchange or clearinghouse stands between the fund and the broker to the contract and therefore, credit risk is generally limited to the failure of the exchange or clearinghouse and the clearing member.

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

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

During the year ended July 31, 2017, the fund used forward foreign currency contracts to manage against anticipated changes in currency exchange rates and to manage currency exposure. The fund held forward foreign currency contracts with U.S. dollar notional values ranging from $14.4 million to $45.4 million, as measured at each quarter end.

Credit default swaps. Credit default swaps (CDS) involve the exchange of a fixed rate premium (paid by the Buyer), for protection against the loss in value of an underlying debt instrument, referenced entity or index, in the event of a defined credit event (such as payment default or bankruptcy). Under the terms of the swap, one party acts as a "guarantor" (the Seller), receiving the premium and agreeing to contingent payments that are specified within the credit default agreement. The fund may enter into CDS in which it may act as either Buyer or Seller. By acting as the Seller, the fund may incur economic leverage since it would be obligated to pay the Buyer the notional amount of the contract in the event of a default. The amount of loss in such case could be significant, but would typically be reduced by any recovery value on the underlying credit.

Upfront payments made/received by the fund are amortized/accreted for financial reporting purposes, with the unamortized/unaccreted portion included in the Statement of assets and liabilities. A termination payment by the counterparty or the fund is recorded as realized gain or loss, as well as the net periodic payments received or paid by the fund.

Swaps are marked-to-market daily based upon values from third party vendors or broker quotations, and the change in value is recorded as unrealized appreciation/depreciation of swap contracts. The value of the swap will typically impose collateral posting obligations on the party that is considered out-of-the-money on the swap.

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

Credit default swaps—Seller

Implied credit spreads are utilized in determining the market value of CDS agreements in which the fund is the Seller at period end. The implied credit spread generally represents the yield of the instrument above a credit-risk free rate, such as the U.S. Treasury Bond Yield, and may include upfront payments required to be made to enter into the agreement. It also serves as an indicator of the current status of the payment/performance risk and represents the likelihood or risk of default for the credit derivative. Wider credit spreads represent a deterioration of the referenced entity's creditworthiness and an increased risk of default or other credit event occurring as defined under the terms of the agreement.

For CDS agreements where implied credit spreads are not reported or available, the average credit rating on the underlying index is shown. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced entity's creditworthiness soundness and a greater likelihood of a credit event occurring. This is also represented by a decrease in the average credit rating of the underlying index. The maximum potential amount of future payments (undiscounted) that a fund as the Seller could be required to make under any CDS agreement equals the notional amount of the agreement.

During the year ended July 31, 2017, the fund used CDS as a Seller of protection to gain exposure to a security or credit index and as a substitute for securities purchased. No new credit default swap contracts were entered into during the year ended July 31, 2017.

Fair value of derivative instruments by risk category

The table below summarizes the fair value of derivatives held by the fund at July 31, 2017 by risk category:

Risk	Statement of assets and liabilities location	Financial instruments location	Assets derivatives fair value	Liabilities derivatives fair value
Credit	Swap contracts, at value	Credit default swaps	—	($34,886)
Foreign currency	Unrealized appreciation/ depreciation on forward foreign currency contracts	Forward foreign currency contracts	$19,447	(472,931)
			$19,447	**($507,817)**

For financial reporting purposes, the fund does not offset OTC derivative assets or liabilities that are subject to master netting arrangements, as defined by the ISDAs, in the Statement of assets and liabilities. In the event of default by the counterparty or a termination of the agreement, the ISDA allows an offset of amounts across the various transactions between the fund and the applicable counterparty.

Effect of derivative instruments on the Statement of operations

The table below summarizes the net realized gain (loss) included in the net increase (decrease) in net assets from operations, classified by derivative instrument and risk category, for the year ended July 31, 2017:

Statement of operations location – net realized gain (loss) on:			
Risk	**Swap contracts**	**Unaffiliated investments and foreign currency transactions** [1]	**Total**
Credit	$4,105	—	$4,105
Foreign currency	—	($132,913)	(132,913)
Total	**$4,105**	**($132,913)**	**($128,808)**

[1] Realized gain/loss associated with forward foreign currency contracts is included in this caption on the Statement of operations.

The table below summarizes the net change in unrealized appreciation (depreciation) included in the net increase (decrease) in net assets from operations, classified by derivative instrument and risk category, for the year ended July 31, 2017:

Statement of operations location – change in net unrealized appreciation (depreciation) of:			
Risk	**Swap contracts**	**Unaffiliated investments and translation of assets and liabilities in foreign currencies** [1]	**Total**
Credit	$21,082	—	$21,082
Foreign currency	—	($457,973)	(457,973)
Total	**$21,082**	**($457,973)**	**($436,891)**

[1] Change in unrealized appreciation/depreciation associated with forward foreign currency contracts is included in this caption on the Statement of operations.

Note 4 — Guarantees and indemnifications

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

Note 5 — Fees and transactions with affiliates

John Hancock Advisers, LLC (the Advisor) serves as investment advisor for the fund. John Hancock Funds, LLC (the Distributor), an affiliate of the Advisor, serves as principal underwriter of the fund. The Advisor and the Distributor are indirect, wholly owned subsidiaries of Manulife Financial Corporation (MFC).

Management fee. The fund has an investment management agreement with the Advisor under which the fund pays a daily management fee to the Advisor equivalent, on an annual basis, to the sum of: a) 0.785% of the first $250 million of the fund's average daily net assets, b) 0.770% of the next $500 million of the fund's average daily net assets and c) 0.750% of the fund's average daily net assets in excess of $750 million. The Advisor has a subadvisory agreement with Stone Harbor Investment Partners LP. The fund is not responsible for payment of the subadvisory fees.

The Advisor has contractually agreed to waive a portion of its management fee and/or reimburse expenses for certain funds of the John Hancock group of funds complex, including the fund (the participating portfolios). This waiver is based upon aggregate net assets of all the participating portfolios. The amount of the reimbursement is calculated daily and allocated among all the participating portfolios in proportion to the daily net assets of each fund. During the year ended July 31, 2017, this waiver amounted to 0.01% of the fund's average net assets. This arrangement may be amended or terminated at any time by the Advisor upon notice to the fund and with the approval of the Board of Trustees.

Effective July 1, 2017, the Advisor contractually agrees to reduce its management fee by an annual rate of 0.05% of the fund's average daily net assets. This agreement expires on November 30, 2018, unless renewed by mutual agreement of the fund and the advisor based upon a determination that this is appropriate under the circumstances at that time.

