HANCOCK JOHN PATRIOT PREMIUM DIVIDEND FUND II
Form N-CSR
January 02, 2004

January 2, 2004

EDGAR

United States Securities and
Exchange Commission
Judiciary Plaza
450 Fifth Street, N.W.
Washington, D.C. 20549

Re: Form N-CSR

John Hancock Patriot Premium Dividend Fund II (the "Registrant")
File No. 811-05908

Ladies and Gentlemen:

Enclosed herewith for filing pursuant to the Investment Company Act of 1940 and the Securities Exchange Act of 1934 is the Registrant's Form N-CSR filing for the period ending October 31, 2003.

If you have any questions or comments regarding this filing, please contact the undersigned at (617) 375-1513.

Sincerely,

/s/Alfred P. Ouellette
Alfred P. Ouellette
Senior Attorney and Assistant Secretary

ITEM 1. REPORT TO STOCKHOLDERS.

John Hancock
Patriot
Premium
DIVIDEND FUND II

ANNUAL
REPORT

10.31.03

[LOGO] JOHN HANCOCK FUNDS

[A photo of Maureen Ford Goldfarb, Chairman and Chief Executive Officer, flush left next to first paragraph.]

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Dear Fellow Shareholders,

The stock market has made a strong recovery in 2003. Historically low interest rates, improving corporate earnings and government stimulus in the form of tax cuts gave investors hope that the economy would begin to strengthen, which it did. The markets move up began in April and the breadth of the rally was enormous. As a result, the major indexes were able to wipe out their first-quarter losses and post solid gains year-to-date through October 31. With technology leading the way, the tech-heavy Nasdaq Composite Index rose 45.22% through October, while the Dow Jones Industrial Average was up 19.82% and the Standard & Poors 500 Index returned 21.19%. With falling interest rates, bonds also did well, although they began to reverse course in July. High yield bonds led the pack, returning 24.23% through October, as measured by the Lehman Brothers High Yield Index.

In other news, we are pleased to inform you that on September 28, 2003, the Boards of Directors of Canada-based Manulife Financial Corporation and Boston-based John Hancock Financial Services, Inc., the parent company of John Hancock Funds, unanimously voted to merge the two companies.

Please be assured that the completion of the merger - anticipated to occur in the first half of 2004 - will have no effect on your investment in our John Hancock mutual funds. Your funds adviser and board of trustees will remain the same, as will your relationship with your financial adviser.

The merger is subject to customary closing conditions, including receipt of required regulatory approvals and approval by John Hancock stockholders. If you only own shares in a John Hancock mutual fund you are not affected and will not receive a proxy.

Additional information on this transaction is available on our Web site: www.jhfunds.com. If you have questions about the merger, you may also call 800-732-5543. Separately, for information about your investments in John Hancock funds, please contact your financial adviser or our Customer Service representatives at 800-225-5291.

Sincerely,

/s/Maureen Ford Goldfarb

Maureen Ford Goldfarb,
Chairman and Chief Executive Officer

This commentary reflects the chairmans views as of October 31, 2003. They are subject to change at any time.

YOUR FUND
AT A GLANCE

The Fund seeks to provide high current income, consistent with modest growth of capital, for holders of its common shares by investing in a diversified portfolio of dividend-paying preferred and common equity securities.

Over the last twelve months

[ ] Preferred stocks performed well as interest rates fell and Congress enacted a dividend tax cut.

[ ] Utility common stocks rallied strongly.

[ ] The Fund benefited from tax-advantaged dividend-paying preferred and common stocks.

[Bar chart with heading "John Hancock Patriot Premium Dividend Fund II". Under the heading is a note that reads "Fund performance for the year ended October 31, 2003." The chart is scaled in increments of 6% with 0% at the bottom and 24% at the top. The first bar represents the 21.24% total return for John Hancock Patriot Premium Dividend Fund II. A note below the chart reads "The total return for the Fund is at net asset value with all distributions reinvested."]

Top 10 issuers

4.4%	Bear Stearns Cos. Inc.
3.9%	Citigroup, Inc.
3.4%	Lehman Brothers Holdings, Inc.
3.0%	CH Energy Group, Inc.
2.8%	Energy East Corp.
2.7%	El Paso Tennessee Pipeline Co.
2.6%	DTE Energy Co.
2.5%	Puget Energy, Inc.
2.4%	Monongahela Power Co.
2.4%	NSTAR

As a percentage of net assets plus value of preferred shares on October 31, 2003.

BY GREGORY K. PHELPS and mark t. maloney, FOR THE PORTFOLIO MANAGEMENT TEAM

MANAGERS'
REPORT

John Hancock
Patriot Premium
Dividend Fund II

Preferred stocks performed well amid mostly favorable conditions during the 12-month period ended October 31, 2003. Much of what was behind the preferred stock rally was action by the Federal Reserve Board, which lowered interest rates on two separate occasions during the year. Also boosting preferred stocks was demand from income-seeking individual investors and income-oriented mutual funds looking for significantly higher yields than what companies paid on their bonds and common stocks. The yields on many preferred stocks - which generally ranged from 6% to 7% - continued to outstrip by a fairly wide margin the yields available on Treasury and corporate bonds, as well as the dividends paid on common stocks. Demand also strengthened in advance of, and in response to, President Bushs dividend tax-cut package, which greatly reduced the taxes that individuals pay on many stock dividends. A dramatic rise in interest rates and bond yields in the summer briefly tempered an otherwise favorable backdrop for fixed-income-oriented investments, including preferreds. But they regained some of their footing by the final months of the period when weaker-than-expected economic reports helped to cool inflation concerns.

"Preferred stocks performed well amid mostly favor- able conditions during the 12-month period ended October 31, 2003."

Utility common stocks - the Funds other area of emphasis - performed even better than preferreds, buoyed by a combination of utility companies ability to clean up their balance sheets and improve corporate earnings, and strong demand from investors seeking tax-advantaged dividend-paying stocks. Even the August electricity blackout that plagued cities from New York to Cleveland did not dim investors enthusiasm for the group. In

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[A photos' of Greg Phelps and Mark Maloney flush right next to first paragraph.]
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fact, the blackout helped underscore the need for better, expensive high-voltage transmission and distribution systems, which would be fostered by state regulatory bodies granting the utilities higher allowable rates of return.

FUND PERFORMANCE

For the 12 months ended October 31, 2003, John Hancock Patriot Premium Dividend Fund II returned 21.24% at net asset value. Over the same period, the average income and preferred stock closed-end fund returned 26.01%, according to Lipper, Inc. The Funds lag stemmed primarily from our focus on high- quality investments; lower-quality junk names soared during the year in response to better-than-expected corporate earnings, fewer corporate defaults and a reduction in the rate of corporate credit downgrades. Meanwhile, the Standard & Poors 500 Index, a broad measure of the overall stock market, returned 20.79% and the Dow Jones Utility Average, which tracks the performance of 15 electric and natural gas utilities, returned 33.34%.

