

Education Trust of Alaska

Combined Financial Statements

June 30, 2021



Education Trust of Alaska
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Report of Independent Auditors

To the Board of Regents of the University of Alaska,
Trustee for the Education Trust of Alaska

We have audited the accompanying combined financial statements of the Education Trust of Alaska (the "Trust"), which comprise the combined statements of net assets, as of June 30, 2021 and the related combined statements of operations and changes in net assets for the year then ended.

Management's Responsibility for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of the combined financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of combined financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the combined financial statements based on our audit. We conducted our audit 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 combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the combined financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Trust's preparation and fair presentation of the combined financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the combined financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of the Education Trust of Alaska as of June 30, 2021, and the results of its operations and changes in its net assets for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

PricewaterhouseCoopers LLP

October 15, 2021

Education Trust of Alaska
Combined Statements of Net Assets
June 30, 2021

	<u>Operating Fund</u>	<u>Participant Accounts</u>	<u>Total</u>
Assets			
Receivables for securities and units sold	\$ -	\$ 9,711,048	\$ 9,711,048
Due from Participant Accounts (Note 2)	429,969	-	429,969
Dividends receivable	45,785	-	45,785
Seed money (Note 3)	220,250	-	220,250
Investments (Note 4 and 5)	48,841,296	10,966,310,345	11,015,151,641
	<u>49,537,300</u>	<u>10,976,021,393</u>	<u>11,025,558,693</u>
Liabilities			
Payables for securities and units purchased	-	8,864,625	8,864,625
Payables, other and accrued expenses	265,209	3,143,576	3,408,785
Due to the Trustee	1,088,284	-	1,088,284
Due- to Operating Fund (Note 2)	-	429,969	429,969
Tuition-Value Guarantee (Note 8)	3,080,000	-	3,080,000
	<u>4,433,493</u>	<u>12,438,170</u>	<u>16,871,663</u>
Net assets	<u>\$ 45,103,807</u>	<u>\$ 10,963,583,223</u>	<u>\$ 11,008,687,030</u>

Education Trust of Alaska
Combined Statements of Operations and Changes in Net Assets
Year Ended June 30, 2021

	Operating Fund	Participant Accounts	Total
Revenues and other additions			
Dividend income	\$ 785,095	\$ 131,290,354	\$ 132,075,449
Trust fees retained	4,794,019	-	4,794,019
Total income	<u>5,579,114</u>	<u>131,290,354</u>	<u>136,869,468</u>
Expenses and other deductions			
Guarantees paid to participant accounts	22	-	22
Program and administrative fees (Note 6)	-	39,352,111	39,352,111
Program and administrative expenses (Note 7)	3,612,209	-	3,612,209
Total expenses	<u>3,612,231</u>	<u>39,352,111</u>	<u>42,964,342</u>
Provision for Tuition-Value Guarantee (Note 8)	<u>(3,390,000)</u>	<u>-</u>	<u>(3,390,000)</u>
Total net expenses	<u>222,231</u>	<u>39,352,111</u>	<u>39,574,342</u>
Net investment income	<u>5,356,883</u>	<u>91,938,243</u>	<u>97,295,126</u>
Net realized and unrealized gain			
Net realized gain	576,601	722,428,991	723,005,592
Capital gain distributions	-	149,969,140	149,969,140
Change in unrealized gain (loss)	5,629,930	1,160,974,279	1,166,604,209
Net realized and unrealized gain	<u>6,206,531</u>	<u>2,033,372,410</u>	<u>2,039,578,941</u>
Increase in net assets from operations	<u>11,563,414</u>	<u>2,125,310,653</u>	<u>2,136,874,067</u>
Capital unit transactions			
Units sold	-	2,031,260,070	2,031,260,070
Units redeemed	-	(2,169,152,216)	(2,169,152,216)
Decrease in net assets from capital unit transactions	<u>-</u>	<u>(137,892,146)</u>	<u>(137,892,146)</u>
Net increase in net assets	<u>11,563,414</u>	<u>1,987,418,507</u>	<u>1,998,981,921</u>
Net assets			
Beginning of year	<u>33,540,393</u>	<u>8,976,164,716</u>	<u>9,009,705,109</u>
End of year	<u>\$ 45,103,807</u>	<u>\$ 10,963,583,223</u>	<u>\$ 11,008,687,030</u>

The accompanying notes are an integral part of these financial statements.

Education Trust of Alaska

Notes to Combined Financial Statements

June 30, 2021

1. Organization and Summary of Significant Accounting Policies

The Education Trust of Alaska (the "Trust"), formerly the University of Alaska Savings Trust, was established on April 20, 2001, to help participants provide for the increasing cost of education through tax-advantaged savings and investments in accordance with the provisions of Section 529 of the Internal Revenue Code. The University of Alaska (the "University"), serves as Trustee and T. Rowe Price Associates, Inc. (the "Program Manager") serves as program manager. For financial reporting purposes, the Trust consists of two funds: the Operating Fund and Participant Accounts.

Operating Fund: The Operating Fund represents net assets retained as a reserve for payment of the University of Alaska tuition-value guarantees, program administrative costs, and participant benefits and other purposes of the Trust. The Operating Fund invests in a blend of equities, fixed income and money market funds.

Participant Accounts: The Participant Accounts consist of accounts established by participants in the three plans offered by the Education Trust of Alaska. Alaska 529 (the "Alaska Plan"), the T. Rowe Price College Savings Plan (the "Price Plan") and John Hancock Freedom 529 (the "Hancock Plan"), (collectively "the Plans"). The Alaska Plan and the Price Plan (collectively the "Direct Plans") are marketed directly to investors, with the Alaska Plan primarily distributed in Alaska, and the Price Plan distributed nationally by T. Rowe Price. The Hancock Plan is distributed nationally by John Hancock Distributors LLC through brokers and other financial intermediaries. The plans offer enrollment-based and static portfolios, each of which invests in predetermined underlying equity, fixed-income, and/or money market mutual funds. In addition to other investment options, the Alaska Plan offers the University of Alaska Portfolio, which carries a University of Alaska tuition-value guarantee. Participant Accounts also include scholarship accounts awarded primarily in connection with marketing efforts. At June 30, 2021, Participant Accounts included 209 scholarship accounts totaling \$737,305 held in the name of the Trust and 3 accounts totaling \$47,315 held in the name of the Trustee, the University of Alaska. Most of the scholarships are subject to forfeiture if not used for education expenses.

Basis of Presentation

The accompanying combined financial statements were prepared in accordance with accounting principles generally accepted in the United States of America, which require the use of estimates by the Program Manager and the Trustee. Actual amounts could differ from those estimates and the differences could have a material impact on the financial statements.

Federal Income Taxes

The Trust is designed to operate as a qualified tuition program under Section 529 of the Internal Revenue Code of 1986, as amended. Accordingly, the Trust is exempt from general income tax and has no unrelated business income; therefore, it makes no provision for federal income taxes.

Investment Income and Transactions

Income and capital gain distributions from the underlying mutual fund investments are recorded on the ex-dividend date. Expenses are recorded on the accrual basis. Realized gains and losses from investment transactions are reported on the identified cost basis. Investment transactions in shares of the underlying mutual fund investments are accounted for based on the trade date.

Education Trust of Alaska

Notes to Combined Financial Statements

June 30, 2021

Sales Charges

The Direct Plans offer one class of units and have no sales charges or loads. The portfolios of the Hancock Plan currently offers up to three classes of units. Class A units for all portfolios, except Short-Term Bond Portfolio, Fixed Income Portfolio, Enrollment Portfolio, and Money Market Portfolio, pay a 4.00% front-end sales load. Class A units for Short-Term Bond Portfolio and Fixed Income Portfolio, and Enrollment Portfolio pay a 3.00% front-end sales load. Class A units are subject to a front-end sales load except that: (1) contributions are subject to reduced sales charges at defined asset levels based on an investor's total plan assets and (2) additions to certain accounts established prior to June 3, 2002, are generally charged the original 3.50% sales load. Class C2, and Class F units incur no sales loads. Transactions in the Money Market Portfolio original share class, Class A, Class C2, and Class F incur no sales loads.