To the extent that expenses of Class A and Class I shares exceed 1.30% and 1.00%, respectively, of average annual net assets (on an annualized basis) attributable to Class A and Class I shares (expense limitation), the Advisor contractually agrees to reduce its management fee or, if necessary, make payments to the classes in an amount equal to the amount by which expenses of each share class exceeds its expense limitation. Expenses mean all fund-level and class-specific operating expenses, excluding taxes, brokerage commissions, interest expense, acquired fund fees, litigation and indemnification expenses and other extraordinary expenses not incurred in the ordinary course of the fund's business, borrowing cost and short dividend expense. The expense limitation expires on November 30, 2017 for Class A and Class I shares, unless renewed by mutual agreement of the fund and the Advisor based upon a determination that this is appropriate under the circumstances at that time.

The expense reductions described above amounted to $881, $163, and $39,421 for Class A, Class I, and Class NAV shares, respectively, for the year ended July 31, 2017.

Expenses waived or reimbursed in the current fiscal period are not subject to recapture in future fiscal periods.

The investment management fees, including the impact of the waivers and reimbursements as described above, incurred for the year ended July 31, 2017 were equivalent to a net annual effective rate of 0.77% of the fund's average daily net assets.

Accounting and legal services. Pursuant to a service agreement, the fund reimburses the Advisor for all expenses associated with providing the administrative, financial, legal, accounting and recordkeeping services to 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 July 31, 2017 amounted to an annual rate of 0.02% 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 a distribution and service plan with respect to Class A 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. Effective July 1, 2017, the fund pays 0.25% for Class A shares distribution and service fees under this arrangement, expressed as an annual percentage of average daily net assets of the fund's Class A shares. Prior to July 1, 2017, the fund paid 0.30% for Class A shares distribution and service fees under this arrangement.

Sales charges. Class A shares are assessed up-front sales charges, which resulted in payments to the Distributor amounting to $31,238 for the year ended July 31, 2017. Of this amount, $4,289 was retained and used for printing prospectuses, advertising, sales literature and other purposes and $26,924 was paid as sales commissions to broker-dealers and $25 was paid as sales commissions to sales personnel of Signator Investors, Inc., a broker-dealer affiliate of the Advisor.

Class A shares may be subject to contingent deferred sales charges (CDSCs). Certain Class A shares that are acquired through purchases of $1 million or more and are redeemed within one year of purchase are subject to a 1.00% sales charge. CDSCs are applied to the lesser of the current market value at the time of redemption or the original purchase cost of the shares being redeemed. Proceeds from CDSCs are used to compensate the Distributor for providing distribution-related services in connection with the sale of these shares. During the year ended July 31, 2017, there were no CDSCs received by the Distributor for Class A shares.

Transfer agent fees. The fund has a transfer agent agreement with John Hancock Signature Services, Inc. (Signature Services), an affiliate of the Advisor. The transfer agent fees paid to Signature Services are determined based on the cost to Signature Services (Signature Services Cost) of providing recordkeeping services. It also includes out-of-pocket expenses, including 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 fees that Signature Services receives in connection with retirement and small accounts. Signature Services Cost is calculated monthly and allocated, as applicable, to five categories of share classes: Retail Share and Institutional Share Classes of Non-Municipal Bond Funds, Class R6 Shares, Retirement Share Classes and Municipal Bond

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.

Class level expenses. Class level expenses for the year ended July 31, 2017 were:

Class	Distribution and service fees	Transfer agent fees
Class A	$20,987	$8,537
Class I	—	1,549
Total	**$20,987**	**$10,086**

Trustee expenses. The Trust compensates each Trustee who is not an employee of the Advisor or its affiliates. The costs of paying Trustee compensation and expenses are allocated to each fund based on its net assets relative to other funds within the John Hancock group of funds complex.

Interfund lending program Pursuant to an Exemptive Order issued by the Securities and Exchange Commission (SEC), the fund, along with certain other funds advised by the Advisor or its affiliates, may participate in an interfund lending program. This program provides an alternative credit facility allowing the funds to borrow from, or lend money to, other participating affiliated funds. At period end, no interfund loans were outstanding. The fund's activity in this program during the period for which loans were outstanding was as follows:

Borrower or lender	Average Loan Balanced	Days outstanding	Weighted average interest rate	Interest income
Lender	$10,533,627	2	0.768%	$449

Note 6 — Fund share transactions

Transactions in fund shares for the years ended July 31, 2017 and 2016 were as follows:

	Year ended 7-31-17		Year ended 7-31-16	
	Shares	**Amount**	**Shares**	**Amount**
Class A shares				
Sold	583,973	$5,485,046	342,299	$3,088,277
Distributions reinvested	36,225	341,228	22,710	203,223
Repurchased	(332,204)	(3,122,813)	(197,040)	(1,752,422)
Net increase	**287,994**	**$2,703,461**	**167,969**	**$1,539,078**
Class I shares				
Sold	176,619	$1,666,794	253,167	$2,372,000
Distributions reinvested	8,089	76,261	1,402	12,724
Repurchased	(308,252)	(2,854,166)	(12,983)	(116,805)
Net increase (decrease)	**(123,544)**	**($1,111,111)**	**241,586**	**$2,267,919**
Class NAV shares				
Sold	434,461	$4,064,161	337,033	$2,985,234
Distributions reinvested	1,982,001	18,656,320	2,902,929	25,917,945
Repurchased	(12,196,179)	(114,449,042)	(14,026,388)	(125,275,454)
Net decrease	**(9,779,717)**	**($91,728,561)**	**(10,786,426)**	**($96,372,275)**
Total net decrease	**(9,615,267)**	**($90,136,211)**	**(10,376,871)**	**($92,565,278)**

Affiliates of the fund owned 100% of Class NAV shares of the fund on July 31, 2017. Such concentration of shareholders' capital could have a material effect on the fund if such shareholders redeem from the fund.

Note 7 — Purchase and sale of securities

Purchases and sales of securities, other than short-term investments, amounted to $285,479,694 and $373,521,984, respectively, for the year ended July 31, 2017.

Note 8 — Investment by affiliated funds

Certain investors in the fund are affiliated funds that are managed by the Advisor and its affiliates. The affiliated funds do not invest in the fund for the purpose of exercising management or control; however, this investment may represent a significant portion of the fund's net assets. At July 31, 2017, funds within the John Hancock group of funds complex held 97.0% of the fund's net assets. The following funds had an affiliate ownership of 5% or more of the fund's net assets:

Fund	Affiliated concentration
John Hancock Funds II Multimanager Lifestyle Balanced Portfolio	34.8%
John Hancock Funds II Multimanager Lifestyle Growth Portfolio	17.9%
John Hancock Funds II Multimanager Lifestyle Moderate Portfolio	13.7%
John Hancock Funds II Alternative Asset Allocation	9.4%
John Hancock Funds II Multimanager Lifestyle Conservative Portfolio	9.0%

Note 9 — New rule issuance

In October 2016, the SEC issued *Final Rule Release No.33-10231, Investment Company Reporting Modernization* (the Release). The Release calls for the adoption of new rules and forms as well as amendments to its rules and forms to modernize the reporting and disclosure of information by registered investment companies. The SEC is adopting amendments to Regulation S-X, which will require standardized, enhanced disclosure about derivatives in investment company financial statements, as well as other amendments. The updates to Regulation S-X are effective August 1, 2017 and may result in additional disclosure relating to the presentation of derivatives and certain other financial instruments. These updates will have no impact on the fund's net assets or results of operations.