OIL & GAS SHINES

Preferred stocks paying tax-advantaged dividends were some of the Funds best performers during the period. In particular, some of our best-performing and largest holdings in the category were oil and natural gas companies such as Anadarko Petroleum and Devon Energy which, along with strong investor demand, were helped by relatively high energy prices and favorable energy supply/demand conditions. In the electric utility segment of the tax- advantaged preferred group, our winners included Boston Edison and Carolina Power & Light Co. They got an added boost from their call protection, meaning they had some measure of protection against being redeemed by their issuer before maturity. In the financial segment, our winners included J.P. Morgan Chase, which also benefited from an increase in the growth of its private banking business, as well as an increased market share in stock and bond underwriting. Our holdings in Bear Stearns also posted good gains, primarily due to its ability

"Preferred stocks paying tax-advantaged dividends were some of the Funds best performers during the period."

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[Table at top left-hand side of page entitled "Top five industry groups1." The first listing is Utilities 61%, the second is Broker services 8%, the third Finance 7%, the fourth Banks-United States 6%, and the fifth Oil & gas 6%.]

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to avoid scandals and produce financial results that met or exceed expectations.

In the utility common stock portion of the Fund, our best performers included Alliant Energy, Northeast Utilities and Dominion Resources. Alliant benefited from its back-to-basics approach and improved balance sheet. Dominion was helped by its increasingly valued oil and gas reserves and natural gas pipeline and storage assets. Investors rewarded Northeast in large measure because of its above-average dividend growth and its attractive service area, which boasts higher-than-average growth in electric usage.

In contrast, our common stock holdings in Aquila Inc. proved disappointing. Investors punished the stock because the company made an ill-timed foray into energy/merchant trading, which forced it to take write downs and reduce dividends. That said, we believe that the companys efforts to return to its regulated electric and gas roots and reduce debt will help to restore its financial health over time.

[Pie chart in middle of page with heading "Portfolio diversification1" The chart is divided into three sections (from top to left): Preferred stocks 66%, Common stocks 29%, and Short-term investments & other 5%.]

OUTLOOK

For the balance of 2003, we remain optimistic about the outlook for preferred and utility common stocks. Much of our optimism stems from our macroeconomic outlook, which calls for a slowly recovering economy coupled with sustained low interest rates, which should continue to prompt strong demand for relatively high-yielding preferred and utility common stocks. Were also heartened by the fact that dividend tax relief could help boost demand for many stocks that pay high dividends, not only in the short term but also over the next decade or so as more

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[Table at top of page entitled "SCORECARD". The header for the left column is "INVESTMENT" and the header for the right column is "RECENT PERFORMANCE...AND WHAT'S BEHIND THE NUMBERS." The first listing is Northeast Utilities followed by an up arrow with the phrase "Strong demand for tax-advantage stocks." The second listing is J.P. Morgan Chase followed by an up arrow with the phrase "Uptick in high-net-worth clients/security underwriting." The third listing is Aquila, Inc. followed by a down arrow with the phrase "Reduction in dividend/credit ratings."]

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aging Americans increasingly seek out income-oriented investment options. Utility common stocks have other factors going for them as well, including the potential for more stable credit ratings, attractive valuations and the possible elimination of an anachronistic law limiting utility mergers.

This commentary reflects the views of the portfolio management team through the end of the Funds period discussed in this report. The teams statements reflect its own opinions. As such, they are in no way guarantees of future events, and are not intended to be used as investment advice or a recommendation regarding any specific security. They are also subject to change at any time as market and other conditions warrant.

The Fund normally will invest more than 65% of its managed assets in securities of companies in the utilities industry. Such an investment concentration makes the Fund more susceptible than a broader diversified fund to factors adversely affecting the utilities industry. Sector investing is subject to greater risks than the market as a whole.

1 As a percentage of the Funds portfolio on October 31, 2003.

FINANCIAL STATEMENTS

This schedule is divided into three main categories: preferred stocks, common stocks and short-term investments. The stocks are further broken down by industry group. Short-term investments, which represent the Funds cash position, are listed last.

FUND'S
INVESTMENTS

Securities owned by the Fund on October 31, 2003

SHARES	ISSUER, DESCRIPTION
PREFERRED STOCKS 105.83%	
(Cost $173,095,623)	
Agricultural Operations 1.93%	
44,250	Ocean Spray Cranberries, Inc., 6.25% (R)
Banks - Foreign 2.96%	
206,000	Royal Bank of Scotland Group Plc, 5.75%, Ser B (United Kingdom)
Banks - United States 10.30%	
93,800	FleetBoston Financial Corp., 6.75%, Depositary Shares, Ser VI
93,900	HSBC USA, Inc., $2.8575
100,000	J.P. Morgan Chase & Co., 6.625%, Depositary Shares, Ser H
60,000	J.P. Morgan Chase Capital XI, 5.875%
Broker Services 13.50%	
50,650	Bear Stearns Cos., Inc., 5.49%, Ser G
95,300	Bear Stearns Cos., Inc., 5.72%, Ser F
84,000	Bear Stearns Cos., Inc., 6.15%, Ser E
124,800	Lehman Brothers Holdings, Inc., 5.67%, Depositary Shares, Ser D
53,000	Lehman Brothers Holdings, Inc., 5.94%, Ser C
52,300	Merrill Lynch & Co., Inc., 9.00%, Depositary Shares, Ser A
Finance 11.08%	
96,000	Citigroup, Inc., 6.213%, Ser G
64,500	Citigroup, Inc., 6.231%, Depositary Shares, Ser H
28,500	Citigroup, Inc., 6.365%, Depositary Shares, Ser F
118,300	Morgan Stanley Capital Trust V, 5.75%
92,000	SLM Corp., 6.97%, Ser A
Insurance 0.94%	
62,500	ING Groep N.V., 6.20%
Leasing Companies 0.97%	
80,600	AMERCO, 8.50%, Ser A
Media 1.21%	
79,300	Shaw Communications, Inc., 8.50% (Canada)

See notes to
financial statements.