Trust Fees Retained

Effective July 1, 2017, for each of the plans, the Trust agreed to retain a trust fee at 5 basis points (0.05% annualized) of each portfolio's average net daily assets, excluding the University of Alaska Portfolio in the Alaska Plan and the Money Market Portfolio in the Hancock Plan. The Trust agreed to reimburse the Program Manager for program costs at 1 basis point (0.01% annualized) of the total trust fee in the Hancock Plan, exclusive of the Money Market Portfolio. The trust fees retained by the Trust are used exclusively for expenses of the program and other purposes of the Trust.

2. Due from Participant Accounts

Due from Participant Accounts represents trust fees due to the Operating Fund for administration of the program. As of June 30, 2021, trust fees of \$429,969 were due to the Operating Fund from Participants Accounts, including \$51,871 which are due to the Program Manager as reimbursement for program costs.

3. Seed Money

As new portfolios are established, the Operating Fund provides "seed money" to open the portfolios for administrative purposes, such as initial net asset value calculations. The seed money is subsequently returned to the Operating Fund with earnings. On April 28, 2017, May 31, 2018, May 31, 2019, and May 26, 2021, the Trust advanced \$220,000, \$20,000, \$125,000 and \$200,000 respectively to seed new portfolios. On May 13, 2019, September 28, 2020, and March 18, 2021, \$170,000, \$90,000 and \$95,000 was returned to the Operating Fund. The market value of the remaining seed accounts at June 30, 2021, was \$220,250.

Education Trust of Alaska
Notes to Combined Financial Statements
June 30, 2021

4. Investments

Operating Fund

At June 30, 2021, the Trust's Operating Fund included the following investments in T. Rowe Price mutual funds:

T. Rowe Price Equity Index 500 Fund	\$ 14,653,023
T. Rowe Price Extended Equity Market Index Fund	4,009,609
T. Rowe Price Government Money Fund	180,731
T. Rowe Price U.S. Bond Enhanced Index Fund	29,320,827
T. Rowe Price U.S. Treasury Money Fund	677,106
	<u>\$ 48,841,296</u>

Participant Accounts

The Direct Plans are distributed and managed by T. Rowe Price Associates, Inc. with investments in portfolios composed of T. Rowe Price mutual funds. Participant contributions are recorded and invested in the Alaska Plan or the Price Plan according to instructions provided by the participants on the trade date. Total investments in the plans were \$4,489,520,110 at June 30, 2021, and were invested in the following mutual funds:

T. Rowe Price Blue Chip Growth Fund	\$ 300,148,369
T. Rowe Price Emerging Markets Discovery Stock Fund	32,483,963
T. Rowe Price Emerging Markets Stock Fund	69,622,968
T. Rowe Price Equity Index 500 Fund	745,563,783
T. Rowe Price Global Impact Equity Fund	209,088
T. Rowe Price International Stock Fund	137,950,850
T. Rowe Price International Value Equity Fund	156,411,559
T. Rowe Price Mid-Cap Growth Fund	73,131,972
T. Rowe Price Mid-Cap Value Fund	71,784,551
T. Rowe Price Mid-Cap Index Fund	43,180,278
T. Rowe Price New Income Fund	596,666,083
T. Rowe Price Overseas Stock Fund	147,740,048
T. Rowe Price Real Assets Fund	53,084,190
T. Rowe Price Small-Cap Index Fund	41,578,499
T. Rowe Price Small-Cap Stock Fund	135,897,828
T. Rowe Price Spectrum Income Fund	676,876,051
T. Rowe Price Large-Cap Core Fund	30,770,345
T. Rowe Price Duration Tips Index Fund	553,233,279
T. Rowe Price U.S. Bond Enhanced Index Fund	96,155,882
T. Rowe Price U.S. Treasury Money Fund	207,208,355
T. Rowe Price Value Fund	319,822,169
	<u>\$ 4,489,520,110</u>

Education Trust of Alaska
Notes to Combined Financial Statements
June 30, 2021

The Hancock Plan is distributed by John Hancock Distributors LLC and managed by T. Rowe Price Associates, Inc. The Hancock Plan is invested in portfolios with underlying T. Rowe Price and other designated mutual funds. Total investments in the plan were \$6,476,790,235 at June 30, 2021, and were invested in the following mutual funds:

American Mutual Fund	\$ 153,268,743
John Hancock Capital Appreciation Fund	362,337,316
John Hancock Core Bond Fund	654,812,551
John Hancock Disciplined Value Fund	194,309,671
John Hancock Disciplined Value International Fund	260,609,323
John Hancock Emerging Markets Fund	72,533,465
John Hancock International Growth Fund	228,009,857
John Hancock Multimanager Lifestyle Balanced Portfolio	185,323,782
John Hancock Multimanager Lifestyle Growth Portfolio	415,263,732
John Hancock Multimanager Lifestyle Moderate Portfolio	69,574,987
John Hancock Strategic Income Opportunities Fund	212,338,870
T. Rowe Price Blue Chip Growth Fund	647,796,009
T. Rowe Price Equity Income Fund	425,028,000
T. Rowe Price Financial Services Fund	70,462,881
T. Rowe Price Health Sciences Fund	71,914,917
T. Rowe Price Limited Duration Inflation Focused Bond Fund	711,844,379
T. Rowe Price Mid-Cap Growth Fund	67,203,030
T. Rowe Price Mid-Cap Value Fund	124,773,422
T. Rowe Price New Horizons Fund	148,851,511
T. Rowe Price Real Assets Fund	103,136,852
T. Rowe Price Science & Technology Fund	73,991,645
T. Rowe Price Short-Term Bond Fund	48,642,641
T. Rowe Price Small-Cap Stock Fund	179,297,456
T. Rowe Price Spectrum Income Fund	864,317,273
T. Rowe Price U.S. Treasury Money Fund	131,147,922
	<u>\$ 6,476,790,235</u>
 Total Participant Accounts Investments	 <u>\$ 10,966,310,345</u>

5. Fair Value of Assets and Liabilities

Each portfolio's financial instruments are valued and its net asset value (NAV) per unit is computed at the close of the New York Stock Exchange (NYSE), normally 4 p.m. ET, each day the NYSE is open for business. Each portfolio's financial instruments are reported at fair value, which GAAP defines as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. To calculate the NAV, each portfolio's assets are valued and totaled, liabilities are subtracted, and the balance, called net assets, is divided by the number of portfolio units outstanding. Investments in underlying mutual funds are valued at the underlying mutual fund's closing NAV per share on the date of valuation. Investments for which such valuation procedures are inappropriate or are deemed not to reflect fair value are stated at fair value as determined in good faith by or under the supervision of the program manager, as authorized by the trustee.