AUDITOR'S REPORT

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of John Hancock Funds II and Shareholders of John Hancock Global Income Fund:

In our opinion, the accompanying statement of assets and liabilities, including the fund's 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 the John Hancock Global Income Fund (the "Fund") as of July 31, 2017, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended and the financial highlights for each of the five years in the period then ended, 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 as of July 31, 2017 by correspondence with the custodian, brokers, transfer agent, and agent banks, 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

September 14, 2017

TAX INFORMATION

Unaudited

For federal income tax purposes, the following information is furnished with respect to the distributions of the fund, if any, paid during its taxable year ended July 31, 2017.

The fund reports the maximum amount allowable of its net taxable income as eligible for the corporate dividends-received deduction.

The fund reports the maximum amount allowable of its net taxable income as qualified dividend income as provided in the Jobs and Growth Tax Relief Reconciliation Act of 2003.

Eligible shareholders will be mailed a 2017 Form 1099-DIV in early 2018. This will reflect the tax character of all distributions paid in calendar year 2017.

Please consult a tax advisor regarding the tax consequences of your investment in the fund.

CONTINUATION OF INVESTMENT ADVISORY AND SUBADVISORY AGREEMENTS

Evaluation of Advisory and Subadvisory Agreements by the Board of Trustees

This section describes the evaluation by the Board of Trustees (the Board) of John Hancock Funds II (the Trust) of the Advisory Agreement (the Advisory Agreement) with John Hancock Advisers, LLC (the Advisor) and the Subadvisory Agreement (the Subadvisory Agreement) with Stone Harbor Investment Partners LP (the Subadvisor) for John Hancock Global Income Fund (the fund). The Advisory Agreement and Subadvisory Agreement are collectively referred to as the Agreements. Prior to the June 19-22, 2017 in-person meeting at which the Agreements were approved, the Board also discussed and considered information regarding the proposed continuation of the Agreements at an in-person meeting held on May 22-24, 2017.

Approval of Advisory and Subadvisory Agreements

At in-person meetings held on June 19-22, 2017, the Board, including the Trustees who are not parties to any Agreement or considered to be interested persons of the Trust under the Investment Company Act of 1940, as amended (the 1940 Act) (the Independent Trustees), reapproved for an annual period the continuation of the Advisory Agreement between the Trust and the Advisor and the Subadvisory Agreement between the Advisor and the Subadvisor with respect to the fund.

In considering the Advisory Agreement and the Subadvisory Agreement, the Board received in advance of the meetings a variety of materials relating to the fund, the Advisor and the Subadvisor, including comparative performance, fee and expense information for a peer group of similar funds prepared by an independent third-party provider of mutual fund data, performance information for an applicable benchmark index; and, with respect to the Subadvisor, comparative performance information for comparably managed accounts, as applicable, and other information provided by the Advisor and the Subadvisor regarding the nature, extent and quality of services provided by the Advisor and the Subadvisor under their respective Agreements, as well as information regarding the Advisor's revenues and costs of providing services to the fund and any compensation paid to affiliates of the Advisor. At the meetings at which the renewal of the Advisory Agreement and Subadvisory Agreement are considered, particular focus is given to information concerning fund performance, comparability of fees and total expenses, and profitability. However, the Board notes that the evaluation process with respect to the Advisor and the Subadvisor is an ongoing one. In this regard, the Board also took into account discussions with management and information provided to the Board (including its various committees) at prior meetings with respect to the services provided by the Advisor and the Subadvisor to the fund, including quarterly performance reports prepared by management containing reviews of investment results and prior presentations from the Subadvisor with respect to the fund. The information received and considered by the Board in conection with the May and June meetings and throughout the year was both written and oral. The Board also considered the nature, quality, and extent of non-advisory services, if any, to be provided to the fund by the Advisor's affiliates, including distribution services. The Board considered the Advisory Agreement and the Subadvisory Agreement separately in the course of its review. In doing so, the Board noted the respective roles of the Advisor and Subadvisor in providing services to the fund.

Throughout the process, the Board asked questions of and requested additional information from management. The Board is assisted by counsel for the Trust and the Independent Trustees are also separately assisted by independent legal counsel throughout the process. The Independent Trustees also received a memorandum from their independent legal counsel discussing the legal standards for their consideration of the proposed continuation of the Agreements and discussed the proposed continuation of the Agreements in private sessions with their independent legal counsel at which no representatives of management were present.

Approval of Advisory Agreement

In approving the Advisory Agreement with respect to the fund, the Board, including the Independent Trustees, considered a variety of factors, including those discussed below. The Board also considered other factors (including conditions and trends prevailing generally in the economy, the securities markets, and the industry) and did not treat any single factor as determinative, and each Trustee may have attributed different weights to different factors. The Board's conclusions may be based in part on its consideration of the advisory and subadvisory arrangements in prior years and on the Board's ongoing regular review of fund performance and operations throughout the year.

Nature, extent, and quality of services. Among the information received by the Board from the Advisor relating to the nature, extent, and quality of services provided to the fund, the Board reviewed information provided by the Advisor relating to its operations and personnel, descriptions of its organizational and management structure, and information regarding the Advisor's compliance and regulatory history, including its Form ADV. The Board also noted that on a regular basis it receives and reviews information from the Trust's Chief Compliance Officer (CCO) regarding the fund's compliance policies and procedures established pursuant to Rule 38a-1 under the 1940 Act. The Board observed that the scope of services provided by the Advisor, and of the undertakings required of the Advisor in connection with those services, including maintaining and monitoring its own and the fund's compliance programs, risk management programs, liquidity management programs and cybersecurity programs, had expanded over time as a result of regulatory, market and other developments. The Board considered that the Advisor is responsible for the management of the day-to-day operations of the fund, including, but not limited to, general supervision of and coordination of the services provided by the Subadvisor, and is also responsible for monitoring and reviewing the activities of the Subadvisor and third-party service providers. The Board also considered the significant risks assumed by the Advisor in connection with the services provided to the fund including entrepreneurial risk in sponsoring new funds and ongoing risks including investment, operational, enterprise, litigation, regulatory and compliance risks with respect to all funds.

In considering the nature, extent, and quality of the services provided by the Advisor, the Trustees also took into account their knowledge of the Advisor's management and the quality of the performance of the Advisor's duties, through Board meetings, discussions and reports during the preceding year and through each Trustee's experience as a Trustee of the Trust and of the other trusts in the John Hancock group of funds complex (the John Hancock Fund Complex).