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SHARES	ISSUER, DESCRIPTION
Oil & Gas 10.28%	
47,700	Anadarko Petroleum Corp., 5.46%, Depositary Shares
51,500	Apache Corp., 5.68%, Depositary Shares, Ser B
50,645	Devon Energy Corp., 6.49%, Ser A
80,000	Nexen, Inc., 7.35% (Canada)
Telecommunications 0.88%	
50,000 Touch America Holdings, Inc.,	$6.875*
Utilities 51.78%	
229,475	Alabama Power Co., 5.20%
30,000	Baltimore Gas & Electric Co., 6.99%, Ser 1995
19,450	Baltimore Gas & Electric Co., 6.70%, Ser 1993
67,342	Boston Edison Co., 4.78%
41,151	Carolina Power & Light Co., $4.20
9,960	Carolina Power & Light Co., $5.44
165,000	Coastal Finance I, 8.375%
13,109	Conectiv Inc., 3.70%
186,000	El Paso Tennessee Pipeline Co., 8.25%, Ser A
180,700	Energy East Capital Trust I, 8.25%
33,000	Florida Power & Light Co., 6.75%, Ser U
52,000	Hawaiian Electric Industries Capital Trust I, 8.36%
14,000	Idaho Power Co., 7.07%
24,931	Monongahela Power Co., $6.28, Ser D
55,500	Monongahela Power Co., $7.73, Ser L
12,600	PPL Electric Utilities Corp., 4.40%
49,260	PSI Energy, Inc., 6.875%
47,998	Public Service Electric & Gas Co., 6.92%
141,511	Puget Energy, Inc., 7.45%, Ser II
200,986	Sierra Pacific Power Co., 7.80%, Ser 1 (Class A)
55,000	South Carolina Electric & Gas Co., 6.52%
40,000	Southern Union Co., 7.55%
2,638	Virginia Electric & Power Co., $4.80
35,000	Virginia Electric & Power Co., $6.98
10,000	Virginia Electric & Power Co., $7.05
35,528	Wisconsin Public Service Corp., 6.76%
8,610	Xcel Energy, Inc., $4.08, Ser B
8,470	Xcel Energy, Inc., $4.11, Ser D
7,500	Xcel Energy, Inc., $4.16, Ser E

COMMON STOCKS 45.79%

(Cost $83,014,761)

Telecommunications 0.00%	
57,000	Touch America Holdings, Inc.*

See notes
financial

SHARES	ISSUER, DESCRIPTION
Utilities 45.79%	
199,900	Alliant Energy Corp.
247,500	Aquila, Inc.
182,700	CH Energy Group, Inc.
79,700	Dominion Resources, Inc.
100,000	DPL, Inc.
183,500	DTE Energy Co.
90,000	Duke Energy Corp.
325,000	Energy East Corp.
166,000	KeySpan Corp.
44,000	NiSource, Inc.
255,100	Northeast Utilities
135,000	NSTAR
134,632	OGE Energy Corp.
44,500	Peoples Energy Corp.
69,000	Progress Energy, Inc.
176,250	Progress Energy, Inc. (Contingent Value Obligation)* (A)
130,400	Puget Energy, Inc.
369,000	Sierra Pacific Resources*
196,750	TECO Energy, Inc.
52,400	WPS Resources Corp.
228,000	Xcel Energy, Inc.

ISSUER, MATURITY DATE	INTEREST RATE	CREDIT RATING**	PAR VALUE (000S OMITTED)	
SHORT-TERM INVESTMENTS 10.46%				
(Cost $17,290,212)				
Commercial Paper 10.46%				
ChevronTexaco Corp., 11-30-03	0.82%	A-1+	$17,291	
TOTAL INVESTMENTS 162.08%				
OTHER ASSETS AND LIABILITIES, NET (62.08%)				(

TOTAL NET ASSETS 100.00%

* Non-income-producing security.

** Credit ratings are unaudited and rated by Standard & Poors.

(A) This security is valued in good faith under procedures established by the Board of Trustees.

(R) 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 transaction exempt from registration. Rule 144A securities amounted to $3,197,063 or 1.93% of net assets as of October 31, 2003. Parenthetical disclosure of a foreign country in the security description represents country of a foreign issuer. The percentage shown for each investment category is the total value of that category as a percentage of the net assets of the Fund.

See notes to financial statements.

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FINANCIAL STATEMENTS

ASSETS AND LIABILITIES

October 31, 2003

This Statement of Assets and Liabilities is the Funds balance sheet. It shows the value of what the Fund owns, is due and owes. You'll also find the net asset value for each common share.

ASSETS	
Investments at value (cost $273,400,596)	$267,987,647
Cash	921
Dividends receivable	845,192
Other assets	54,106
Total assets	268,887,866

LIABILITIES	
Payable for investments purchased	2,046,875
Common shares dividend payable	977,599
Payable to affiliates	
Management fee	336,778
Other	39,467
Other payables and accrued expenses	108,299
Total liabilities	3,509,018

Dutch Auction Rate Transferrable Securities preferred shares (DARTS) Series A, at value, unlimited number of shares of beneficial interest authorized with no par value, 500 shares issued, liquidation preference of $100,000 per share	50,023,744
DARTS Series B, at value, unlimited number of shares of beneficial interest authorized with no par value, 500 shares issued, liquidation preference of $100,000 per share	50,013,500

NET ASSETS

Common shares capital paid-in	168,356,100
Accumulated net realized loss on investments	(564,685)
Net unrealized depreciation of investments	(5,412,949)
Accumulated net investment income	2,963,138
Net assets applicable to common shares	$165,341,604

NET ASSET VALUE PER COMMON SHARE

Based on 15,039,985 shares of beneficial interest outstanding - unlimited number of shares authorized with no par value	$10.99

See notes to financial statements.

FINANCIAL STATEMENTS

OPERATIONS

For the year ended
October 31, 2003

This Statement of Operations summarizes the Funds investment income earned and expenses incurred in operating the Fund. It also shows net gains (losses) for the period stated.

INVESTMENT INCOME

Dividends	$15,987,516
Interest	74,155
Total investment income	16,061,671

EXPENSES

Investment management fee	2,077,534
DARTS auction fee	268,489
Administration fee	254,970
Federal excise tax	93,891
Auditing fee	55,833
Custodian fee	50,623
Printing	41,265
Transfer agent fee	39,131
Registration and filing fee	33,325
Miscellaneous	26,912
Trustees fee	17,390
Legal fee	3,813
Interest	2,214
Total expenses	2,965,390
Net investment income	13,096,281
REALIZED AND UNREALIZED GAIN (LOSS)	
Net realized loss on investments	(21,584)
Change in net unrealized appreciation (depreciation) of investments	18,227,481
Net realized and unrealized gain	18,205,897
Distributions to DARTS Series A	(637,770)
Distributions to DARTS Series B	(622,590)
Increase in net assets from operations	$30,041,818

See notes to
financial statements.

FINANCIAL STATEMENTS

CHANGES IN NET ASSETS

These Statements of Changes in Net Assets show how the value of the Funds net assets has changed during the last two periods. The difference reflects earnings less expenses, any investment gains and losses, distributions, if any, paid to shareholders and any increase due to the sales of common shares.

	YEAR ENDED 10-31-02	YEAR ENDED 10-31-03
INCREASE IN NET ASSETS		

From operations		
Net investment income	$14,788,081	$13,096,281
Net realized loss	(535,880)	(21,584)
Change in net unrealized appreciation (depreciation)	(31,436,761)	18,227,481
Distributions to DARTS Series A and B	(1,765,801)	(1,260,360)
Increase (decrease) in net assets resulting from operations	(18,950,361)	30,041,818
Distributions to common shareholders		
From net investment income	(11,701,834)	(15,322,365)
From Fund share transactions	-	372,565
NET ASSETS APPLICABLE TO COMMON SHARES		
Beginning of period	180,901,781	150,249,586
End of period1	$150,249,586	$165,341,604

1 Includes accumulated net investment income of $6,354,978 and $2,963,138, respectively.

See notes to financial statements.