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Various valuation techniques and inputs are used to determine the fair value of financial instruments. GAAP establishes the following fair value hierarchy that categorizes the inputs used to measure fair value:

- Level 1 – quoted prices (unadjusted) in active markets for identical financial instruments that each portfolio can access at the reporting date;
- Level 2 – inputs other than Level 1 quoted prices that are observable, either directly or indirectly (including, but not limited to, quoted prices for similar financial instruments in active markets, quoted prices for identical or similar financial instruments in inactive markets, interest rates and yield curves, implied volatilities, and credit spreads);
- Level 3 – unobservable inputs (including the portfolio's own assumptions in determining fair value)

Observable inputs are developed using market data, such as publicly available information about actual events or transactions, and reflect the assumptions that market participants would use to price the financial instrument. Unobservable inputs are those for which market data is not available and are developed using the best information available about the assumptions that market participants would use to price the financial instrument. GAAP requires valuation techniques to maximize the use of relevant observable inputs and minimize the use of unobservable inputs. When multiple inputs are used to derive fair value, the financial instrument is assigned to the level within the fair value hierarchy based on the lowest level input that is significant to the fair value of the financial instrument. Input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level but rather the degree of judgment used in determining those values. Because the underlying mutual funds in which the portfolios invest are actively traded at publicly available NAVs, all financial instruments are classified as Level 1 on June 30, 2021. The tuition-value guarantee liability, discussed in Note 8, is classified as Level 3 on June 30, 2021.

6. Program and Administrative Fees

Program and administrative fees deducted from the Participant Accounts represent fees charged to participants for the administration, promotion and distribution of the plans. For the Direct Plans, the Trust charged a trust fee of 5 basis points (0.05% annualized) of each portfolio's average net assets for all portfolios except for the University of Alaska Portfolio. Effective November 18, 2020, each portfolio pays an annual program fee for administration and management to the Program Manager equal to 5 basis points (0.05% annualized) of its average daily net assets.

For the Hancock Plan accounts, the Trust charged an annual account maintenance fee of \$15, a program management fee of 25 basis points (0.25% annualized), and a trust fee of 5 basis points (0.05% annualized) on all accounts except for the Money Market Portfolio, which is not subject to the trust fee. The annual distribution and service fees for the Short-Term Bond Portfolio and Fixed Income Portfolio are equal to 0.15% of the average daily net assets for Class A and 0.90% for Class C2. The annual distribution and service fees for all other portfolios, except the Money Market Portfolio, are 25 basis points (0.25% annualized) for Class A and 100 basis points (1.00% annualized) for Class C2. There is no annual distribution and service fee for Class F of each portfolio or for the Money Market Portfolio.

The Trustee has authorized the Program Manager to waive all or a portion of the applicable program management fee and trust fees for the Money Market Portfolios in the Alaska, Price and Hancock Plans to the extent necessary to maintain a net yield of at least 0.00% for any specific day. Pursuit to this arrangement, \$43,000 of program fees and \$71,000 of trust fees were waived for the Money Market Portfolio in the Alaska and Price Plans, and \$346,000 of program management fees were waived for Money Market Portfolio in the Hancock Plan during the year ended June 30, 2021. In addition, the

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Notes to Combined Financial Statements

June 30, 2021

Program Manager voluntarily agreed to limit the ratios of direct and indirect expenses for the Hancock Plan Fixed Income Portfolio to 1.34% for Class A and 2.09% for Class C2. Expenses in excess of the expense limit are reimbursed by the Program Manager and are not subject to future repayment. During the fiscal year ended June 30, 2021, the Fixed Income Portfolio operated below its expense limit.

7. Administrative Expenses of the Trust

Administrative expenses charged to the Operating Fund represent payments to the University of Alaska, as Trustee, for administration of the Trust including reimbursement of marketing, compensation and benefits and other expenses incurred by the University of Alaska on behalf of the Trust. The Trust has assumed responsibility for funding its direct costs including compensation and benefits of its staff, promotion and advertising, the cost of audit services for the Plans, and certain indirect costs such as facilities and administrative support. Effective January 1, 2015, the Trust assumed responsibility for funding (reimbursing T. Rowe Price) for all direct marketing costs of the Alaska Plan. In addition, the Trust reimburses the Program Manager monthly for costs incurred by the Program Manager in connection with the Hancock Plan at a rate of 1 basis point (0.01% annualized) times the average net daily assets of the Hancock Plan excluding the Money Market Portfolio. For the fiscal year ended June 30, 2021, the Trust incurred direct costs of \$3,612,209 for administration of its Section 529 plans. The Trust also incurred charges of \$579,496 for the fiscal year ended June 30, 2021 in connection with its cost sharing agreement with the Program Manager. At June 30, 2021, the Trust had reimbursements due to its Trustee of \$1,088,284 for expenses incurred on behalf of the Trust and payables and accrued expenses in the amount of \$265,209 including \$51,871 due to T. Rowe Price as cost sharing expense.

8. Tuition-Value Guarantee

The University of Alaska (UA) tuition-value guarantee represents a guarantee by the Trust that the long-term earnings of the University of Alaska Portfolio will keep pace with tuition inflation at the University of Alaska for funds redeemed for payment of regular tuition at the University of Alaska. An actuarial analysis of the liability conducted by Milliman utilizing a Monte Carlo methodology (a projection of one thousand randomly selected scenarios) estimated the potential liability based on management's assumptions as between \$0.12 million and \$7.86 million at the 95 percent confidence level. As of June 30, 2021, management estimates the liability for the tuition-value guarantee to be approximately \$3,080,000, the mean of the Monte Carlo scenario results.

The analysis is based in part on the number of UA credits assigned to each account at June 30, 2021. A UA credit is a unit of education equal to one upper-division credit hour charge at the University of Alaska at the highest regular tuition rate charged. UA credits are assigned to accounts invested in the University of Alaska Portfolio whenever a contribution is made to an account. The analysis is also based on several significant assumptions including: 1) that distribution and tuition utilization patterns for the most recent 5-year period will continue, 2) that tuition inflation at the University of Alaska will be slightly higher than its average annual increase for the previous 39 years of approximately 7% and 3) that the average portfolio earnings will be approximately 3.4% based on target asset allocations and management's long-term estimate of capital market returns. The actuarial analysis assumes tuition increases of 5% for the next two years, and 7% per year thereafter. The prior year analysis assumed 3.5% average earnings and a 5% tuition increase for one year and 7.5% tuition growth per year thereafter. Management believes that the use of lower earnings and tuition increase assumptions for the purpose of estimating the Trust's potential liability provides a more reasonable estimate of the liability.

The actuarial assumptions and methodology are generally consistent with those of the prior year other than as explained above. These assumptions resulted in decreasing the estimated Tuition-Value

Education Trust of Alaska

Notes to Combined Financial Statements

June 30, 2021

Guarantee by \$3,390,000 to \$3,080,000 as of June 30, 2021. The expected payments needed from the Trust to provide the guarantee were discounted to June 30, 2021, present value using the risk-free spot rates of interest implied by the U.S. Treasury yield curve as of that date. The single risk-free rate used is a weighted average using spot rates from the full yield curve depending on the projected redemption of units.

9. Related Party Transactions

As described in Note 1, the University serves as Trustee for the Trust. Certain University employees serve as management and staff for the Trust and the 529 Plans. The direct costs incurred by the University for these positions and other costs of the Plans are fully reimbursed by the Trust. Additional information regarding cost reimbursements to the University is provided in Note 7.

10. Market Conditions

For the Direct Plans, the portfolios had returns that ranged from 0.01% to 43.03% for the year, net of all fees. For the Hancock Plan, the portfolios (Class A, C2 and F) had returns that ranged from 0.01% to 53.91%, net of all fees except the \$15 annual account maintenance fee.

Unpredictable events such as environmental or natural disasters, war, terrorism, pandemics, outbreaks of infectious diseases, and similar public health threats may significantly affect the economy and the markets and underlying mutual funds in which the portfolios invest. Certain events may cause instability across global markets, including reduced liquidity and disruptions in trading markets, while some events may affect certain geographic regions, countries, sectors, and industries more significantly than others, and exacerbate other pre-existing political, social, and economic risks. During 2020, a novel strain of coronavirus (COVID-19) resulted in disruptions to global business activity and continues to have an impact on volatility in global financial markets.