In the course of their deliberations regarding the Advisory Agreement, the Board considered, among other things:

(a) the skills and competency with which the Advisor has in the past managed the Trust's affairs and its subadvisory relationship, the Advisor's oversight and monitoring of the Subadvisor's investment performance and compliance programs, such as the Subadvisor's compliance with fund policies and objectives, review of brokerage matters, including with respect to trade allocation and best execution and the Advisor's timeliness in responding to performance issues;

(b) the background, qualifications and skills of the Advisor's personnel;

(c) the Advisor's compliance policies and procedures and its responsiveness to regulatory changes and mutual fund industry developments;

(d) the Advisor's administrative capabilities, including its ability to supervise the other service providers for the fund;

(e) the financial condition of the Advisor and whether it has the financial wherewithal to provide a high level and quality of services to the fund; and

(f) the Advisor's reputation and experience in serving as an investment advisor to the Trust and the benefit to shareholders of investing in funds that are part of a family of funds offering a variety of investments.

The Board concluded that the Advisor may reasonably be expected to continue to provide a high quality of services under the Advisory Agreement with respect to the fund.

Investment performance. In considering the fund's performance, the Board noted that it reviews at its regularly scheduled meetings information about the fund's performance results. In connection with the consideration of the Advisory Agreement, the Board:

(a) reviewed information prepared by management regarding the fund's performance;

(b) considered the comparative performance of an applicable benchmark index;

(c) considered the performance of comparable funds, if any, as included in the report prepared by an independent third-party provider of fund data; and

(d) took into account the Advisor's analysis of the fund's performance and its plans and recommendations regarding the Trust's subadvisory arrangements generally.

The Board noted that while it found the data provided by the independent third-party generally useful it recognized its limitations, including in particular that the data may vary depending on the end date selected and the results of the performance comparisons may vary depending on the selection of the peer group. The Board noted that the fund underperformed its peer group average and benchmark index for the one-year, three-year, and five-year periods ended December 31, 2016. The Board concluded that the fund's performance is being monitored and reasonably addressed.

Fees and expenses. The Board reviewed comparative information prepared by an independent third-party provider of mutual fund data, including, among other data, the fund's contractual and net management fees (and subadvisory fees, to the extent available) and total expenses as compared to similarly situated investment companies deemed to be comparable to the fund in light of the nature, extent and quality of the management and advisory and subadvisory services provided by the Advisor and the Subadvisor. The Board considered the fund's ranking within a smaller group of peer funds chosen by the independent third-party provider, as well as the fund's ranking within a broader group of funds. In comparing the fund's contractual and net management fees to those of comparable funds, the Board noted that such fees include both advisory and administrative costs. The Board noted that a management fee waiver was in effect for this fund. The Board noted that net management fees and net total expenses for the fund are higher than the peer group median.

The Board took into account management's discussion of the fund's expenses, including actions taken that have reduced fund expenses. The Board also took into account management's discussion with respect to the overall management fee, the fees of the Subadvisor, including the amount of the advisory fee retained by the Advisor after payment of the subadvisory fee, in each case in light of the services rendered for those amounts and the risks undertaken by the Advisor. The Board also noted that the Advisor pays the subadvisory fee, and that such fees are negotiated at arm's length with respect to the Subadvisor. In addition, the Board took into account that management had agreed to implement an overall fee waiver across the complex, including the fund, which is discussed further below. The Board also noted actions taken over the past several years to reduce the fund's operating expenses. The Board also noted that, in addition, the Advisor is currently waiving fees and/or reimbursing expenses with respect to the fund and that the fund has breakpoints in its contractual management fee schedule that reduces management fees as assets increase. The Board reviewed information provided by the Advisor concerning the investment advisory fee charged by the Advisor or one of its advisory affiliates to other clients (including other funds in the John Hancock Fund Complex) having similar investment mandates, if any. The Board considered any differences between the Advisor's and Subadvisor's services to the fund and the services they provide to other comparable clients or funds. The Board concluded that the advisory fee paid with respect to the fund is reasonable in light of the nature, extent and quality of the services provided to the fund under the Advisory Agreement.

Profitability/Fall out benefits. In considering the costs of the services to be provided and the profits to be realized by the Advisor and its affiliates from the Advisor's relationship with the Trust, the Board:

(a) reviewed financial information of the Advisor;

(b) reviewed and considered information presented by the Advisor regarding the net profitability to the Advisor and its affiliates with respect to the fund;

(c) received and reviewed profitability information with respect to the John Hancock Fund Complex as a whole;

(d) received information with respect to the Advisor's allocation methodologies used in preparing the profitability data and considered that the Advisor hired an independent third-party consultant to provide an analysis of the Advisor's allocation methodologies;

(e) considered that the John Hancock insurance companies that are affiliates of the Advisor, as shareholders of the Trust directly or through their separate accounts, receive certain tax credits or deductions relating to foreign taxes paid and dividends received by certain funds of the Trust and noted that these tax benefits, which are not available to participants in qualified retirement plans under applicable income tax law, are reflected in the profitability information reviewed by the Board;

(f) considered that the Advisor also provides administrative services to the fund on a cost basis pursuant to an administrative services agreement;

(g) noted that affiliates of the Advisor provide transfer agency services and distribution services to the fund, and that the fund's distributor also receives Rule 12b-1 payments to support distribution of the fund;

(h) noted that affiliates of the Advisor provide transfer agency services and placement services to the fund;

(i) noted that the Advisor also derives reputational and other indirect benefits from providing advisory services to the fund;

(j) noted that the subadvisory fee for the fund is paid by the Advisor and is negotiated as arm's length;

(k) considered the Advisor's ongoing costs and expenditures necessary to improve services, meet new regulatory and compliance requirements, and adapt to other challenges impacting the mutual fund industry; and

(l) considered that the Advisor should be entitled to earn a reasonable level of profits in exchange for the level of services it provides to the fund and the risks that it assumes as Advisor, including entrepreneurial, operational, reputational, litigation and regulatory risk.

Based upon its review, the Board concluded that the level of profitability, if any, of the Advisor and its affiliates from their relationship with the fund was reasonable and not excessive.