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FINANCIAL HIGHLIGHTS

FINANCIAL HIGHLIGHTS

COMMON SHARES

The Financial Highlights show how the Funds net asset value for a share has changed since the end of the previous period.

PERIOD ENDED	10-31-99	10-31-00	10-31-01	10-
PER SHARE OPERATING PERFORMANCE				
Net asset value, beginning of period	$13.23	$12.09	$12.24	$
Net investment income1	1.07	1.06	1.05	

Net realized and unrealized gain (loss) on investments	(1.10)	0.21	(0.20)	
Distributions to DARTS Series A and B	(0.26)	(0.31)	(0.25)	
Total from investment operations	(0.29)	0.96	0.60	
Less distributions to common shareholders				
From net investment income	(0.85)	(0.81)	(0.78)	
Net asset value, end of period	$12.09	$12.24	$12.06	$
Per share market value, end of period	$9.75	$10.13	$10.93	
Total return at market value2 (%)	(13.16)	12.56	15.22	
RATIOS AND SUPPLEMENTAL DATA				
Net assets applicable to common shares, end of period (in millions)	$181	$184	$181	
Ratio of expenses to average net assets3 (%)	1.74	1.85	1.78	
Ratio of net investment income to average net assets4 (%)	8.29	9.13	8.46	
Portfolio turnover (%)	26	18	27	
SENIOR SECURITIES				
Total DARTS Series A outstanding (in millions)	$50	$50	$50	
Total DARTS Series B outstanding (in millions)	$50	$50	$50	
Involuntary liquidation preference DARTS Series A per unit (in thousands)	$100	$100	$100	
Involuntary liquidation preference DARTS Series B per unit (in thousands)	$100	$100	$100	
Approximate market value per unit (in thousands)	$100	$100	$100	
Asset coverage per unit5	$286,177	$283,629	$283,166	$24

1 Based on the average of the shares outstanding.
2 Assumes dividend reinvestment.
3 Ratios calculated on the basis of expenses relative to the average net assets for common shares. Without the exclusion of preferred shares, the ratio of expenses would have been 1.14%, 1.17%, 1.16%, 1.20% and 1.16%, respectively.
4 Ratios calculated on the basis of net investment income relative to the average net assets for common shares. Without the exclusion of preferred shares, the ratio of net investment income would have been 5.46%, 5.80%, 5.50%, 5.46% and 5.14%, respectively.

5 Calculated by subtracting the Funds total liabilities from the Funds total assets and dividing such amount by the number of DARTS outstanding as of the applicable 1940 Act Evaluation Date, which may differ from the financial reporting date.

See notes to financial statements.

NOTES TO STATEMENTS

NOTE A
Accounting policies

John Hancock Patriot Premium Dividend Fund II (the Fund) is a diversified closed-end management investment company registered under the Investment Company Act of 1940.

Significant accounting policies of the Fund are as follows:

Valuation of investments

Securities in the Funds portfolio are valued on the basis of market quotations, valuations provided by independent pricing services or at fair value as determined in good faith in accordance with procedures approved by the Trustees. Short-term debt investments maturing within 60 days are valued at amortized cost, which approximates market value. The Fund determines the net asset value of the common shares each business day.

Investment transactions

Investment transactions are recorded as of the date of purchase, sale or maturity. Net realized gains and losses on sales of investments are determined on the identified cost basis.

Expenses

The majority of the expenses are directly identifiable to an individual fund. Expenses that are not readily identifiable to a specific fund are allocated in such a manner as deemed equitable, taking into consideration, among other things, the nature and type of expense and the relative sizes of the funds.

Federal income taxes

The Fund qualifies 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. The Fund paid $93,891 of federal excise due to calendar year distribution requirements. For federal income tax purposes, the Fund has $555,078 of a capital loss carryforward available, to the extent provided by regulations, to offset future net realized capital gains. To the extent that such carryforward is used by the Fund, no capital gain distributions will be made. The entire loss carryforward expires as follows: October 31, 2010 - $533,811 and October 31, 2011 - $21,267.

Dividends, interest and distributions

Dividend income on investment securities is recorded on the ex-dividend date or, in the case of some foreign securities, on the date thereafter when the Fund identifies the dividend. Interest income on investment securities is recorded on the accrual basis. Foreign income may be subject to foreign withholding taxes, which are accrued as applicable.

The Fund records distributions to common and preferred shareholders from net investment income and realized gains on the ex-dividend date. During the year ended October 31, 2003, the tax character of distributions paid was as follows: ordinary income $16,582,725.

As of October 31, 2003, the components of distributable earnings on a tax basis included $4,016,395 of undistributed ordinary income.

Such distributions to common shareholders, and distributable earnings, on a tax basis, are determined in conformity with income tax regulations, which may differ from accounting principles generally accepted in the United States of America. Distributions in excess of tax basis earnings and profits, if any, are reported in the Funds financial statements as a return of capital.

Use of estimates The preparation of these financial statements, in accordance with accounting principles generally accepted in the United States of America, incorporates estimates made by management in determining the reported amount of assets, liabilities, revenues and expenses of the Fund. Actual results could differ from these estimates.

NOTE B
Management fee and transactions with affiliates and others

The Fund has an investment management contract with John Hancock Advisers, LLC (the Adviser), a wholly owned subsidiary of The Berkeley Financial Group, LLC. Under the investment management contract, the Fund pays a monthly management fee to the Adviser at an annual rate of 0.50% of the Funds average weekly net assets and the value attributable to the DARTS, plus 5.00% of the Funds weekly gross income. The Advisers total fee is limited to a maximum amount equal to 1.00% annually of the Funds average weekly net assets and the value attributable to the DARTS. For the year ended October 31, 2003, the advisory fee incurred did not exceed the maximum advisory fee allowed.

The Fund has an administrative agreement with the Adviser under which the Adviser oversees the custodial, auditing, valuation, accounting, legal, stock transfer and dividend disbursing services and maintains Fund communications with the shareholders. The Fund pays the Adviser a monthly administration fee at an annual rate of 0.10% of the Funds average weekly net assets and the value attributable to the preferred shares.

Ms. Maureen Ford Goldfarb and Mr. John M. DeCiccio are directors and/or officers of the Adviser and/or its affiliates, as well as Trustees of the Fund. The compensation of unaffiliated Trustees is borne by the Fund. The unaffiliated Trustees may elect to defer for tax purposes their receipt of this compensation under the John Hancock Group of Funds Deferred Compen- sation Plan. The Fund makes investments into other John Hancock funds, as applicable, to cover its liability for the deferred compensation. Investments to cover the Funds deferred compensation liability are recorded on the Funds books as an other asset. The deferred compensation liability and the related other asset are always equal and are marked to market on a periodic basis to reflect any income earned by the investments as well as any unrealized gains or losses. The Deferred Compen- sation Plan investments had no impact on the operations of the Fund.