These types of events, such as the global pandemic caused by COVID-19, may also cause widespread fear and uncertainty, and result in, among other things: enhanced health screenings, quarantines, cancellations, and travel restrictions, including border closings; disruptions to business operations, supply chains and customer activity; exchange trading suspensions and closures, and overall reduced liquidity of securities, derivatives and commodities trading markets; reductions in consumer demand and economic output; and significant challenges in healthcare service preparation and delivery. The portfolios could be negatively impacted if the value of a portfolio holding held by an underlying mutual fund were harmed by such political or economic conditions or events. In addition, the operations of the Plans, including the underlying mutual funds, their investment advisers, and their service providers may be significantly impacted, or even temporarily halted, as a result of any impairment to their information technology, and other operation systems, extensive employee illnesses or unavailability, government quarantine measures, and restrictions on travel or meetings and other factors related to public emergencies.

Governmental and quasi-governmental authorities and regulators have in the past responded to major economic disruptions with a variety of significant fiscal and monetary policy changes including, but not limited to, direct capital infusions into companies, new monetary programs, and dramatically lower interest rates. An unexpected or quick reversal of these policies, or the ineffectiveness of these policies, could negatively impact overall investor sentiment and further increase volatility in securities markets.

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11. Portfolio Changes

For the Hancock Plan,

- Effective October 16, 2020, assets held in the John Hancock International Value Fund (subadvised by Boston Partners), an underlying mutual fund in each enrollment-based portfolio, the Equity Portfolio, and the exclusive underlying fund of the International Value Portfolio, were reallocated to the John Hancock Disciplined Value International Fund (subadvised by Boston Partners).

For the Alaska and Price Plans,

- On October 1, 2020, the T. Rowe Price U.S. Bond Enhanced Index Fund, and underlying fund for the University of Alaska Portfolio, changed its name to T. Rowe Price QM U.S. Bond Index Fund.
- On November 18, 2020, the portfolio's investments in the underlying mutual funds were exchanged from Investor Class to I Class for those underlying funds that offered an I class; the expense ratios for the I Class are generally lower than the Investor Class.
- In January 2021, U.S. Large-Cap Core Fund and Emerging Markets Discovery Stock Fund began to be gradually added as underlying mutual funds in Equity Portfolio, Balanced Portfolio and the enrollment-based portfolios, including Portfolio for Education Today. In addition, the following changes to underlying mutual funds were made: Small-Cap Index Fund and Mid-Cap Index Fund replaced the Extended Equity Market Index Fund for University of Alaska Portfolio, the U.S. Limited Duration TIPS Index Fund replaced the Limited Duration Inflation Focused Bond Fund for enrollment-based portfolios, Portfolio for Education Today, and the University of Alaska Portfolio; however, the overall investment objective and description for each portfolio did not change as a result of these underlying mutual fund changes.
- Effective January 1, 2021, the T. Rowe Price Transition Fund was added as an underlying fund in the Equity Portfolio, the Balanced Portfolio, the Total Market Equity Index Portfolio, and the enrollment-based portfolios, including Portfolio for Education Today. The Transition Fund may be used as a mechanism to facilitate asset movements between the various underlying mutual funds.
- On April 9, 2021, investments in the Total Equity Market Index Portfolio were exchanged (via the Transition Fund) from the Total Equity Market Index Fund to the Equity Index Fund – I Class, Mid-Cap Index Fund – I Class, and Small-Cap Index Fund – I Class.
- On May 18, 2021, investments in the Spectrum Income Fund, an underlying mutual fund in the Fixed Income Portfolio, the Balanced Portfolio and the Enrollment-Based Portfolios, were exchanged from Investor Class to I Class.
- On May 26, 2021, the Global Impact Equity Portfolio was seeded with a \$100,000 investment by the Education Trust of Alaska. The portfolio was available for investment by the public on May 28, 2021.
- On May 26, 2021, Portfolio 2042 was seeded with a \$100,000 investment by the Education Trust of Alaska. The portfolio was available for investment by the public on May 28, 2021.

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- As scheduled, at the close of business on June 25, 2021, Portfolio 2021 matured, all investments were sold, and all outstanding units were converted into the Portfolio for Education Today at the net asset value per unit on that date.

12. Subsequent Events

Management believes no events have occurred between June 30, 2021, and October 15, 2021, the date the financial statements were available to be issued, which require adjustment of, or additional disclosure in, the financial statements.

**THE COLLEGE SAVINGS PROGRAM –
DIRECT PLANS & JOHN HANCOCK
FREEDOM 529
(Sponsored by the Education Trust of Alaska)
Financial Statements
June 30, 2021**

**THE COLLEGE SAVINGS PROGRAM –
DIRECT PLANS**

Sponsored by the Education Trust of Alaska

ANNUAL REPORT



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THE COLLEGE SAVINGS PROGRAM – DIRECT PLANS

Sponsored by the Education Trust of Alaska

ANNUAL REPORT

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The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Net Assets (In thousands, except per unit values and shares)

Investments at value	Portfolio 2042 ⁽¹⁾		Portfolio 2039		Portfolio 2036	
	Shares	Value	Shares	Value	Shares	Value
<i>EQUITY MUTUAL FUNDS</i>						
T. Rowe Price Blue Chip Growth Fund	529	\$ 99	22,712	\$ 4,243	87,648	\$ 16,375
T. Rowe Price Emerging Markets Discovery Stock Fund	1,321	21	30,976	500	114,845	1,852
T. Rowe Price Emerging Markets Stock Fund	322	18	20,527	1,160	79,758	4,506
T. Rowe Price Equity Index 500 Fund	554	63	49,368	5,604	188,874	21,439
T. Rowe Price Global Impact Equity Fund	—	—	—	—	—	—
T. Rowe Price International Stock Fund	2,144	48	91,340	2,058	350,140	7,889
T. Rowe Price International Value Equity Fund	3,476	55	145,936	2,307	565,562	8,942
T. Rowe Price Mid-Cap Growth Fund	197	25	9,127	1,135	34,964	4,349
T. Rowe Price Mid-Cap Index Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Value Fund	702	25	31,485	1,114	120,806	4,275
T. Rowe Price Overseas Stock Fund	3,895	52	165,879	2,196	634,802	8,405
T. Rowe Price Real Assets Fund	1,239	18	52,851	764	202,997	2,933
T. Rowe Price Small-Cap Index Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	642	47	28,872	2,116	110,784	8,118
T. Rowe Price U.S. Large-Cap Core Fund	2,289	80	12,148	426	43,110	1,513
T. Rowe Price Value Fund	2,384	116	92,437	4,499	354,196	17,239
<i>BOND MUTUAL FUNDS</i>						
T. Rowe Price New Income Fund	—	—	—	—	—	—
T. Rowe Price QM U.S. Bond Index Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	—	—	—	—
T. Rowe Price U.S. Limited Duration TIPS Index Fund	—	—	—	—	—	—
<i>MONEY MARKET MUTUAL FUNDS</i>						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		<u>667</u>		<u>28,122</u>		<u>107,835</u>
Other assets less liabilities		<u>—</u>		<u>(2)</u>		<u>(9)</u>
NET ASSETS		<u>\$ 667</u>		<u>\$ 28,120</u>		<u>\$ 107,826</u>
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 663		\$ 22,199		\$ 72,883
Retained earnings		4		5,921		34,943
<i>Net Assets attributable to:</i>						
T. Rowe Price College Savings Plan		\$ 555		\$ 24,740		\$ 95,815
Alaska 529		112		3,380		12,011
<i>Units Outstanding attributable to:</i>						
T. Rowe Price College Savings Plan		55		1,621		4,863
Alaska 529		11		221		610
Units outstanding		<u>66</u>		<u>1,842</u>		<u>5,473</u>
NET ASSET VALUE PER UNIT		<u>\$ 10.13</u>		<u>\$ 15.26</u>		<u>\$ 19.70</u>
Investments at cost		<u>\$ 663</u>		<u>\$ 22,656</u>		<u>\$ 79,273</u>

(1) The portfolio incepted on May 26, 2021 and was available for investment by the public on May 28, 2021.

