

The Fund seeks to provide long-term total return consisting of income and the potential for capital appreciation by investing primarily in a portfolio of U.S. high yield, floating rate and investment grade debt securities.

PERFORMANCE

Growth of \$10,000 since inception*



Annual compound returns (%)

	1 mo.	3 mo.	6 mo.	YTD	1 yr.	3 yr.	5 yr.	10 yr.	Since inception
Fund	0.57	1.10	5.28	2.78	10.54	5.69	–	–	6.29

Calendar year returns for the Fund (%)

2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
15.44	0.05	3.51	–	–	–	–	–	–	–

FUND DETAILS

Inception date: July 2, 2013

AUM: \$77.5 million

Lead manager: John F. Addeo

Co-manager: Dennis F. McCafferty

Sub-advisor: Manulife Asset Management (US) LLC

CIFSC category: High Yield Fixed Income

Distribution frequency: Monthly

Positions: 184

Risk profile: Low to Medium

NAV: \$10.52

MER (audited): 2.05%^o

Management fee: 1.65%

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

Fund codes (MMF)

Series	FE	LL	DSC	Other
Advisor	4533	4733	4433	–
T	9810	9812	9809	–
F	–	–	–	4633
FT	–	–	–	4933

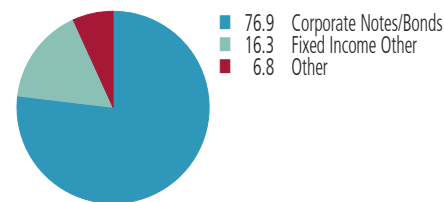
Also available in Dollar-cost averaging fund code.

HOW THE FUND IS INVESTED

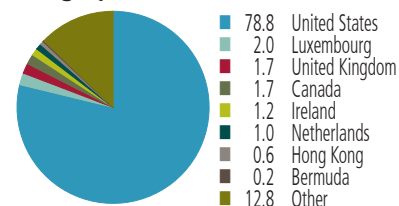
As at March 31, 2017

Top holdings	%
Sprint Communications Inc 6.000% 15-Nov-2022	1.4
NRG Yield Oper 5.375% 15-Aug-2024	1.3
LifePoint Health Inc 5.875% 01-Dec-2023	1.3
Williams Partners LP 4.875% 15-Mar-2024	1.2
HCA Inc 5.375% 01-Feb-2025	1.1
ING Groep NV PERP	1.0
GATES GLOBAL LLC FRN 03-Jul-2021	1.0
MGIC Investment Corp 5.750% 15-Aug-2023	1.0
CCO Holdings LLC 5.125% 15-Feb-2023	1.0
Windstream Corp 7.500% 01-Jun-2022	1.0
Total	11.3

Credit allocation (%)



Geographic allocation (%)

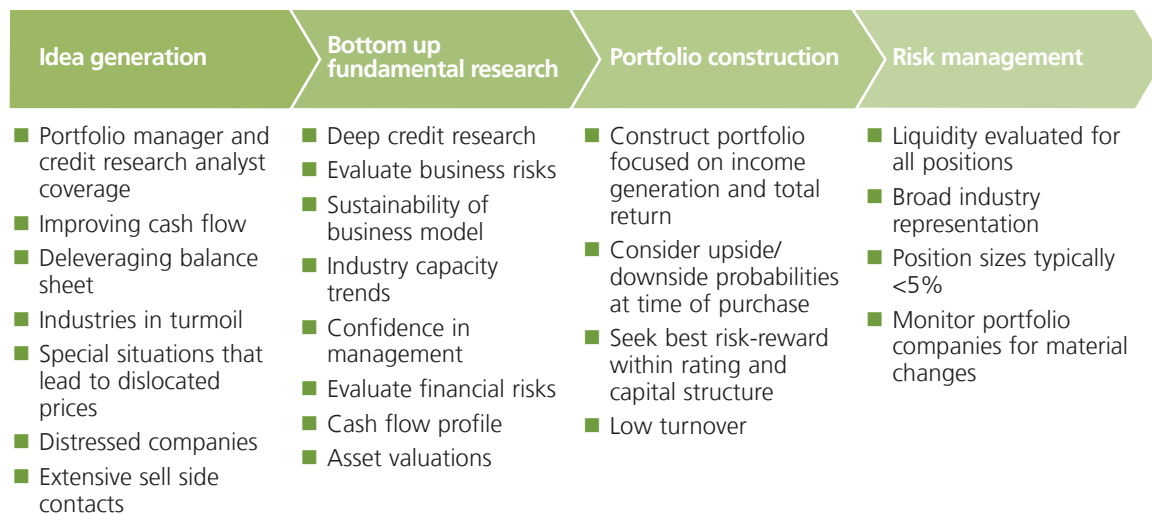


Source for all data: Lipper, a Thomson Reuters company, as at May 31, 2017. *For illustration purposes only. ^oAs of December 30, 2016 (includes HST).

INVESTMENT PHILOSOPHY

The portfolio management team believes competitive total returns can be sought by using a contrarian approach to identify out-of-favour, undervalued companies that have attractive long-term outlooks. As part of the research process, they identify the most attractive part of the capital structure to invest in, from bank loans and senior notes down to subordinated notes, convertible notes and equity.

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.