NOTE C

Fund share transactions

Common shares

This listing illustrates dividend reinvestments, the reclassification of the Funds capital accounts and the number of common shares outstanding at the beginning and end of the last two periods, along with the corresponding dollar value.

	YEAR ENDED 10-31-02		YEAR ENDED 1	
	SHARES	AMOUNT	SHARES	
Beginning of period	15,002,724	$168,272,712	15,002,724	$168,
Distributions reinvested	-	-	37,261	
Reclassification of capital accounts	-	(194,311)	-	
End of period	15,002,724	$168,078,401	15,039,985	$168,

Dutch Auction Rate Transferable Securities preferred shares Series A and Series B

The Fund issued Dutch Auction Rate Transferable Securities preferred shares (DARTS), 598 shares of Series A and 598 shares of Series B, in a public offering. The underwriting discount was recorded as a reduction of the capital of common shares. During the year ended October 31, 1990, the Fund retired 98 shares of DARTS from both Series A and Series B.

Dividends on the DARTS, which accrue daily, are cumulative at a rate that was established at the offering of the DARTS and has been reset every 49 days thereafter by an auction. Dividend rates on DARTS Series A ranged from 0.95% to 1.76% and on Series B from 0.93% to 1.85%, during the year ended October 31, 2003. Accrued dividends on DARTS are included in the value of DARTS on the Funds statement of assets and liabilities.

The DARTS are redeemable at the option of the Fund, at a redemption price equal to $100,000 per share, plus accumulated and unpaid dividends on any dividend payment date. The DARTS are also subject to mandatory redemption at a redemption price equal to $100,000 per share, plus accumulated and unpaid dividends, if the Fund is in default on its asset coverage requirements with respect to the DARTS, as defined in the Funds by-laws. If the dividends on the DARTS shall remain unpaid in an amount equal to two full years dividends, the holders of the DARTS, as a class, have the right to elect a majority of the Board of Trustees. In general, the holders of the DARTS and the common shareholders have equal voting rights of one vote per share, except that the holders of the DARTS, as a class, vote to elect two members of the Board of Trustees, and separate class votes are required on certain matters that affect the respective interests of the DARTS and common shareholders.

NOTE D
Investment
transactions

Purchases and proceeds from sales and maturities of securities, other than short-term securities and obligations of the U.S. government, during the year ended October 31, 2003, aggregated $23,323,329 and $39,128,979, respectively. The cost of invest- ments owned on October 31, 2003, including short-term investments, for federal income tax purposes was $273,410,152. Gross unrealized appreciation and depreciation of investments aggregated $20,537,538 and $25,960,043, respectively, resulting in net unrealized depreciation of $5,422,505. The difference between book basis and tax basis net unrealized depreciation of investments is attributable primarily to the tax deferral of losses on certain sales of securities.

NOTE E

Reclassification of accounts

During the year ended October 31, 2003, the Fund reclassified amounts to reflect a decrease in accumulated net realized loss on investments of $262, an increase in accumulated net investment income of $94,604 and a decrease in capital paid-in of $94,866. This represents the amount necessary to report these balances on a tax basis, excluding certain temporary differences, as of October 31, 2003. Additional adjustments may be needed in subsequent reporting periods. These reclassifications, which have no impact on the net asset value of the Fund, are primarily attributable to certain differences in the computation of distributable income and capital gains under federal tax rules versus accounting principles generally accepted in the United States of America and book and tax differences in accounting for deferred compensation and federal excise tax. The calculation of net investment income per share in the Funds Financial Highlights excludes these adjustments.

AUDITORS
REPORT

Report of
Deloitte & Touche LLP,
Independent Auditors

To The Board of Trustees and Shareholders of John Hancock Patriot Premium Dividend Fund II,

We have audited the accompanying statement of assets and liabilities of John Hancock Patriot Premium Dividend Fund II (the Fund) including the schedule of investments, as of October 31, 2003, and the related statement of operations for the year then ended, the statement of changes in 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. These financial statements and financial highlights are the responsibility of the Funds management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned at October 31, 2003, by correspondence with the custodian and brokers, where replies were not received from brokers, we performed other auditing procedures. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, such financial statements and financial highlights present fairly, in all material respects, the financial position of the Fund at October 31, 2003, the results of its operations, the changes in its net assets and its financial highlights for the respective stated periods, in conformity with accounting principles generally accepted in the United States of America.

DELOITTE & TOUCHE LLP
Boston, Massachusetts
December 5, 2003

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 October 31, 2003.

With respect to the ordinary dividends paid by the Fund for the fiscal year ended October 31, 2003, 100.00% of the dividends qualify for the corporate dividends-received deduction.

The Fund hereby designates 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. This amount will be reflected on Form 1099-DIV for the calendar year 2003.

Shareholders will be mailed a 2003 U.S. Treasury Department Form 1099-DIV in January 2004. This will reflect the total of all distributions that are taxable for the calendar year 2003.

INVESTMENT OBJECTIVE AND POLICY

The Funds investment objective is to provide high current income consistent with modest growth of capital for holders of its common shares of beneficial interest. The Fund will pursue its objective by investing in a diversified portfolio of dividend paying preferred and common stocks.

The Funds non-fundamental investment policy, with respect to the quality of ratings of its portfolio investments, was changed by a vote of the Funds Trustees on September 13, 1994. This policy, which became effective October 15, 1994, stipulates that preferred stocks and debt obligations in which the Fund will invest will be rated investment-grade (at least BBB by S&P or Baa by Moodys) at the time of investment or will be preferred stocks of issuers of investment-grade senior debt, some of which may have speculative characteristics, or, if not rated, will be of comparable quality as determined by the Adviser. The Fund will invest in common stocks of issuers whose senior debt is rated investment-grade or, in the case of issuers that have no rated senior debt outstanding, whose senior debt is considered by the Adviser to be of comparable quality. This policy supersedes the requirement that at least 80% of the Funds total assets consist of preferred stocks and debt obligations rated A or higher and dividend-paying common stocks whose issuers have senior debt rated A or higher.

On November 20, 2001, the Funds Trustees approved the following investment policy investment restriction change, effective December 15, 2001. Under normal circumstances the Fund will invest at least 80% of its assets in dividend-paying securities. The Assets are defined as net assets including the liquidation preference amount of the DARTS plus borrowings for investment purposes. The Fund will notify shareholders at least 60 days prior to any change in this 80% investment policy.