The accompanying notes are an integral part of these financial statements.

The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
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Statement of Net Assets (In thousands, except per unit values and shares)

Investments at value	Portfolio 2033		Portfolio 2030		Portfolio 2027	
	Shares	Value	Shares	Value	Shares	Value
<i>EQUITY MUTUAL FUNDS</i>						
T. Rowe Price Blue Chip Growth Fund	186,929	\$ 34,924	236,153	\$ 44,121	225,316	\$ 42,096
T. Rowe Price Emerging Markets Discovery Stock Fund	246,837	3,982	314,460	5,072	297,936	4,806
T. Rowe Price Emerging Markets Stock Fund	172,989	9,774	218,283	12,333	207,710	11,735
T. Rowe Price Equity Index 500 Fund	413,271	46,910	521,063	59,146	501,955	56,977
T. Rowe Price Global Impact Equity Fund	—	—	—	—	—	—
T. Rowe Price International Stock Fund	756,395	17,042	955,160	21,520	912,784	20,565
T. Rowe Price International Value Equity Fund	1,239,504	19,597	1,572,063	24,854	1,509,817	23,870
T. Rowe Price Mid-Cap Growth Fund	76,287	9,488	97,274	12,098	93,713	11,655
T. Rowe Price Mid-Cap Index Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Value Fund	263,027	9,309	330,386	11,692	312,810	11,070
T. Rowe Price Overseas Stock Fund	1,388,246	18,380	1,764,162	23,358	1,694,005	22,429
T. Rowe Price Real Assets Fund	443,730	6,412	565,531	8,172	543,857	7,859
T. Rowe Price Small-Cap Index Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	242,036	17,736	306,882	22,488	295,104	21,625
T. Rowe Price U.S. Large-Cap Core Fund	94,397	3,312	121,357	4,258	115,927	4,068
T. Rowe Price Value Fund	759,941	36,986	962,101	46,825	919,062	44,731
<i>BOND MUTUAL FUNDS</i>						
T. Rowe Price New Income Fund	—	—	—	—	3,222,262	31,481
T. Rowe Price QM U.S. Bond Index Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	2,791,638	36,626	9,289,572	121,879	15,649,318	205,319
T. Rowe Price U.S. Limited Duration TIPS Index Fund	292,062	3,049	454,038	4,740	565,590	5,905
<i>MONEY MARKET MUTUAL FUNDS</i>						
T. Rowe Price U.S. Treasury Money Fund	5,613,940	5,614	8,887,512	8,888	11,467,151	11,467
Total investments in mutual funds		279,141		431,444		537,658
Other assets less liabilities		(23)		(35)		(44)
NET ASSETS		\$ 279,118		\$ 431,409		\$ 537,614
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 170,801		\$ 245,796		\$ 282,640
Retained earnings		108,317		185,613		254,974
<i>Net Assets attributable to:</i>						
T. Rowe Price College Savings Plan Alaska 529		\$ 248,382		\$ 385,989		\$ 467,542
		30,736		45,420		70,072
<i>Units Outstanding attributable to:</i>						
T. Rowe Price College Savings Plan Alaska 529		7,988		9,030		15,284
		989		1,063		2,291
Units outstanding		8,977		10,093		17,575
NET ASSET VALUE PER UNIT		\$ 31.09		\$ 42.74		\$ 30.59
Investments at cost		\$ 200,556		\$ 310,407		\$ 393,795

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The College Savings Program – Direct Plans
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Statement of Net Assets (In thousands, except per unit values and shares)

Investments at value	Portfolio 2024		Portfolio for Education Today		Equity Portfolio	
	Shares	Value	Shares	Value	Shares	Value
<i>EQUITY MUTUAL FUNDS</i>						
T. Rowe Price Blue Chip Growth Fund	229,764	\$ 42,927	192,644	\$ 35,992	339,721	\$ 63,470
T. Rowe Price Emerging Markets Discovery Stock Fund	236,806	3,820	196,324	3,167	462,724	7,464
T. Rowe Price Emerging Markets Stock Fund	103,016	5,820	39,602	2,238	311,299	17,588
T. Rowe Price Equity Index 500 Fund	553,350	62,811	403,690	45,823	743,573	84,403
T. Rowe Price Global Impact Equity Fund	—	—	—	—	—	—
T. Rowe Price International Stock Fund	776,791	17,501	567,441	12,784	1,365,580	30,767
T. Rowe Price International Value Equity Fund	1,186,102	18,752	909,235	14,375	2,194,367	34,693
T. Rowe Price Mid-Cap Growth Fund	65,859	8,191	38,700	4,813	136,514	16,978
T. Rowe Price Mid-Cap Index Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Value Fund	237,065	8,390	142,701	5,050	470,987	16,668
T. Rowe Price Overseas Stock Fund	1,370,788	18,149	1,020,427	13,510	2,478,267	32,812
T. Rowe Price Real Assets Fund	491,996	7,109	374,655	5,414	792,021	11,445
T. Rowe Price Small-Cap Index Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	205,291	15,044	122,410	8,970	431,695	31,635
T. Rowe Price U.S. Large-Cap Core Fund	133,881	4,698	149,874	5,259	161,690	5,674
T. Rowe Price Value Fund	940,275	45,763	819,919	39,905	1,373,705	66,858
<i>BOND MUTUAL FUNDS</i>						
T. Rowe Price New Income Fund	16,036,316	156,675	41,812,669	408,510	—	—
T. Rowe Price QM U.S. Bond Index Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	14,227,851	186,669	—	—	—	—
T. Rowe Price U.S. Limited Duration TIPS Index Fund	9,913,596	103,498	41,401,259	432,229	—	—
<i>MONEY MARKET MUTUAL FUNDS</i>						
T. Rowe Price U.S. Treasury Money Fund	13,553,871	13,554	28,242,597	28,243	—	—
Total investments in mutual funds		<u>719,371</u>		<u>1,066,282</u>		<u>420,455</u>
Other assets less liabilities		<u>(58)</u>		<u>(43)</u>		<u>(35)</u>
NET ASSETS		<u>\$ 719,313</u>		<u>\$ 1,066,239</u>		<u>\$ 420,420</u>
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 366,225		\$ 867,323		\$ 40,695
Retained earnings		353,088		198,916		379,725
<i>Net Assets attributable to:</i>						
T. Rowe Price College Savings Plan		\$ 609,210		\$ 922,140		\$ 354,323
Alaska 529		110,103		144,099		66,097
<i>Units Outstanding attributable to:</i>						
T. Rowe Price College Savings Plan		13,972		37,395		7,445
Alaska 529		2,525		5,844		1,389
Units outstanding		<u>16,497</u>		<u>43,239</u>		<u>8,834</u>
NET ASSET VALUE PER UNIT		<u>\$ 43.60</u>		<u>\$ 24.66</u>		<u>\$ 47.59</u>
Investments at cost		<u>\$ 577,899</u>		<u>\$ 1,025,521</u>		<u>\$ 204,181</u>

The accompanying notes are an integral part of these financial statements.