Economies of scale. In considering the extent to which economies of scale would be realized as the fund grows and whether fee levels reflect these economies of scale for the benefit of fund shareholders, the Board:

(a) considered that the Advisor has contractually agreed to waive a portion of its management fee for certain funds of the John Hancock Fund Complex, including the fund (the participating portfolios) or otherwise reimburse the expenses of the participating portfolios (the reimbursement). This waiver is based upon aggregate net assets of all the participating portfolios. The amount of the reimbursement is calculated daily and allocated among all the participating portfolios in proportion to the daily net assets of each fund;

(b) reviewed the fund's advisory fee structure and concluded that: (i) the fund's fee structure contains breakpoints at the subadvisory fee level and that such breakpoints are reflected as breakpoints in the advisory fees for the fund; and (ii) although economies of scale cannot be measured with precision, these arrangements permit shareholders of the fund to benefit from economies of scale if the fund grows. The Board also took into account management's discussion of the fund's advisory fee structure; and

(c) the Board also considered the effect of the fund's growth in size on its performance and fees. The Board also noted that if the fund's assets increase over time, the fund may realize other economies of scale.

Approval of Subadvisory Agreement

In making its determination with respect to approval of the Subadvisory Agreement, the Board reviewed:

(1) information relating to the Subadvisor's business, including current subadvisory services to the Trust (and other funds in the John Hancock Fund Complex);

(2) the historical and current performance of the fund and comparative performance information relating to an applicable benchmark index and comparable funds; and

(3) the subadvisory fee for the fund, including any breakpoints, and to the extent available, comparable fee information prepared by an independent third party provider of fund data.

Nature, extent, and quality of services. With respect to the services provided by the Subadvisor, the Board received information provided to the Board by the Subadvisor, including the Subadvisor's Form ADV, as well as took into account information presented throughout the past year. The Board considered the Subadvisor's current level of staffing and its overall resources, as well as received information relating to the Subadvisor's compensation program. The Board reviewed the Subadvisor's history and investment experience, as well as information regarding the qualifications, background, and responsibilities of the Subadvisor's investment and compliance personnel who provide services to the fund. The Board also considered, among other things, the Subadvisor's compliance program and any disciplinary history. The Board also considered the Subadvisor's risk assessment and monitoring process. The Board reviewed the Subadvisor's regulatory history, including whether it was involved in any regulatory actions or investigations as well as material litigation, and any settlements and amelioratory actions undertaken, as appropriate. The Board noted that the Advisor conducts regular, periodic reviews of the Subadvisor and its operations, including regarding investment processes and organizational and staffing matters. The Board also noted that the Trust's CCO and his staff conduct regular, periodic compliance reviews with the Subadvisor and present reports to the Independent Trustees regarding the same, which includes evaluating the regulatory compliance systems of the Subadvisor and procedures reasonably designed to assure compliance with the federal securities laws. The Board also took into account the financial condition of the Subadvisor.

The Board considered the Subadvisor's investment process and philosophy. The Board took into account that the Subadvisor's responsibilities include the development and maintenance of an investment program for the fund that is consistent with the fund's investment objective, the selection of investment securities and the placement of orders for the purchase and sale of such securities, as well as the implementation of compliance controls related to performance of these services. The Board also received information with respect to the Subadvisor's brokerage policies and practices, including with respect to best execution and soft dollars.

Subadvisor compensation. In considering the cost of services to be provided by the Subadvisor and the profitability to the Subadvisor of its relationship with the fund, the Board noted that the fees under the Subadvisory Agreement are paid by the Advisor and not the fund. The Board also relied on the ability of the Advisor to negotiate the Subadvisory Agreement with the Subadvisor, which is not affiliated with the Advisor, and the fees thereunder at arm's length. As a result, the costs of the services to be provided and the profits to be realized by the Subadvisor from its relationship with the Trust were not a material factor in the Board's consideration of the Subadvisory Agreement. The Board also received information regarding the nature and scope (including their significance to the Advisor and its affiliates and to the Subadvisor) of any material relationships with respect to the Subadvisor, which include arrangements in which the Subadvisor or its affiliates provide advisory, distribution, or management services in connection with financial products sponsored by the Advisor or its affiliates, and may include other registered investment companies, a 529 education savings plan, managed separate accounts and exempt group annuity contracts sold to qualified plans. The Board also received information and took into account any other potential conflicts of interest the Advisor might have in connection with the Subadvisory Agreement.

In addition, the Board considered other potential indirect benefits that the Subadvisor and its affiliates may receive from the Subadvisor's relationship with the fund, such as the opportunity to provide advisory services to additional funds in the John Hancock Fund Complex and reputational benefits.

Subadvisory fees. The Board considered that the fund pays an advisory fee to the Advisor and that, in turn, the Advisor pays a subadvisory fee to the Subadvisor. As noted above, the Board also considered the fund's subadvisory fees as compared to similarly situated investment companies deemed to be comparable to the fund as included in the report prepared by the independent third-party provider of fund data, to the extent available. The Board noted the limited size of the Lipper peer group was not sufficient for comparative purposes. The Board noted that the limited size of the Lipper peer group was not sufficient for comparative purposes. The Board also took into account the subadvisory fees paid by the Advisor to the Subadvisor with respect to the fund and compared them to fees charged by the Subadvisor to manage other subadvised portfolios and portfolios not subject to regulation under the 1940 Act, as applicable.

Subadvisor performance. As noted above, the Board considered the fund's performance as compared to the fund's peer group and the benchmark index and noted that the Board reviews information about the fund's performance results at its regularly scheduled meetings. The Board noted the Advisor's expertise and resources in monitoring the performance, investment style and risk-adjusted performance of the Subadvisor. The Board was mindful of the Advisor's focus on the Subadvisor's performance. The Board also noted the Subadvisor's long-term performance record for similar accounts, as applicable.

The Board's decision to approve the Subadvisory Agreement was based on a number of determinations, including the following:

(1) the Subadvisor has extensive experience and demonstrated skills as a manager;

(2) the performance of the fund is being monitored and reasonably addressed;

(3) the subadvisory fee is reasonable in relation to the level and quality of services being provided; and

(4) noted that the subadvisory fees are paid by the Advisor not the fund and that the subadvisory fee breakpoints are reflected as breakpoints in the advisory fees for the fund in order to permit shareholders to benefit from economies of scale if the fund grows.

* * *

Based on the Board's evaluation of all factors that the Board deemed to be material, including those factors described above, the Board, including the Independent Trustees, concluded that renewal of the Advisory Agreement and the Subadvisory Agreement would be in the best interest of the fund and its shareholders. Accordingly, the Board, and the Independent Trustees voting separately, approved the Advisory Agreement and Subadvisory Agreement for an additional one-year period.