DIVIDEND REINVESTMENT PLAN

The Fund offers its shareholders a Dividend Reinvestment Plan (the Plan), which offers the opportunity to earn compounded yields. Each holder of common shares may elect to have all distributions of dividends and capital gains reinvested by Mellon Investor Services, as plan agent for the common shareholders (the Plan Agent). Holders of common shares who do not elect to participate in the Plan will receive all distributions in cash, paid by check mailed directly to the shareholder of record (or, if the common shares are held in street or other nominee name, then to the nominee) by the Plan Agent, as dividend disbursing agent.

Shareholders may join the Plan by filling out and mailing an authorization card, by notifying the Plan Agent by telephone, or by visiting the Plan Agents Web site at www.melloninvestor.com. Shareholders must indicate an election to reinvest all or a portion of dividend payments. If received in proper form by the Plan Agent before the record date of a dividend, the election will be effective with respect to all dividends paid after such record date. Shareholders whose shares are held in the name of a broker or nominee should contact the broker or nominee to determine whether and how they may participate in the Plan.

If the Fund declares a dividend payable either in common shares or in cash, nonparticipants will receive cash and participants in the Plan will receive the equivalent in common shares. If the market price of the common shares on the payment date of the dividend is equal to or exceeds their net asset value as determined on the payment date, participants will be issued common shares (out of authorized but unissued shares) at a value equal to the higher of net asset value or 95% of the market price. If the net asset value exceeds the market price of

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the common shares at such time, or if the Board of Trustees declares a dividend payable only in cash, the Plan Agent will, as agent for Plan participants, buy shares in the open market, on the New York Stock Exchange or elsewhere, for the participants accounts. Such purchases will be made promptly after the payable date for such dividend and, in any event, prior to the next ex-dividend date after such date, except where necessary to comply with federal securities laws. If, before the Plan Agent has completed its purchases, the market price exceeds the net asset value of the common shares, the average per share purchase price paid by the Plan Agent may exceed the net asset value of the common shares, resulting in the acquisition of fewer shares than if the dividend had been paid in shares issued by the Fund.

Each participant will pay a pro rata share of brokerage commissions incurred with respect to the Plan Agents open market purchases in connection with the reinvestment of dividends and distributions. In each case, the cost per share of the shares purchased for each participants account will be the average cost, including brokerage commissions, of any shares purchased on the open market plus the cost of any shares issued by the Fund. There will be no brokerage charges with respect to common shares issued directly by the Fund. There are no other charges to participants for reinvesting dividends or capital gain distributions.

Participants in the Plan may withdraw from the Plan at any time by contacting the Plan Agent by telephone, in writing or by visiting the Plan Agents Web site at www.melloninvestor.com. Such withdrawal will be effective immediately if received not less than ten days prior to a dividend record date; otherwise, it will be effective for all subsequent dividend record dates. When a participant withdraws from the Plan or upon termination of the Plan, as provided below, certificates for whole common shares credited to his or her account under the Plan will be issued and a cash payment will be made for any fraction of a share credited to such account.

The Plan Agent maintains each shareholders account in the Plan and furnishes monthly written confirmations of all transactions in the accounts, including information needed by the shareholders for personal and tax records. The Plan Agent will hold common shares in the account of each Plan participant in noncertificated form in the name of the participant. Proxy material relating to the shareholders meetings of the Fund will include those shares purchased as well as shares held pursuant to the Plan.

The reinvestment of dividends and distributions will not relieve participants of any federal income tax that may be payable or required to be withheld on such dividends or distributions. Participants under the Plan will receive tax information annually. The amount of dividend to be reported on 1099-DIV should be (1) in the case of shares issued by the Fund, the fair market value of such shares on the dividend payment date and (2) in the case of shares purchased by the Plan Agent in the open market, the amount of cash used by the Plan Agent to purchase shares in the open market, including the amount of cash allocated to brokerage commissions paid on such purchases.

Experience under the Plan may indicate that changes are desirable. Accordingly, the Fund reserves the right to amend or terminate the Plan as applied to any dividend or distribution paid subsequent to written notice of the change sent to all shareholders of the Fund at least 90 days before the record date for the dividend or distribution. The Plan may be amended or terminated by the Plan Agent after at least 90 days written notice to all shareholders of

the Fund. All correspondence or additional information concerning the Plan should be directed to the Plan Agent, Mellon Bank, N.A., c/o Mellon Investor Services, P.O. Box 3338, South Hackensack, NJ 07606-1938 (telephone 1-800-852-0218).

SHAREHOLDER COMMUNICATION AND ASSISTANCE

If you have any questions concerning the Fund, we will be pleased to assist you.

If you hold shares in your own name and not with a brokerage firm, please address all notices, correspondence, questions or other communications regarding the Fund to the transfer agent at:

Mellon Investor Services
85 Challenger Road
Overpeck Centre
Ridgefield Park, NJ 07660
Telephone 1-800-852-0218

If your shares are held with a brokerage firm, you should contact that firm, bank or other nominee for assistance.

SHAREHOLDER MEETINGS

In November 2002, the Board of Trustees adopted several amendments to the Funds by-laws, including provisions relating to the calling of a special meeting and requiring advance notice of shareholder proposals or nominees for Trustee. The advance notice provisions in the by-laws require shareholders to notify the Fund in writing of any proposal which they intend to present at an annual meeting of shareholders, including any nominations for Trustee, between 90 and 120 days prior to the first anniversary of the mailing date of the notice from the prior years annual meeting of shareholders. The notification must be in the form prescribed by the by-laws. The advance notice provisions provide the Fund and its Trustees with the opportunity to thoughtfully consider and address the matters proposed before the Fund prepares and mails its proxy statement to shareholders. Other amendments set forth the procedures that must be followed in order for a shareholder to call a special meeting of shareholders. Please contact the Secretary of the Fund for additional information about the advance notice requirements or the other amendments to the by-laws.

On March 20, 2003, the Annual Meeting of the Fund was held to elect four Trustees and to ratify the actions of the Trustees in selecting independent auditors for the Fund.

Proxies covering 14,343,793 shares of beneficial interest were voted at the meeting. The common shareholders elected the following Trustees to serve until their respective successors are duly elected and qualified, with the votes tabulated as follows:

	FOR	WITHHELD AUTHORITY
Maureen Ford Goldfarb	14,176,535	166,517
Charles L. Ladner	14,122,075	220,977
Dr. John A. Moore	14,117,897	225,155

The preferred shareholders elected Ronald R. Dion to serve until his respective successor is duly elected and qualified, with the votes tabulated as follows: 741 FOR and 0 WITHHELD AUTHORITY.

The common and preferred shareholders also ratified the Trustees selection of Deloitte & Touche LLP as the Funds independent auditors for the fiscal year ending October 31, 2004, with the votes tabulated as follows: 14,175,132 FOR, 94,861 AGAINST and 73,800 ABSTAINING.