**The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
For the fiscal year ended June 30, 2021**

Statement of Net Assets (In thousands, except per unit values and shares)

Investments at value	Total Equity Market Index Portfolio		Global Impact Equity Portfolio ⁽¹⁾		Fixed Income Portfolio	
	Shares	Value	Shares	Value	Shares	Value
<i>EQUITY MUTUAL FUNDS</i>						
T. Rowe Price Blue Chip Growth Fund	—	\$ —	—	\$ —	—	\$ —
T. Rowe Price Emerging Markets Discovery Stock Fund	—	—	—	—	—	—
T. Rowe Price Emerging Markets Stock Fund	—	—	—	—	—	—
T. Rowe Price Equity Index 500 Fund	2,553,539	289,852	—	—	—	—
T. Rowe Price Global Impact Equity Fund	—	—	19,541	209	—	—
T. Rowe Price International Stock Fund	—	—	—	—	—	—
T. Rowe Price International Value Equity Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Index Fund	1,731,553	35,930	—	—	—	—
T. Rowe Price Mid-Cap Value Fund	—	—	—	—	—	—
T. Rowe Price Overseas Stock Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Index Fund	2,095,270	34,949	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	—	—	—	—	—	—
T. Rowe Price U.S. Large-Cap Core Fund	—	—	—	—	—	—
T. Rowe Price Value Fund	—	—	—	—	—	—
<i>BOND MUTUAL FUNDS</i>						
T. Rowe Price New Income Fund	—	—	—	—	—	—
T. Rowe Price QM U.S. Bond Index Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	—	—	4,414,888	57,923
T. Rowe Price U.S. Limited Duration TIPS Index Fund	—	—	—	—	—	—
<i>MONEY MARKET MUTUAL FUNDS</i>						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		360,731		209		57,923
Other assets less liabilities		(29)		—		(4)
NET ASSETS		\$ 360,702		\$ 209		\$ 57,919
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 160,309		\$ 204		\$ 26,864
Retained earnings		200,393		5		31,055
<i>Net Assets attributable to:</i>						
T. Rowe Price College Savings Plan		\$ 311,011		\$ 102		\$ 49,097
Alaska 529		49,691		107		8,822
<i>Units Outstanding attributable to:</i>						
T. Rowe Price College Savings Plan		7,031		10		1,624
Alaska 529		1,123		10		292
Units outstanding		8,154		20		1,916
NET ASSET VALUE PER UNIT		\$ 44.24		\$ 10.37		\$ 30.23
Investments at cost		\$ 343,018		\$ 204		\$ 51,168

(1) The portfolio inception on May 26, 2021 and was available for investment by the public on May 28, 2021.

The accompanying notes are an integral part of these financial statements.

The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Net Assets (In thousands, except per unit values and shares)

Investments at value	Balanced Portfolio		Money Market Portfolio		University of Alaska Portfolio	
	Shares	Value	Shares	Value	Shares	Value
<i>EQUITY MUTUAL FUNDS</i>						
T. Rowe Price Blue Chip Growth Fund	85,115	\$ 15,902	—	\$ —	—	\$ —
T. Rowe Price Emerging Markets Discovery Stock Fund	111,657	1,801	—	—	—	—
T. Rowe Price Emerging Markets Stock Fund	78,761	4,450	—	—	—	—
T. Rowe Price Equity Index 500 Fund	186,808	21,205	—	—	452,220	51,331
T. Rowe Price Global Impact Equity Fund	—	—	—	—	—	—
T. Rowe Price International Stock Fund	345,210	7,777	—	—	—	—
T. Rowe Price International Value Equity Fund	567,143	8,966	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	35,384	4,401	—	—	—	—
T. Rowe Price Mid-Cap Index Fund	—	—	—	—	349,424	7,251
T. Rowe Price Mid-Cap Value Fund	118,415	4,191	—	—	—	—
T. Rowe Price Overseas Stock Fund	638,144	8,449	—	—	—	—
T. Rowe Price Real Assets Fund	204,770	2,959	—	—	—	—
T. Rowe Price Small-Cap Index Fund	—	—	—	—	397,446	6,629
T. Rowe Price Small-Cap Stock Fund	110,783	8,118	—	—	—	—
T. Rowe Price U.S. Large-Cap Core Fund	42,225	1,482	—	—	—	—
T. Rowe Price Value Fund	347,218	16,899	—	—	—	—
<i>BOND MUTUAL FUNDS</i>						
T. Rowe Price New Income Fund	—	—	—	—	—	—
T. Rowe Price QM U.S. Bond Index Fund	—	—	—	—	8,383,250	96,156
T. Rowe Price Spectrum Income Fund	5,217,895	68,459	—	—	—	—
T. Rowe Price U.S. Limited Duration TIPS Index Fund	190,443	1,988	—	—	174,706	1,824
<i>MONEY MARKET MUTUAL FUNDS</i>						
T. Rowe Price U.S. Treasury Money Fund	3,791,731	3,792	132,181,523	132,182	3,470,030	3,470
Total investments in mutual funds		180,839		132,182		166,661
Other assets less liabilities		(15)		—		(7)
NET ASSETS		\$ 180,824		\$ 132,182		\$ 166,654
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 42,708		\$ 132,182		\$ 59,849
Retained earnings		138,116		—		106,805
<i>Net Assets attributable to:</i>						
T. Rowe Price College Savings Plan Alaska 529		\$ 155,655		\$ 114,729		\$ —
		25,169		17,453		166,654
<i>Units Outstanding attributable to:</i>						
T. Rowe Price College Savings Plan Alaska 529		3,770		114,729		—
		609		17,453		4,639
Units outstanding		4,379		132,182		4,639
NET ASSET VALUE PER UNIT		\$ 41.30		\$ 1.00		\$ 35.93
Investments at cost		\$ 116,448		\$ 132,182		\$ 121,724

The accompanying notes are an integral part of these financial statements.

The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
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Statement of Operations and Changes in Net Assets (in thousands)

	Portfolio 2042 ⁽¹⁾	Portfolio 2039	Portfolio 2036	Portfolio 2033	Portfolio 2030
Operations					
Net investment income					
Income distributions from Underlying Mutual Funds	\$ — ⁽²⁾	\$ 169	\$ 845	\$ 2,739	\$ 5,348
State fee expense	— ⁽²⁾	9	42	115	185
Program fee expense	— ⁽²⁾	6	29	77	122
Expenses waived	—	—	—	—	—
Total expenses	— ⁽²⁾	15	71	192	307
Net investment income	— ⁽²⁾	154	774	2,547	5,041
Net realized and unrealized gain / loss					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	— ⁽²⁾	53	1,647	9,262	19,709
Capital gain distributions from Underlying Mutual Funds	—	158	826	2,190	3,396
Net realized gain (loss)	— ⁽²⁾	211	2,473	11,452	23,105
Change in unrealized gain (loss)	4	5,196	24,537	55,360	70,593
Net realized and change in unrealized gain (loss)	4	5,407	27,010	66,812	93,698
Increase (decrease) in net assets from operations	\$ 4	\$ 5,561	\$ 27,784	\$ 69,359	\$ 98,739
Distributions of net investment income	—	—	—	—	—
Unit transactions*					
Units issued					
Participant contributions	663	14,302	26,463	40,624	51,355
Transfer from maturing portfolios	—	—	—	—	—
Units reinvested	—	—	—	—	—
Units redeemed					
Participant distributions	—	(1,487)	(7,736)	(9,940)	(17,902)
Redemption from maturing portfolios	—	—	—	—	—
Increase (decrease) in net assets from unit transactions	663	12,815	18,727	30,684	33,453
NET ASSETS					
Increase (decrease) during year	667	18,376	46,511	100,043	132,192
Beginning of year	—	9,744	61,315	179,075	299,217
End of year	\$ 667	\$ 28,120	\$ 107,826	\$ 279,118	\$ 431,409
*Unit information					
Units outstanding, beginning of year	—	901	4,392	7,876	9,227
Units issued					
Participant contributions	66	1,049	1,535	1,465	1,330
Transfer from maturing portfolios	—	—	—	—	—
Units reinvested	—	—	—	—	—
Units redeemed					
Participant distributions	—	(108)	(454)	(364)	(464)
Redemption from maturing portfolios	—	—	—	—	—
Units outstanding, end of year	66	1,842	5,473	8,977	10,093

(1) The portfolio incepted on May 26, 2021 and was available for investment by the public on May 28, 2021.