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 ***Position(s) held with Trust*** **Principal occupation(s) and other directorships during past 5 years**	**Trustee of the Trust since[1]**	**Number of John Hancock funds overseen by Trustee**
Hassell H. McClellan, Born: 1945	2005	225
Trustee and Chairperson of the Board Director/Trustee, Virtus Funds (since 2008); Director, The Barnes Group (since 2010); Associate Professor, The Wallace E. Carroll School of Management, Boston College (retired 2013). Trustee (since 2014) and Chairperson of the Board (since 2017), John Hancock Collateral Trust; Trustee (since 2015) and Chairperson of the Board (since 2017), John Hancock Exchange-Traded Fund Trust; Trustee (since 2012) and Chairperson of the Board (since 2017), John Hancock retail funds[3]; Trustee (2005-2006 and since 2012) and Chairperson of the Board (since 2017), John Hancock Funds III; Trustee (since 2005) and Chairperson of the Board (since 2017), John Hancock Variable Insurance Trust and John Hancock Funds II.		
Charles L. Bardelis,[2] Born: 1941	2005	225
Trustee Director, Island Commuter Corp. (marine transport). Trustee, John Hancock Collateral Trust (since 2014), Trustee, John Hancock Exchange-Traded Fund Trust (since 2015); Trustee, John Hancock retail funds[3] (since 2012); Trustee, John Hancock Funds III (2005–2006 and since 2012); Trustee, John Hancock Variable Insurance Trust (since 1988); Trustee, John Hancock Funds II (since 2005).		
Peter S. Burgess,[2] Born: 1942	2005	225
Trustee Consultant (financial, accounting, and auditing matters) (since 1999); Certified Public Accountant; Partner, Arthur Andersen (independent public accounting firm) (prior to 1999); Director, Lincoln Educational Services Corporation (since 2004); Director, Symetra Financial Corporation (2010–2016); Director, PMA Capital Corporation (2004–2010). Trustee, John Hancock Collateral Trust (since 2014); Trustee, John Hancock Exchange-Traded Fund Trust (since 2015); Trustee, John Hancock retail funds[3] (since 2012); Trustee, John Hancock Funds III (2005–2006 and since 2012); Trustee, John Hancock Variable Insurance Trust and John Hancock Funds II (since 2005).		
William H. Cunningham, Born: 1944	2012	225
Trustee Professor, University of Texas, Austin, Texas (since 1971); former Chancellor, University of Texas System and former President of the University of Texas, Austin, Texas; Chairman (since 2009) and Director (since 2006), Lincoln National Corporation (insurance); Director, Southwest Airlines (since 2000); former Director, LIN Television (2009–2014). Trustee, John Hancock retail funds[3] (since 1986); Trustee, John Hancock Variable Insurance Trust (since 2012); Trustee, John Hancock Funds II (2005–2006 and since 2012); Trustee, John Hancock Collateral Trust (since 2014); Trustee, John Hancock Exchange-Traded Fund Trust (since 2015).		
Grace K. Fey, Born: 1946	2008	225
Trustee Chief Executive Officer, Grace Fey Advisors (since 2007); Director and Executive Vice President, Frontier Capital Management Company (1988–2007); Director, Fiduciary Trust (since 2009). Trustee, John Hancock Collateral Trust (since 2014); Trustee, John Hancock Exchange-Traded Fund Trust (since 2015); Trustee, John Hancock retail funds[3] (since 2012); Trustee, John Hancock Variable Insurance Trust and John Hancock Funds II (since 2008).		

Independent Trustees (continued)

Name, year of birth *Position(s) held with Trust* Principal occupation(s) and other directorships during past 5 years	Trustee of the Trust since[1]	Number of John Hancock funds overseen by Trustee
Theron S. Hoffman,[2] Born: 1947	2008	225

Trustee

Chief Executive Officer, T. Hoffman Associates, LLC (consulting firm) (since 2003); Director, The Todd Organization (consulting firm) (2003–2010); President, Westport Resources Management (investment management consulting firm) (2006–2008); Senior Managing Director, Partner, and Operating Head, Putnam Investments (2000–2003); Executive Vice President, The Thomson Corp. (financial and legal information publishing) (1997–2000). Trustee, John Hancock Collateral Trust (since 2014); Trustee, John Hancock Exchange-Traded Fund Trust (since 2015); Trustee, John Hancock retail funds[3] (since 2012); Trustee, John Hancock Variable Insurance Trust and John Hancock Funds II (since 2008).

Deborah C. Jackson, Born: 1952	2012	225

Trustee

President, Cambridge College, Cambridge, Massachusetts (since 2011); Board of Directors, National Association of Corporate Directors/New England (since 2015); Board of Directors, Association of Independent Colleges and Universities of Massachusetts (since 2014); Chief Executive Officer, American Red Cross of Massachusetts Bay (2002–2011); 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 Corporation (1996–2009); Board of Directors of Boston Stock Exchange (2002–2008); Board of Directors of Harvard Pilgrim Healthcare (health benefits company) (2007–2011). Trustee, John Hancock retail funds[3] (since 2008); Trustee, John Hancock Variable Insurance Trust and John Hancock Funds II (since 2012); Trustee, John Hancock Collateral Trust (since 2014); and Trustee, John Hancock Exchange-Traded Fund Trust (since 2015).

James M. Oates, Born: 1946	2005	225

Trustee

Managing Director, Wydown Group (financial consulting firm) (since 1994); Chairman and Director, Emerson Investment Management, Inc. (2000-2015); Independent Chairman, Hudson Castle Group, Inc. (formerly IBEX Capital Markets, Inc.) (financial services company) (1997–2011); Director, Stifel Financial (since 1996); Director, Investor Financial Services Corporation (1995-2007); Director, Connecticut River Bancorp (1998-2014); Director/Trustee, Virtus Funds (since 1988). Trustee (since 2014) and Chairperson of the Board (2014-2016), John Hancock Collateral Trust; Trustee (since 2015) and Chairperson of the Board (2015-2016), John Hancock Exchange-Traded Fund Trust; Trustee (since 2012) and Chairperson of the Board (2012-2016), John Hancock retail funds[3]; Trustee (2005-2006 and since 2012) and Chairperson of the Board (2012-2016), John Hancock Funds III; Trustee (since 2004) and Chairperson of the Board (2005-2016), John Hancock Variable Insurance Trust; Trustee (since 2005) and Chairperson of the Board, John Hancock Funds II (2005-2016).

Steven R. Pruchansky, Born: 1944	2012	225

Trustee and Vice Chairperson of the Board

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 (until 2010); Managing Director, Jon James, LLC (real estate) (since 2000); Partner, Right Funding, LLC (since 2014); Director, First Signature Bank & Trust Company (until 1991); Director, Mast Realty Trust (until 1994); President, Maxwell Building Corp. (until 1991). Trustee (since 1992) and Chairperson of the Board (2011–2012), John Hancock retail funds[3]; Trustee and Vice Chairperson of the Board, John Hancock retail funds[3] John Hancock Variable Insurance Trust, and John Hancock Funds II (since 2012); Trustee and Vice Chairperson of the Board, John Hancock Collateral Trust (since 2014); Trustee and Vice Chairperson of the Board, John Hancock Exchange-Traded Fund Trust (since 2015).