TRUSTESS & 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, AGE PRINCIPAL OCCUPATION(S) AND OTHER DIRECTORSHIPS DURING PAST 5 YEARS	TRUSTEE OF FUND SINCE1	NUMBER OF JOHN HANCOCK FUNDS OVERSEEN BY TRUSTEE
James F. Carlin, Born: 1940	1989	30
Director and Treasurer, Alpha Analytical Inc. (analytical laboratory) (since 1985); Part Owner and Treasurer, Lawrence Carlin Insurance Agency, Inc. (since 1995); Part Owner and Vice President, Mone Lawrence Carlin Insurance Agency, Inc. (since 1996); Director and Treasurer, Rizzo Associates (until 2000); Chairman and CEO, Carlin Consolidated, Inc. (management/investments) (since 1987); Director and Partner, Proctor Carlin & Co., Inc. (until 1999); Trustee, Massachusetts Health and Education Tax Exempt Trust (since 1993); Director of the following: Uno Restaurant Corp. (until 2001), Arbella Mutual (insurance) (until 2000), HealthPlan Services, Inc. (until 1999), Flagship Healthcare, Inc. (until 1999), Carlin Insurance Agency, Inc. (until 1999); Chairman, Massachusetts Board of Higher Education (until 1999).		
William H. Cunningham, Born: 1944	1995	30
Former Chancellor, University of Texas System and former President of the University of Texas, Austin, Texas; Chairman and CEO, IBT Technologies (until 2001); Director of the following: The University of Texas Investment Management Company (until 2000), Hire.com (since 2000), STC Broadcasting, Inc. and Sunrise Television Corp. (until 2001), Symtx, Inc. (since 2001), Adorno/ Rogers Technology, Inc. (since 2001), Pinnacle Foods Corporation (since 2001), rateGenius (since 2001), LaQuinta Motor Inns, Inc. (hotel management company) (until 1998), Jefferson-Pilot Corporation (diversified life insurance company) (since 1985), New Century Equity Holdings (formerly Billing Concepts) (until 2001), eCertain (until 2001), ClassMap.com (until 2001), Agile Ventures (until 2001), LBJ Foundation (until 2000), Golfsmith International, Inc. (until 2000), Metamor Worldwide (until 2000), AskRed.com (until 2001), Southwest Airlines (since 2000) and Introgen (since 2000);		

Advisory Director, Q Investments (since 2000); Advisory Director, Chase Bank (formerly Texas Commerce Bank Austin) (since 1988), LIN Television (since 2002) and WilTel Communications (since 2002).

Ronald R. Dion, Born: 1946	1998	30

Chairman and Chief Executive Officer, R.M. Bradley & Co., Inc.; Director, The New England Council and Massachusetts Roundtable; Trustee, North Shore Medical Center; Director, BJs Wholesale Club, Inc. and a corporator of the Eastern Bank; Trustee, Emmanuel College.

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NAME, AGE PRINCIPAL OCCUPATION(S) AND OTHER DIRECTORSHIPS DURING PAST 5 YEARS	TRUSTEE OF FUND SINCE1	NUMBER OF JOHN HANCOCK FUNDS OVERSEEN BY TRUSTEE
Charles L. Ladner,2 Born: 1938	1992	30

Chairman and Trustee, Dunwoody Village, Inc. (retirement services); Senior Vice President and Chief Financial Officer, UGI Corporation (Public Utility Holding Company) (retired 1998); Vice President and Director for AmeriGas, Inc. (retired 1998); Director of AmeriGas Partners, L.P. (until 1997) (gas distribution); Director, EnergyNorth, Inc. (until 1995); Director, Parks and History Association (since 2001).

John A. Moore,2 Born: 1939	2002	29

President and Chief Executive Officer, Institute for Evaluating Health Risks (nonprofit institution) (until 2001); Chief Scientist, Sciences International (health research) (since 1998); Principal, Hollyhouse (consulting) (since 2000); Director, CIIT (nonprofit research) (since 2002).

Patti McGill Peterson,2 Born: 1943	2002	29

Executive Director, Council for International Exchange of Scholars (since 1998); Vice President, Institute of International Education (since 1998); Senior Fellow, Cornell Institute of Public Affairs, Cornell University (until 1997); President Emerita of Wells College and St. Lawrence University; Director, Niagara Mohawk Power Corporation (electric utility).

Steven Pruchansky, Born: 1944	1992	30

Chairman and Chief Executive Officer, Greenscapes of

Southwest Florida, Inc. (since 2000); Director and President, Greenscapes of Southwest Florida, Inc. (until 2000); Managing Director, JonJames, LLC (real estate) (since 2001); Director, First Signature Bank & Trust Company (until 1991); Director, Mast Realty Trust (until 1994); President, Maxwell Building Corp. (until 1991).

Norman H. Smith, Born: 1933	1992	30

Lieutenant General, United States Marine Corps; Deputy Chief of Staff for Manpower and Reserve Affairs, Headquarters Marine Corps; Commanding General III Marine Expeditionary Force/3rd Marine Division (retired 1991).

John P. Toolan,2 Born: 1930	1992	30

Director, The Smith Barney Muni Bond Funds, The Smith Barney Tax-Free Money Funds, Inc., Vantage Money Market Funds (mutual funds), The Inefficient-Market Fund, Inc. (closed-end investment company); Chairman, Smith Barney Trust Company of Florida (retired 1991); Director, Smith Barney, Inc., Mutual Management Company and Smith Barney Advisers, Inc. (investment advisers) (retired 1991); Senior Executive Vice President, Director and member of the Executive Committee, Smith Barney, Harris Upham & Co., Incorporated (investment bankers) (until 1991).

INTERESTED TRUSTEES 3

NAME, AGE POSITION(S) HELD WITH FUND PRINCIPAL OCCUPATION(S) AND OTHER DIRECTORSHIPS DURING PAST 5 YEARS	TRUSTEE OF FUND SINCE1	NUMBER OF JOHN HANCOCK FUNDS OVERSEEN BY TRUSTEE
John M. DeCiccio, Born: 1948	2001	51

Trustee
Executive Vice President and Chief Investment Officer, John Hancock Financial Services, Inc.; Director, Executive Vice President and Chief Investment Officer, John Hancock Life Insurance Company; Chairman of the Committee of Finance of John Hancock Life Insurance Company; Director, John Hancock Subsidiaries, LLC (Subsidiaries, LLC), Hancock Natural Resource Group, Independence Investment LLC, Declaration Management Research LLC, John Hancock Advisers, LLC (the Adviser), The Berkeley Financial Group, LLC (The Berkeley Group), John Hancock Funds, LLC (John Hancock Funds) and Massachusetts Business Development Corporation; Director, John Hancock Insurance Agency, Inc. (Insurance Agency, Inc.) (until 1999).