(2) Amounts round to less than \$1,000.

The accompanying notes are an integral part of these financial statements.

The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
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Statement of Operations and Changes in Net Assets (in thousands)

	Portfolio 2027	Portfolio 2024	Portfolio 2021 ⁽¹⁾	Portfolio for Education Today	Equity Portfolio
Operations					
Net investment income					
Income distributions from Underlying Mutual Funds	\$ 8,002	\$ 10,697	\$ 6,395	\$ 5,474	\$ 3,752
State fee expense	237	328	284	251	185
Program fee expense	155	211	176	153	121
Expenses waived	—	—	—	—	—
Total expenses	392	539	460	404	306
Net investment income	7,610	10,158	5,935	5,070	3,446
Net realized and unrealized gain / loss					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	31,725	67,167	139,206	59,685	41,077
Capital gain distributions from Underlying Mutual Funds	4,211	5,244	4,475	4,074	3,727
Net realized gain (loss)	35,936	72,411	143,681	63,759	44,804
Change in unrealized gain (loss)	65,047	32,320	(85,810)	(15,427)	75,943
Net realized and change in unrealized gain (loss)	100,983	104,731	57,871	48,332	120,747
Increase (decrease) in net assets from operations	\$ 108,593	\$ 114,889	\$ 63,806	\$ 53,402	\$ 124,193
Distributions of net investment income	—	—	—	—	—
Unit transactions*					
Units issued					
Participant contributions	55,594	70,672	49,138	55,771	40,447
Transfer from maturing portfolios	—	—	—	584,054	—
Units reinvested	—	—	—	—	—
Units redeemed					
Participant distributions	(28,000)	(50,538)	(87,372)	(148,912)	(57,796)
Redemption from maturing portfolios	—	—	(584,054)	—	—
Increase (decrease) in net assets from unit transactions	27,594	20,134	(622,288)	490,913	(17,349)
NET ASSETS					
Increase (decrease) during year	136,187	135,023	(558,482)	544,315	106,844
Beginning of year	401,427	584,290	558,482	521,924	313,576
End of year	\$ 537,614	\$ 719,313	\$ —	\$ 1,066,239	\$ 420,420
*Unit information					
Units outstanding, beginning of year	16,598	16,015	19,565	23,470	9,298
Units issued					
Participant contributions	1,976	1,731	1,612	2,374	966
Transfer from maturing portfolios	—	—	—	23,732	—
Units reinvested	—	—	—	—	—
Units redeemed					
Participant distributions	(999)	(1,249)	(2,876)	(6,337)	(1,430)
Redemption from maturing portfolios	—	—	(18,301)	—	—
Units outstanding, end of year	17,575	16,497	—	43,239	8,834

(1) On June 25, 2021, Portfolio 2021 matured, all investments were sold and all outstanding units were exchanged into the Portfolio for Education Today.

**The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
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Statement of Operations and Changes in Net Assets (in thousands)

	Total Equity Market Index Portfolio	Global Impact Equity Portfolio⁽¹⁾	Fixed Income Portfolio	Balanced Portfolio	Money Market Portfolio
Operations					
Net investment income					
Income distributions from Underlying Mutual Funds	\$ 4,391	\$ —	\$ 1,549	\$ 2,697	\$ 14
State fee expense	147	— ⁽²⁾	29	82	71
Program fee expense	99	— ⁽²⁾	18	53	43
Expenses waived	(58)	—	(15)	—	(114)
Total expenses	188	— ⁽²⁾	32	135	—
Net investment income	4,203	— ⁽²⁾	1,517	2,562	14
Net realized and unrealized gain / loss					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	161,165	—	82	14,265	—
Capital gain distributions from Underlying Mutual Funds	1,114	—	430	1,474	—
Net realized gain (loss)	162,279	—	512	15,739	—
Change in unrealized gain (loss)	(63,747)	5	3,697	21,556	—
Net realized and change in unrealized gain (loss)	98,532	5	4,209	37,295	—
Increase (decrease) in net assets from operations	\$ 102,735	\$ 5	\$ 5,726	\$ 39,857	\$ 14
Distributions of net investment income	—	—	—	—	(14)
Unit transactions*					
Units issued					
Participant contributions	66,719	204	12,239	22,081	50,227
Transfer from maturing portfolios	—	—	—	—	—
Units reinvested	—	—	—	—	14
Units redeemed					
Participant distributions	(39,105)	—	(14,874)	(28,049)	(64,925)
Redemption from maturing portfolios	—	—	—	—	—
Increase (decrease) in net assets from unit transactions	27,614	204	(2,635)	(5,968)	(14,684)
NET ASSETS					
Increase (decrease) during year	130,349	209	3,091	33,889	(14,684)
Beginning of year	230,353	—	54,828	146,935	146,866
End of year	\$ 360,702	\$ 209	\$ 57,919	\$ 180,824	\$ 132,182
*Unit information					
Units outstanding, beginning of year	7,447	—	2,004	4,552	146,866
Units issued					
Participant contributions	1,759	20	423	594	50,227
Transfer from maturing portfolios	—	—	—	—	—
Units reinvested	—	—	—	—	14
Units redeemed					
Participant distributions	(1,052)	—	(511)	(767)	(64,925)
Redemption from maturing portfolios	—	—	—	—	—
Units outstanding, end of year	8,154	20	1,916	4,379	132,182

(1) The portfolio inception on May 26, 2021 and was available for investment by the public on May 28, 2021.

(2) Amounts round to less than \$1,000.

The accompanying notes are an integral part of these financial statements.

**The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
For the fiscal year ended June 30, 2021**

Statement of Operations and Changes in Net Assets (in thousands)

	University of Alaska Portfolio
Operations	
Net investment income	
Income distributions from Underlying Mutual Funds	\$ 2,712
State fee expense	—
Program fee expense	50
Expenses waived	—
Total expenses	<u>50</u>
Net investment income	<u>2,662</u>
Net realized and unrealized gain / loss	
Net realized gain (loss)	
Sales of Underlying Mutual Funds	14,661
Capital gain distributions from Underlying Mutual Funds	<u>1,714</u>
Net realized gain (loss)	16,375
Change in unrealized gain (loss)	<u>5,163</u>
Net realized and change in unrealized gain (loss)	21,538
Increase (decrease) in net assets from operations	<u>\$ 24,200</u>
Distributions of net investment income	<u>—</u>
Unit transactions*	
Units issued	
Participant contributions	14,130
Transfer from maturing portfolios	—
Units reinvested	—
Units redeemed	
Participant distributions	(14,519)
Redemption from maturing portfolios	<u>—</u>
Increase (decrease) in net assets from unit transactions	<u>(389)</u>
NET ASSETS	
Increase (decrease) during year	23,811
Beginning of year	<u>142,843</u>
End of year	<u>\$ 166,654</u>
*Unit information	
Units outstanding, beginning of year	4,639
Units issued	
Participant contributions	434
Transfer from maturing portfolios	—
Units reinvested	—
Units redeemed	
Participant distributions	(434)
Redemption from maturing portfolios	<u>—</u>
Units outstanding, end of year	<u>4,639</u>

The accompanying notes are an integral part of these financial statements.

