

August 19, 2011

This document contains key information you should know about the Manulife Short Term Bond Fund (the "Fund"). You can find more detailed information in the Fund's Simplified Prospectus. Ask your advisor for a copy, contact Manulife Mutual Funds, a division of Manulife Asset Management Limited, at 1 888 588 7999, manulifemutualfunds@manulife.com, or visit manulifemutualfunds.ca.

QUICK FACTS

Date Fund Created: August 19, 2010

Total Fund Value on July 29, 2011: \$29,134,499

Management Expense Ratio (MER): 0.00%

Portfolio Manager: Manulife Asset Management Limited

Distributions: Monthly at month end

Minimum Investment: \$500 initial, \$25 subsequent

WHAT DOES THE FUND INVEST IN?

The Fund's objective is capital preservation. The Fund seeks to generate income with a focus on capital preservation by investing primarily in short term fixed income securities issued and/or fully and unconditionally guaranteed by Canadian governments, and in short term investment grade corporate fixed income securities.

The charts below give you a snapshot of the Fund's investments on July 29, 2011. The Fund's investments will change.

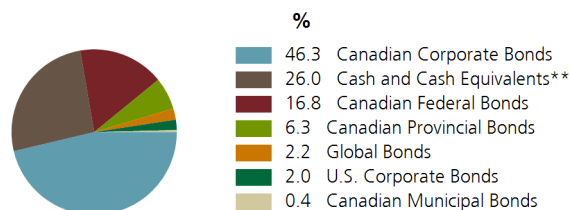
Top 10 Investments as of July 29, 2011

1. Cash and Cash Equivalents**
2. Canada Housing Trust No 1, 3.60%, Jun-15-2013
3. Government of Canada, 1.50%, Dec-01-2012
4. Government of Canada, 2.00%, Sep-01-2012
5. Manulife Financial Corp., 4.67%, Mar-28-2013
6. Ontario Electricity Financial Corp., 10.00%, Oct-17-2014
7. Canada Housing Trust No 1, 2.20%, Mar-15-2014
8. Province of Alberta, 2.75%, Dec-01-2014
9. GE Capital Canada Funding Co., 4.65%, Feb-11-2015
10. Province of Quebec, 4.25%, Dec-01-2021

Total Investments: 55

The top 10 investments make up 65.8% of the Fund.

Investment mix as of July 29, 2011



**Cash and cash equivalents, for the purpose of this chart, includes money market funds (if any) and other assets less liabilities.

HOW HAS THE FUND PERFORMED?

This section tells you how the Fund has performed since its inception. Returns are after expenses have been deducted. These expenses reduce the Fund's returns. It's important to note that this doesn't tell you how the Fund will perform in the future. Also, your actual after-tax return will depend on your personal tax situation and any other fees you pay.

Average return

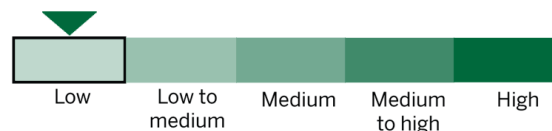
Since the Series F securities of the Fund have been issued and outstanding for less than one year, performance data is not available.

Year-by-year returns

Since the Series F securities of the Fund have been issued and outstanding for less than one year, performance data is not available.

HOW RISKY IS IT?

When you invest in a fund, the value of your investment can go down as well as up. Manulife Mutual Funds has rated this Fund's risk as low. For a description of the specific risks of the Fund, see the Fund's Simplified Prospectus.



ARE THERE ANY GUARANTEES?

Like most mutual funds, this Fund doesn't have any guarantees. You may not get back the money you invest.

WHO IS THIS FUND FOR?

This Fund is suitable for investors who:

- Are seeking short term returns during periods of uncertain markets or rising interest rates
- Are not willing to accept much volatility
- Prefer a low level of investment risk
- Are investing for the short term - 1 to 3 years

Before you invest in any fund, you should consider how it would work with your other investments and your tolerance for risk.

A WORD ABOUT TAX

In general, you pay income tax on your share of the Fund's taxable earnings distributed to you and on any gains you realize from redeeming your investment. The amount of tax depends on the tax rules and rates that apply to you, and whether you hold the Fund in a registered plan, such as a Registered Retirement Savings Plan or Tax-Free Savings Account (TFSA).

If you hold the Fund in a non-registered account, fund distributions are included in your taxable income, whether you get them in cash or have them reinvested. We send a tax slip or statement that shows your share of the Fund's earnings distributed; however, you must calculate your gains on redemption.

HOW MUCH DOES IT COST?

The following tables show the fees and expenses you could pay to buy, own and sell Series F securities of the Fund. The Fund has other series of securities, each of which has different fees and expenses. Ask your advisor about other series that may be suitable for you.

Sales charges

All sales charges for Series F securities of the Fund are negotiated between you and your dealer.

Fund expenses

You don't pay these expenses directly. They affect you because they reduce the returns of this series of the Fund. As of December 31, 2010, the Fund's expenses were 0.00% of its value. This equals \$0.00 for every \$1,000 invested.

	ANNUAL RATE (as a % of the Fund's Value)
Management expense ratio (MER) This is the total of the Fund's management fee and operating expenses.	0.00
Trading expense ratio (TER) These are the Fund's trading costs.	0.00
Fund expense (MER + TER)	0.00

Trailing commission

Manulife Mutual Funds pays your investment firm a trailing commission for as long as you own the Fund. It is for the services and advice your investment firm provides to you. Investment firms may pay part of the trailing commission to your advisor.

However, no trailing commission is paid in respect of the Series F securities.

Other Fees

You may have to pay other fees when you hold securities of the Fund, or when you sell or switch securities of the Fund.

FEE	WHAT YOU PAY
Short-term trading fee	2.0% of the value of securities you sell or switch within 90 days of buying them. This fee goes to the Fund.
Switch fee	Your investment firm may charge you up to 2.0% of the value of securities you switch to another fund.
Fee-based arrangements	Series F securities require investors to participate in a fee-based arrangement with their dealer. Fees in connection with such arrangements are negotiated between you and your dealer.

WHAT IF I CHANGE MY MIND?

Under securities law in some provinces and territories, you have the right to:

- Withdraw from an agreement to buy mutual fund securities within two business days after you receive a Simplified Prospectus, or
- Cancel your purchase order within 48 hours after you receive confirmation of the purchase

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the Simplified Prospectus, Annual Information Form or Financial Statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

FOR MORE INFORMATION

For more information, please contact Manulife Mutual Funds or your advisor for a copy of the Fund's Simplified Prospectus and other disclosure documents. These documents and the Fund Facts make up the Fund's legal documents.

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strong reliable trustworthy forward-thinking

For your future™