Independent Trustees (continued)

Name, year of birth *Position(s) held with Trust* Principal occupation(s) and other directorships during past 5 years	Trustee of the Trust since[1]	Number of John Hancock funds overseen by Trustee
Gregory A. Russo, Born: 1949	2012	225

Trustee

Director and Audit Committee Chairman (since 2012), and Member, Audit Committee and Finance Committee (since 2011), NCH Healthcare System, Inc. (holding company for multi-entity healthcare system); Director and Member (since 2012) and Finance Committee Chairman (since 2014), The Moorings, Inc. (nonprofit continuing care community); Vice Chairman, Risk & Regulatory Matters, KPMG LLP (KPMG) (2002–2006); Vice Chairman, Industrial Markets, KPMG (1998–2002); Chairman and Treasurer, Westchester County, New York, Chamber of Commerce (1986–1992); Director, Treasurer, and Chairman of Audit and Finance Committees, Putnam Hospital Center (1989–1995); Director and Chairman of Fundraising Campaign, United Way of Westchester and Putnam Counties, New York (1990–1995). Trustee, John Hancock retail funds[3] (since 2008); Trustee, John Hancock Variable Insurance Trust and John Hancock Funds II (since 2012); Trustee, John Hancock Collateral Trust (since 2014); Trustee, John Hancock Exchange-Traded Fund Trust (since 2015).

Non-Independent Trustees[4]

Name, year of birth *Position(s) held with Trust* Principal occupation(s) and other directorships during past 5 years	Trustee of the Trust since[1]	Number of John Hancock funds overseen by Trustee
Andrew G. Arnott, Born: 1971	2017	225

President and Trustee

Executive Vice President, John Hancock Financial Services (since 2009, including prior positions); Director and Executive Vice President, John Hancock Advisers, LLC (since 2005, including prior positions); Director and Executive Vice President, John Hancock Investment Management Services, LLC (since 2006, including prior positions); President, John Hancock Funds, LLC (since 2004, including prior positions); President, John Hancock retail funds,[3] John Hancock Variable Insurance Trust, and John Hancock Funds II (since 2007, including prior positions); President, John Hancock Collateral Trust and John Hancock Exchange-Traded Fund Trust (since 2014). Trustee, John Hancock Collateral Trust, John Hancock Exchange-Traded Fund Trust, John Hancock retail funds,[3] John Hancock Variable Insurance Trust, and John Hancock Funds II (since 2017).

James R. Boyle, Born: 1959	2015	225

Non-Independent Trustee

Chairman and Chief Executive Officer, Zillion Group, Inc. (formerly HealthFleet, Inc.) (healthcare) (since 2014); Executive Vice President and Chief Executive Officer, U.S. Life Insurance Division of Genworth Financial, Inc. (insurance) (January 2014–July 2014); Senior Executive Vice President, Manulife Financial Corporation, President and Chief Executive Officer, John Hancock (1999–2012); Chairman and Director, John Hancock Advisers, LLC, John Hancock Funds, LLC, and John Hancock Investment Management Services, LLC (2005–2010). Trustee, John Hancock Collateral Trust and John Hancock Exchange-Traded Fund Trust (since 2015); Trustee, John Hancock retail funds[3] (2005–2010; 2012–2014 and since 2015); Trustee, John Hancock Variable Insurance Trust and John Hancock Funds II (2005–2014 and since 2015).

Warren A. Thomson, Born: 1955	2012	225

Non-Independent Trustee

Senior Executive Vice President and Chief Investment Officer, Manulife Financial Corporation and The Manufacturers Life Insurance Company (since 2009); Chairman, Manulife Asset Management (since 2001, including prior positions); Director and Chairman, Manulife Asset Management Limited (since 2006); Director and Chairman, Hancock Natural Resources Group, Inc. (since 2013). Trustee, John Hancock retail funds,[3] John Hancock Variable Insurance Trust, and John Hancock Funds II (since 2012); Trustee, John Hancock Collateral Trust (since 2014); Trustee, John Hancock Exchange-Traded Fund Trust (since 2015).

Principal officers who are not Trustees

Name, year of birth *Position(s) held with Trust* Principal occupation(s) during past 5 years	Officer of the Trust since
John J. Danello, Born: 1955	2014

Senior Vice President, Secretary, and Chief Legal Officer
Vice President and Chief Counsel, John Hancock Wealth Management (since 2005); Senior Vice President (since 2007) and Chief Legal Counsel (2007–2010), John Hancock Funds, LLC and The Berkeley Financial Group, LLC; Senior Vice President (since 2006, including prior positions) and Chief Legal Officer and Secretary (since 2014), John Hancock retail funds,[3] John Hancock Funds II and John Hancock Variable Insurance Trust; Senior Vice President, Secretary and Chief Legal Officer, John Hancock Collateral Trust and John Hancock Exchange-Traded Fund Trust (since 2014); Vice President, John Hancock Life & Health Insurance Company (since 2009); Vice President, John Hancock Life Insurance Company (USA) and John Hancock Life Insurance Company of New York (since 2010); and Senior Vice President, Secretary and Chief Legal Counsel (2007–2014, including prior positions) of John Hancock Advisers, LLC and John Hancock Investment Management Services, LLC.

Francis V. Knox, Jr., Born: 1947 — 2005

Chief Compliance Officer
Vice President, John Hancock Financial Services (since 2005); Chief Compliance Officer, John Hancock retail funds,[3] John Hancock Variable Insurance Trust, John Hancock Funds II, John Hancock Advisers, LLC, and John Hancock Investment Management Services, LLC (since 2005); Chief Compliance Officer, John Hancock Collateral Trust and John Hancock Exchange-Traded Fund Trust (since 2014).

Charles A. Rizzo, Born: 1957 — 2007

Chief Financial Officer
Vice President, John Hancock Financial Services (since 2008); Senior Vice President, John Hancock Advisers, LLC and John Hancock Investment Management Services, LLC (since 2008); Chief Financial Officer, John Hancock retail funds,[3] John Hancock Variable Insurance Trust and John Hancock Funds II (since 2007); Chief Financial Officer, John Hancock Collateral Trust and John Hancock Exchange-Traded Fund Trust (since 2014).

Salvatore Schiavone, Born: 1965 — 2009

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[3] (since 2007, including prior positions); Treasurer, John Hancock Variable Insurance Trust and John Hancock Funds II (2007–2009 and since 2010, including prior positions); Treasurer, John Hancock Collateral Trust and John Hancock Exchange-Traded Fund Trust (since 2014).

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 Trust and is available without charge, upon request, by calling 800-225-5291.

1 Each Trustee holds office until his or her successor is elected and qualified, or until the Trustee's death, retirement, resignation, or removal. Mr. Boyle has served as Trustee at various times prior to the date listed in the table.

2 Member of the Audit Committee.

3 "John Hancock retail funds" comprises John Hancock Funds III and 39 other John Hancock funds consisting of 29 series of other John Hancock trusts and 10 closed-end funds.

