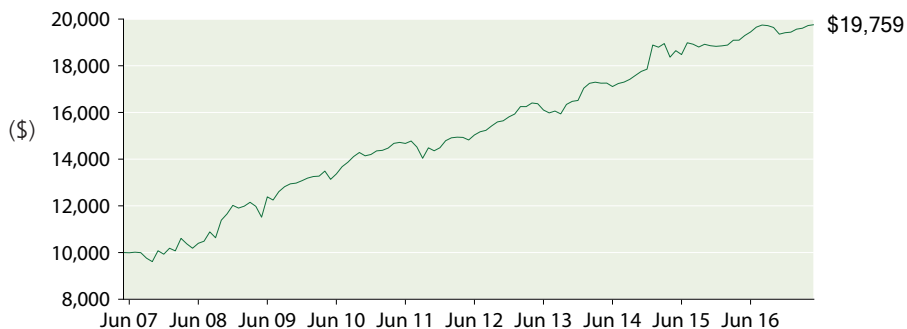


The Fund employs a tactical asset allocation across multiple fixed income sectors including global government bonds, investment grade and high yield corporate bonds. In addition, a dynamic currency management strategy to help the Fund benefit and mitigate currency fluctuations.

PERFORMANCE

Growth of \$10,000 over 10 years*



Annual compound returns (%)

	1 mo.	3 mo.	6 mo.	YTD	1 yr.	3 yr.	5 yr.	10 yr.	Since inception
Fund	0.19	0.98	2.09	1.77	2.40	4.61	5.92	7.04	6.39

Calendar year returns for the Fund (%)

2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
3.10	5.47	8.11	4.45	9.13	2.04	8.60	8.78	21.06	-2.55

FUND DETAILS

Inception date: November 25, 2005

AUM: \$9,037.8 million

Lead manager: Daniel S. Janis III

Co-manager: Thomas Goggins

Sub-advisor: Manulife Asset Management (US) LLC

CIFSC category: High Yield Fixed Income

Distribution frequency: Monthly

Distribution yield: 0.02%*

Positions: 533

Risk profile: Low to Medium

NAV: \$12.69

MER (audited): 1.98%^o

Management fee: 1.70%

Min. investment: \$500 initial; \$25 PAC

Fund codes (MMF)

Series	FE	LL	DSC	Other
Advisor	559	759	459	–
T	1530	1330	1230	–
F	–	–	–	659
FT	–	–	–	1030

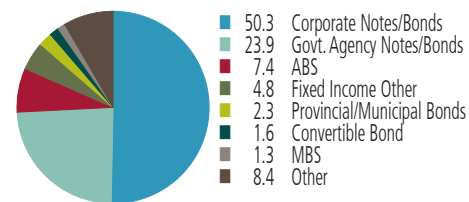
Also available in Dollar-cost averaging fund code.

HOW THE FUND IS INVESTED

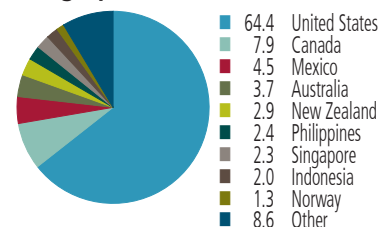
As at April 30, 2017

Top holdings	%
Singapore 3.250% 01-Sep-2020	1.2
New Zealand 5.000% 15-Mar-2019	0.9
Singapore 2.500% 01-Jun-2019	0.8
New Zealand 6.000% 15-May-2021	0.8
Mexico 10.000% 05-Dec-2024	0.7
Queensland Treasury Corp 5.500% 21-Jun-2021	0.6
AECOM 5.125% 15-Mar-2027	0.6
Norway 4.500% 22-May-2019	0.6
Wachovia Cap III PERP	0.5
New Zealand 3.000% 15-Apr-2020	0.5
Total	7.2

Credit allocation (%)



Geographic allocation (%)