NAME, AGE POSITION(S) HELD WITH FUND PRINCIPAL OCCUPATION(S) AND OTHER DIRECTORSHIPS DURING PAST 5 YEARS	TRUSTEE OF FUND SINCE1	NUMBER OF JOHN HANCOCK FUNDS OVERSEEN BY TRUSTEE
Maureen Ford Goldfarb, Born: 1955	2000	51

Trustee, Chairman, President and Chief Executive Officer
Executive Vice President, John Hancock Financial Services, Inc., John Hancock Life Insurance Company; Chairman, Director, President and Chief Executive Officer, the Adviser and The Berkeley Group; Chairman, Director, President and Chief Executive Officer, John Hancock Funds; Chairman, Director, President and Chief Executive Officer, Sovereign Asset Management Corporation (SAMCorp.); Director, Independence Investment LLC, Subsidiaries, LLC and Signature Services; Investment Company Institute Board of Governors (since 2002); Senior Vice President, MassMutual Insurance Co. (until 1999).

PRINCIPAL OFFICERS WHO ARE NOT TRUSTEES

NAME, AGE POSITION(S) HELD WITH FUND PRINCIPAL OCCUPATION(S) AND OTHER DIRECTORSHIPS DURING PAST 5 YEARS	TRUSTEE OF FUND SINCE1	NUMBER OF JOHN HANCOCK FUNDS OVERSEEN BY TRUSTEE
Richard A. Brown, Born: 1949		2000

Senior Vice President and Chief Financial Officer
Senior Vice President, Chief Financial Officer and Treasurer, the Adviser, John Hancock Funds and The Berkeley Group; Second Vice President and Senior Associate Controller, Corporate Tax Department, John Hancock Financial Services, Inc. (until 2001).

Thomas H. Connors, Born: 1959		1992

Vice President and Compliance Officer
Vice President and Compliance Officer, the Adviser and each of the John Hancock funds; Vice President, John Hancock Funds.

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NAME, AGE POSITION(S) HELD WITH FUND PRINCIPAL OCCUPATION(S) AND OTHER DIRECTORSHIPS DURING PAST 5 YEARS	TRUSTEE OF FUND SINCE1	NUMBER OF JOHN HANCOCK FUNDS OVERSEEN BY TRUSTEE
William H. King, Born: 1952		1992

Vice President and Treasurer
Vice President and Assistant Treasurer, the Adviser; Vice President and Treasurer of each of the John Hancock funds; Assistant Treasurer of each of the John Hancock funds (until 2001).

Susan S. Newton, Born: 1950	1992

Senior Vice President, Secretary and Chief Legal Officer
Senior Vice President, Secretary and Chief Legal Officer, SAMCorp., the Adviser and each of the John Hancock funds, John Hancock Funds and The Berkeley Group; Vice President, Signature Services (until 2000); Director, Senior Vice President and Secretary, NM Capital.

The business address for all Trustees and Officers is 101 Huntington Avenue, Boston, Massachusetts 02199.

The Statement of Additional Information of the Fund includes additional information about members of the Board of Trustees of the Fund and is available, without charge, upon request, by calling 1-800-225-5291.

1 Each Trustee serves until resignation, retirement age or until his or her successor is elected.
2 Member of Audit Committee.
3 Interested Trustees hold positions with the Funds investment adviser, underwriter and certain other affiliates.

FOR YOUR
INFORMATION

INVESTMENT ADVISER
John Hancock Advisers, LLC
101 Huntington Avenue
Boston, Massachusetts 02199-7603

CUSTODIAN
The Bank of New York
One Wall Street
New York, New York 10286

TRANSFER AGENT FOR
COMMON SHAREHOLDERS
Mellon Investor Services
85 Challenger Road
Overpeck Centre
Ridgefield Park, New Jersey 07660

TRANSFER AGENT
FOR DARTS
Deutsche Bank Trust
Company Americas
280 Park Avenue
New York, New York 10017

LEGAL COUNSEL
Hale and Dorr LLP
60 State Street
Boston, Massachusetts 02109-1803

INDEPENDENT AUDITORS
Deloitte & Touche LLP
200 Berkeley Street
Boston, Massachusetts 02116-5022

STOCK SYMBOL
Listed New York Stock Exchange:
PDT

For shareholder assistance
refer to page 21

HOW TO
CONTACT US

On the Internet	www.jhfunds.com
By regular mail	Mellon Investor Services 85 Challenger Road Overpeck Centre Ridgefield Park, NJ 07660
Customer service representatives	1-800-852-0218
Portfolio commentary	1-800-344-7054
24-hour automated information	1-800-843-0090
TDD Line	1-800-231-5469

The Funds voting policies and procedures are available without charge, upon request:

By phone	1-800-225-5291
On the Funds Web site	www.jhfunds.com/proxy
On the SECs Web site	www.sec.gov

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12/03

ITEM 2. CODE OF ETHICS.

As of the end of the period, October 31, 2003, the registrant has adopted a code of ethics, as defined in Item 2 of Form N-CSR, that applies to its Chief Executive Officer, Chief Financial Officer and Treasurer (respectively, the principal executive officer, the principal financial officer and the principal accounting officer, the "Senior Financial Officers"). A copy of the code of ethics is filed as an exhibit to this Form N-CSR.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

Charles L. Ladner is the audit committee financial expert and is "independent", pursuant to general instructions on Form N-CSR Item 3.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Not applicable at this time.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

Not applicable at this time.

ITEM 6. [RESERVED]

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

See attached Exhibit "Proxy Voting Policies and Procedures".

ITEM 8. [RESERVED]

ITEM 9. CONTROLS AND PROCEDURES.

(a) Based upon their evaluation of the registrant's disclosure controls and procedures as conducted within 90 days of the filing date of this Form N-CSR, the registrant's principal executive officer and principal financial officer have concluded that those disclosure controls and procedures provide reasonable assurance that the material information required to be disclosed by the registrant on this report is recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms.

(b) There were no changes in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal half-year (the registrant's second fiscal half-year in the case of an annual report) that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 10. EXHIBITS.
(a)(1) Code of Ethics for Senior Financial Officers is attached.

(a)(2) Separate certifications for the registrant's principal executive officer and principal financial officer, as required by Section 302 of the Sarbanes-Oxley Act of 2002 and Rule 30a-2(a) under the Investment Company Act of 1940, are attached.

(b)(1) Separate certifications for the registrant's principal executive officer and principal financial officer, as required by 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, and Rule 30a-2(b) under the Investment Company Act of 1940, are attached. The certifications furnished pursuant to this paragraph are not deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, or otherwise subject to the liability of that section. Such certifications are not deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Securities Exchange Act of 1934, except to the extent that the Registrant specifically incorporates them by reference.

(c)(1) Proxy Voting Policies and Procedures are attached.

(d)(1) Contact person at the registrant

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

By:

Maureen Ford Goldfarb
Chairman, President and Chief Executive Officer

Date: December 18, 2003

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By:

Maureen Ford Goldfarb
Chairman, President and Chief Executive Officer

Date: December 18, 2003

By:

Richard A. Brown
Senior Vice President and Chief Financial Officer

Date: December 18, 2003