

# John Hancock Capital Appreciation Fund

Class 1/JICPX

## ANNUAL SHAREHOLDER REPORT | AUGUST 31, 2024

This annual shareholder report contains important information about the John Hancock Capital Appreciation Fund (the fund) for the period of September 1, 2023 to August 31, 2024. You can find additional information about the fund at [jhinvestments.com/underlying-funds](https://www.jhinvestments.com/underlying-funds). You can also request this information by contacting us at 800-344-1029.

### What were the fund costs during the last year?

(Based on a hypothetical \$10,000 investment)

Fund (Class)	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Capital Appreciation Fund (Class 1/JICPX)	\$92	0.79%

## Management's Discussion of Fund Performance

### SUMMARY OF RESULTS

Capital Appreciation Fund (Class 1/JICPX) returned 32.71% for the year ended August 31, 2024. Equities posted solid results driven by better-than-expected earnings across a broad swath of the market. Market influences included an end to the U.S. Federal Reserve (Fed) interest rate hikes and expectations for lower rates going forward. Further, continued progress on inflation moving towards the Fed target and positive resiliency in the U.S. economy resulted in strong GDP growth.

### TOP PERFORMANCE CONTRIBUTORS

**Information technology** | In the information technology sector, accelerated spending on new computing power and AI applications fueled significant gains for several of our holdings including NVIDIA Corp. and Broadcom, Inc.

**Health care** | Portfolio holdings Eli Lilly & Company and Novo Nordisk A/S contributed to performance during the period. A new generation of weight-loss drugs originally targeting diabetes that are manufactured by these companies exhibited strong earnings as growing data-driven evidence indicated the pharmaceuticals also help treat heart, kidney, liver and obesity diseases.

**Consumer staples** | Costco Wholesale Corp. posted strong earnings and membership growth as the company continues to drive demand through its pricing strategy thereby holding a competitive advantage in the market.

### TOP PERFORMANCE DETRACTORS

**Inflated prices of goods and services forced consumers to tighten their budgets** | This led to several of our consumer discretionary positions losing value, including shares in LVMH Moet Hennessy Louis Vuitton SE and Nike, Inc. which were both sold off during the period.

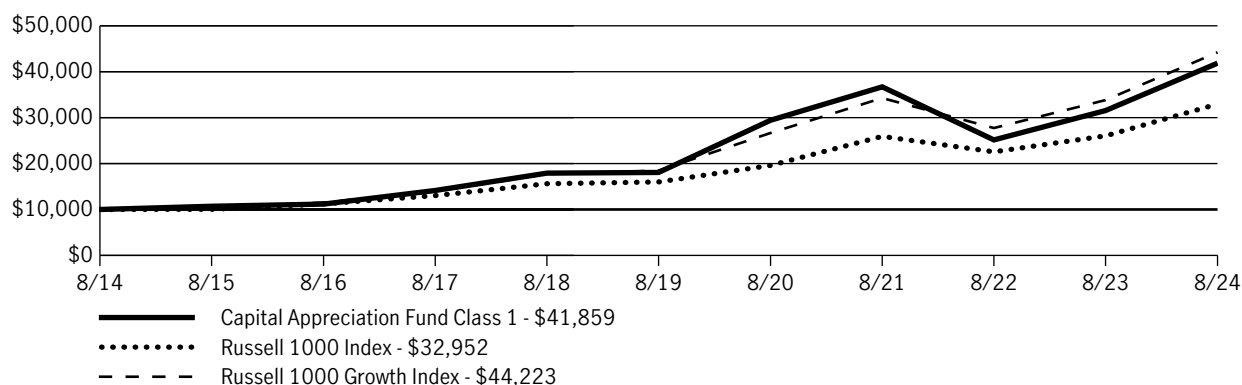
**Airbnb, Inc.** | Our holding in this position detracted from fund performance.

The views expressed in this report are exclusively those of the portfolio management team at Jennison Associates LLC, and are subject to change. They are not meant as investment advice.

## Fund Performance

The following graph compares the initial and subsequent account values at the end of each of the most recently completed 10 fiscal years of the fund (or for the life of the fund, if shorter). It assumes a \$10,000 initial investment in the fund and in an appropriate, broad-based securities market index for the same period.

### GROWTH OF \$10,000



AVERAGE ANNUAL TOTAL RETURN	1 Year	5 Years	10 Years
Capital Appreciation Fund (Class 1/JICPX)	32.71%	18.30%	15.39%
Russell 1000 Index	26.60%	15.55%	12.66%
Russell 1000 Growth Index	30.75%	19.08%	16.03%

*The fund has designated Russell 1000 Index as its broad-based securities market index in accordance with the revised definition for such an index.*

**Performance figures assume all distributions have been reinvested and reflect the beneficial effect of any expense reductions. Past performance does not guarantee future results. 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. The graph and table do not reflect the deduction of taxes that a shareholder would pay on fund distributions or redemption of fund shares. It is not possible to invest directly in an index.**

## Fund Statistics

Fund net assets	\$1,729,689,245
Total number of portfolio holdings	53
Total advisory fees paid (net)	\$11,368,245
Portfolio turnover rate	34%

## Graphical Representation of Holdings

The tables below show the investment makeup of the fund, representing percentage of the total net assets of the fund.

TOP TEN HOLDINGS		SECTOR COMPOSITION	
NVIDIA Corp.	8.8%	Information technology	38.8%
Microsoft Corp.	7.5%	Consumer discretionary	16.8%
Amazon.com, Inc.	7.5%	Communication services	16.1%
Apple, Inc.	5.8%	Health care	11.9%
Meta Platforms, Inc., Class A	5.1%	Financials	8.7%
Broadcom, Inc.	4.7%	Industrials	4.4%
Eli Lilly & Company	4.6%	Consumer staples	3.1%
Netflix, Inc.	3.9%	Short-term investments and other	0.2%
Mastercard, Inc., Class A	2.5%		
Visa, Inc., Class A	2.3%		

Holdings may not have been held by the fund for the entire period and are subject to change without notice. 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 and may change at any time.

*The fund is subject to various risks as described in the fund's prospectuses. For more information, please refer to the "Principal risks" section of the prospectuses.*

### Availability of Additional Information



At [jhinvestments.com/underlying-funds](https://jhinvestments.com/underlying-funds), you can find additional information about the fund, including the fund's:

- Prospectus
- Financial information
- Fund holdings
- Proxy voting information

**This report is for the information of the shareholders in this fund. It is not authorized for distribution to prospective investors unless preceded or accompanied by the fund's prospectus.**

John Hancock Investment Management Distributors LLC, Member FINRA, SIPC 200 Berkeley Street, Boston, MA 02116-5010, 800-225-5291, [jhinvestments.com](https://jhinvestments.com)  
Manulife, Manulife Investment Management, Stylized M Design, and Manulife Investment Management & Stylized M Design are trademarks of The Manufacturers Life Insurance Company and are used by it, and by its affiliates under license.

NOT FDIC INSURED. MAY LOSE VALUE. NO BANK GUARANTEE. NOT INSURED BY ANY GOVERNMENT AGENCY.

A company of  **Manulife** Investment Management