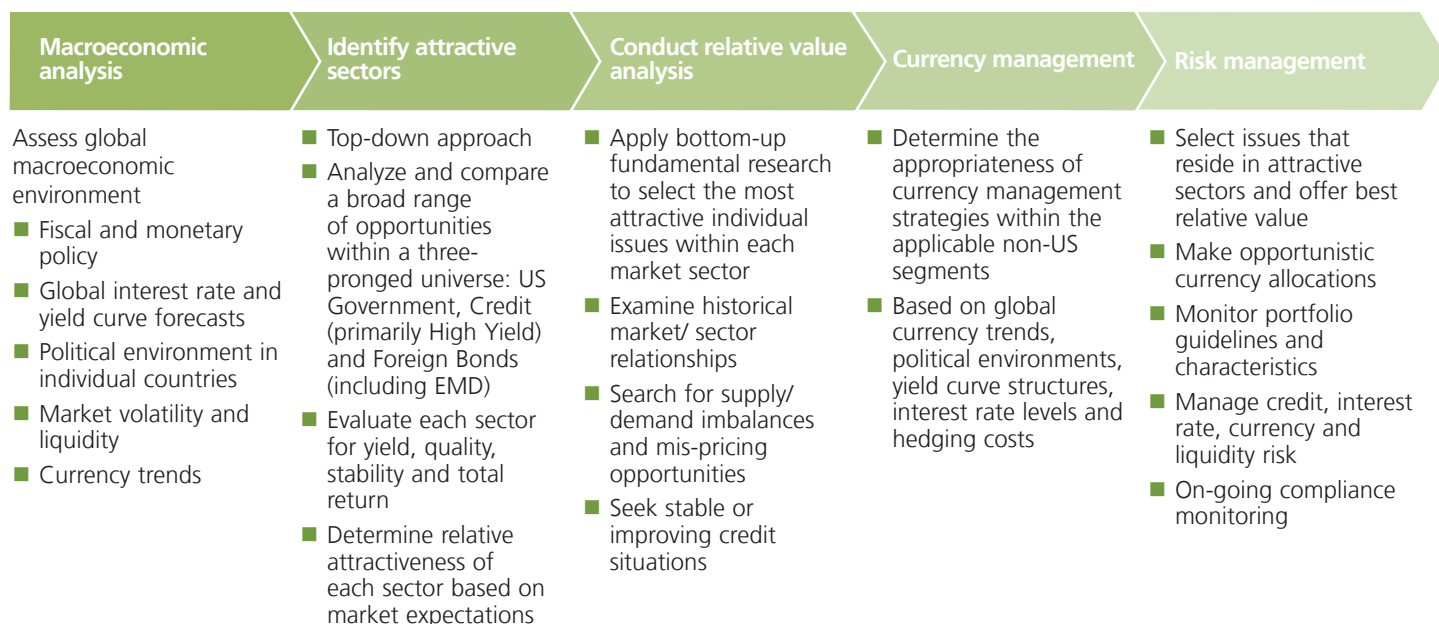


Source for all data: Lipper, a Thomson Reuters company, as at May 31, 2017. *For illustration purposes only. ^oDistribution yield is calculated based on prior 12-month rolling average of paid distributions and using average month-end net asset value, per security. The distribution yield does not include any year-end capital gains distributions paid in addition to the regular monthly distributions. Distribution yield should not be confused with a fund's performance or rate of return. ^oAs of December 30, 2016 (includes HST).

INVESTMENT PHILOSOPHY

The strategic fixed income team believes returns can be generated by investing primarily in a portfolio of global government and corporate bonds, including emerging markets and high yield securities. Currency management is employed to further diversify the portfolio, mitigate risk and add value. By expanding the investment universe to include multiple sectors and currencies, they believe they increase their potential to add value while reducing risk.

INVESTMENT PROCESS



FOR MORE INFORMATION, PLEASE CONTACT YOUR ADVISOR OR VISIT MANULIFEMUTUALFUNDS.CA



Manulife Funds are managed by Manulife Investments, a division of Manulife Asset Management Limited. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the fund facts as well as the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. The rate of return shown is used only to illustrate the effects of the compound growth rate and is not intended to reflect future values or returns on investment. The payment of distributions is not guaranteed and may fluctuate. If distributions paid by the fund are greater than the performance of the fund, then your original investment will shrink. Distributions should not be confused with a fund's performance, rate of return, or yield. You may also receive return of capital distributions from a fund. Please consult with your tax advisor regarding the tax implications of receiving distributions. See the prospectus for more information on a fund's distributions policy. Manulife, Manulife Investments, the Block Design, the Four Cube Design and Strong Reliable Trustworthy Forward-thinking are trademarks of The Manufacturers Life Insurance Company and are used by it, and by its affiliates under licence.