4 The Trustee is a Non-Independent Trustee due to current or former positions with the Advisor and certain affiliates.

More information

Investment advisor
John Hancock Advisers, LLC

Subadvisor
Stone Harbor Investment Partners LP

Principal distributor
John Hancock Funds, LLC

Custodian
Citibank, N.A.

Transfer agent
John Hancock Signature Services, Inc.

Legal counsel
K&L Gates LLP

Independent registered public accounting firm
PricewaterhouseCoopers LLP

*Member of the Audit Committee
†Non-Independent Trustee
#Effective 6-20-17

The fund's proxy voting policies and procedures, as well as the fund 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) website at sec.gov or on our website.

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 website and the SEC's website, sec.gov, and can be reviewed and copied (for a fee) at the SEC's Public Reference Room in Washington, DC. Call 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 website at jhinvestments.com or by calling 800-225-5291.

You can also contact us:

800-225-5291
jhinvestments.com

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

Express mail:
John Hancock Signature Services, Inc.
Suite 55913
30 Dan Road
Canton, MA 02021

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Brokerage account shareholders

If you receive statements directly from your bank or broker and would like to participate in eDelivery, go to **icsdelivery/live** or contact your financial representative.

How can we help you?

Is there a simple way to keep my asset allocation strategy on track?

Can I quickly get tax information on my John Hancock investments?

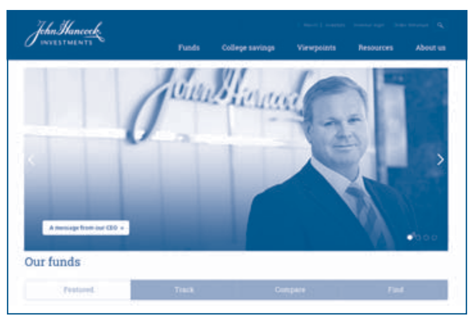
Where can I get the form to update my IRA beneficiaries?

BY PHONE

Call our customer service representatives at 800-225-5291, Monday to Thursday, 8:00 A.M.–7:00 P.M., and Friday, 8:00 A.M.–6:00 P.M., Eastern time.

ONLINE

- Bookmark **jhinvestments.com** where, in one location, you'll find answers to some of the most common shareholder questions.



- If you're looking for a simple way to maintain your asset allocation strategy, go to Forms & Applications and discover our **Asset Allocation and Automatic Rebalancing feature**.
- For tax information specific to your John Hancock investments, visit our online **Tax Center**.
- To change your **IRA beneficiaries**, simply download, complete, and return the form.
- Visit our Education and Guidance Center, run the "What will my income be after I retire?" calculator and **answer key retirement questions**.

John Hancock family of funds

DOMESTIC EQUITY FUNDS

Balanced
Blue Chip Growth
Classic Value
Disciplined Value
Disciplined Value Mid Cap
Equity Income
Fundamental All Cap Core
Fundamental Large Cap Core
Fundamental Large Cap Value
New Opportunities
Small Cap Value
Small Company
Strategic Growth
U.S. Global Leaders Growth
U.S. Growth
Value Equity

GLOBAL AND INTERNATIONAL EQUITY FUNDS

Disciplined Value International
Emerging Markets
Emerging Markets Equity
Fundamental Global Franchise
Global Equity
Global Shareholder Yield
Greater China Opportunities
International Growth
International Small Company
International Value Equity

INCOME FUNDS

Bond
California Tax-Free Income
Emerging Markets Debt
Floating Rate Income
Global Income
Government Income
High Yield
High Yield Municipal Bond
Income
Investment Grade Bond
Money Market
Short Duration Credit Opportunities
Spectrum Income
Strategic Income Opportunities
Tax-Free Bond

ALTERNATIVE AND SPECIALTY FUNDS

Absolute Return Currency
Alternative Asset Allocation
Enduring Assets
Financial Industries
Global Absolute Return Strategies
Global Conservative Absolute Return
Global Focused Strategies
Natural Resources
Redwood
Regional Bank
Seaport
Technical Opportunities

A fund's investment objectives, risks, charges, and expenses should be considered carefully before investing. The prospectus contains this and other important information about the fund. To obtain a prospectus, contact your financial professional, call John Hancock Investments at 800-225-5291, or visit our website at jhinvestments.com. Please read the prospectus carefully before investing or sending money.

ASSET ALLOCATION

Income Allocation Fund

Multi-Index Lifetime Portfolios

Multi-Index Preservation Portfolios

Multimanager Lifestyle Portfolios

Multimanager Lifetime Portfolios

EXCHANGE-TRADED FUNDS

John Hancock Multifactor Consumer Discretionary ETF

John Hancock Multifactor Consumer Staples ETF

John Hancock Multifactor Developed International ETF

John Hancock Multifactor Energy ETF

John Hancock Multifactor Financials ETF

John Hancock Multifactor Healthcare ETF

John Hancock Multifactor Industrials ETF

John Hancock Multifactor Large Cap ETF

John Hancock Multifactor Materials ETF

John Hancock Multifactor Mid Cap ETF

John Hancock Multifactor Technology ETF

John Hancock Multifactor Utilities ETF

ENVIRONMENTAL, SOCIAL, AND GOVERNANCE FUNDS

ESG All Cap Core

ESG Core Bond

ESG International Equity

ESG Large Cap Core

CLOSED-END FUNDS

Financial Opportunities

Hedged Equity & Income

Income Securities Trust

Investors Trust

Preferred Income

Preferred Income II

Preferred Income III

Premium Dividend

Tax-Advantaged Dividend Income

Tax-Advantaged Global Shareholder Yield

John Hancock Multifactor ETF shares are bought and sold at market price (not NAV), and are not individually redeemed from the fund. Brokerage commissions will reduce returns.

John Hancock ETFs are distributed by Foreside Fund Services, LLC, and are subadvised by Dimensional Fund Advisors LP. Foreside is not affiliated with John Hancock Funds, LLC or Dimensional Fund Advisors LP.

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John Hancock Investments

A trusted brand

John Hancock Investments is a premier asset manager representing one of America's most trusted brands, with a heritage of financial stewardship dating back to 1862. Helping our shareholders pursue their financial goals is at the core of everything we do. It's why we support the role of professional financial advice and operate with the highest standards of conduct and integrity.

A better way to invest

We serve investors globally through a unique multimanager approach: We search the world to find proven portfolio teams with specialized expertise for every strategy we offer, then we apply robust investment oversight to ensure they continue to meet our uncompromising standards and serve the best interests of our shareholders.

Results for investors

Our unique approach to asset management enables us to provide a diverse set of investments backed by some of the world's best managers, along with strong risk-adjusted returns across asset classes.

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601 Congress Street ■ Boston, MA 02210-2805
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