**The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
For the fiscal year ended June 30, 2021**

Financial Highlights

For a unit outstanding throughout the period

	Portfolio 2042 ⁽¹⁾	Portfolio 2039	Portfolio 2036	Portfolio 2033	Portfolio 2030
NET ASSET VALUE					
Beginning of period	\$ 10.00	\$ 10.81	\$ 13.96	\$ 22.74	\$ 32.43
Investment activities					
Net investment income (loss) ⁽²⁾	— ⁽³⁾	0.12	0.16	0.30	0.52
Net realized and unrealized gain/loss	0.13	4.33	5.58	8.05	9.79
Total from investment activities	0.13	4.45	5.74	8.35	10.31
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE End of period	\$ 10.13	\$ 15.26	\$ 19.70	\$ 31.09	\$ 42.74
Ratios⁽⁴⁾					
Total Return	1.30%	41.17%	41.12%	36.72%	31.79%
Ratio of expenses to average net assets	0.10% ⁽⁵⁾	0.09%	0.08%	0.08%	0.08%
Ratio of net investment income (loss) to average net assets	0.37% ⁽⁵⁾	0.86%	0.91%	1.10%	1.36%
Portfolio turnover rate	0.4%	21.8%	19.3%	23.5%	23.0%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽⁶⁾ (Unaudited)	0.56% ⁽⁵⁾	0.50%	0.51%	0.50%	0.48%
Effective expense ratio (Unaudited)	0.66% ⁽⁵⁾	0.59%	0.59%	0.58%	0.56%
Net assets, end of period (in millions)	\$ 0.7	\$ 28.1	\$ 107.8	\$ 279.1	\$ 431.4

⁽¹⁾ The portfolio inception on May 26, 2021 and was available for investment by the public on May 28, 2021.

⁽²⁾ Computed on the basis of average units outstanding.

⁽³⁾ Amounts round to less than \$0.01 per share.

⁽⁴⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests. Total return is not annualized for periods less than one year.

⁽⁵⁾ Annualized

⁽⁶⁾ Reflects the indirect expense impact to the Portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights

For a unit outstanding throughout the period

	Portfolio 2027	Portfolio 2024	Portfolio for Education Today	Equity Portfolio	Total Equity Market Index Portfolio
NET ASSET VALUE					
Beginning of period	\$ 24.19	\$ 36.49	\$ 22.24	\$ 33.73	\$ 30.93
Investment activities					
Net investment income (loss) ⁽¹⁾	0.45	0.63	0.24	0.39	0.54
Net realized and unrealized gain/loss	5.95	6.48	2.18	13.47	12.77
Total from investment activities	6.40	7.11	2.42	13.86	13.31
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE					
End of period	\$ 30.59	\$ 43.60	\$ 24.66	\$ 47.59	\$ 44.24
Ratios⁽²⁾					
Total Return	26.46%	19.48%	10.88%	41.09%	43.03%
Ratio of expenses to average net assets	0.08%	0.08%	0.08%	0.08%	0.06%
Ratio of net investment income (loss) to average net assets	1.60%	1.55%	1.01%	0.93%	1.42%
Portfolio turnover rate	22.5%	41.2%	70.6%	22.0%	228.1%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.47%	0.38%	0.29%	0.52%	0.23%
Effective expense ratio (Unaudited)	0.55%	0.46%	0.37%	0.60%	0.29%
Net assets, end of period (in millions)	\$ 537.6	\$ 719.3	\$ 1,066.2	\$ 420.4	\$ 360.7

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the Portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

The accompanying notes are an integral part of these financial statements.

**The College Savings Program – Direct Plans
Sponsored by the Education Trust of Alaska
For the fiscal year ended June 30, 2021**

Financial Highlights

For a unit outstanding throughout the period

	Global Impact Equity Portfolio ⁽¹⁾	Fixed Income Portfolio	Balanced Portfolio	Money Market Portfolio	University of Alaska Portfolio
NET ASSET VALUE					
Beginning of period	\$ 10.00	\$ 27.35	\$ 32.28	\$ 1.00	\$ 30.79
Investment activities					
Net investment income (loss) ⁽²⁾	— ⁽³⁾	0.77	0.58	— ⁽³⁾⁽⁴⁾	0.57
Net realized and unrealized gain/loss	0.37	2.11	8.44	—	4.57
Total from investment activities	0.37	2.88	9.02	—	5.14
Distributions of net investment income	—	—	—	— ⁽³⁾	—
NET ASSET VALUE End of period	\$ 10.37	\$ 30.23	\$ 41.30	\$ 1.00	\$ 35.93
Ratios⁽⁵⁾					
Total Return	3.70%	10.53%	27.94%	0.01%⁽⁴⁾	16.69%
Ratio of expenses to average net assets	0.10% ⁽⁶⁾	0.06%	0.08%	0.00% ⁽⁴⁾	0.03%
Ratio of net investment income (loss) to average net assets	(0.10)% ⁽⁶⁾	2.64%	1.56%	0.01% ⁽⁴⁾	1.68%
Portfolio turnover rate	146.2%	14.7%	23.7%	12.8%	26.2%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽⁷⁾ (Unaudited)	0.73% ⁽⁶⁾	0.45%	0.47%	0.17%	0.13%
Effective expense ratio (Unaudited)	0.83% ⁽⁶⁾	0.51%	0.55%	0.17% ⁽⁴⁾	0.16%
Net assets, end of period (in millions)	\$ 0.2	\$ 57.9	\$ 180.8	\$ 132.2	\$ 166.7

⁽¹⁾ The portfolio inceptioned on May 26, 2021 and was available for investment by the public on May 28, 2021.

⁽²⁾ Computed on the basis of average units outstanding.

⁽³⁾ Amounts round to less than \$0.01 per share.

⁽⁴⁾ See Note 3. Includes the effect of voluntary management fee waivers and operating expense reimbursements (0.08% of average net assets).

⁽⁵⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests. Total return is not annualized for periods less than one year.

⁽⁶⁾ Annualized

⁽⁷⁾ Reflects the indirect expense impact to the Portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

The College Savings Program was established under the Education Trust of Alaska (the trust) to help investors provide for the increasing cost of higher education through tax-advantaged savings and investments in accordance with the provisions of Section 529 of the Internal Revenue Code. The University of Alaska (the University or UA) serves as trustee for the trust, and T. Rowe Price Associates, Inc. (Price Associates or the program manager) serves as the program manager. The Alaska 529 (Alaska Plan) and the T. Rowe Price College Savings Plan (Price plan) (collectively, the direct plans) are two plans authorized under the College Savings Program and are marketed directly to investors without sales charges. The Alaska plan is distributed primarily in Alaska, and the Price plan is distributed nationally.

The direct plans offer eight enrollment-based and six static portfolios (collectively, the portfolios). Additionally, the Alaska plan offers the University of Alaska Portfolio that carries a UA Tuition-Value Guarantee. Each portfolio invests in predetermined underlying equity, fixed income, fund-of-funds, and/or money market mutual funds (underlying mutual funds). Each underlying mutual fund is managed by Price Associates and is registered with the Securities and Exchange Commission under the Investment Company Act of 1940.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation Each portfolio is an investment company and follows accounting and reporting guidance in the Financial Accounting Standards Board (FASB) *Accounting Standards Codification* Topic 946 (ASC 946). The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), including but not limited to ASC 946. GAAP requires the use of estimates made by the program manager. The program manager believes that estimates and valuations of the underlying mutual funds are appropriate; however, actual results may differ from those estimates, and the valuations reflected in the accompanying financial statements may differ from the value ultimately realized upon sale of the underlying mutual funds. The program manager believes no events have occurred between June 30, 2021, the date of this report, and September 14, 2021, the date the financial statements were available to be issued, that require adjustment of, or disclosure in, the accompanying financial statements.

Units Each investor's beneficial interest in the net assets of a portfolio is represented by units, an unlimited number of which are authorized. Unit transactions are subject to terms, conditions, and limitations defined in each plan's Plan Disclosure Document. Contributions to, distributions from, and exchanges between the portfolios are recorded upon receipt of unit holder instructions in good order, based on the next determined net asset value per unit.

Investment Income and Transactions Income and expenses are recorded on the accrual basis. Expenses reflected in the accompanying financial statements are expenses of the portfolios and do not include any expenses associated with the underlying mutual funds. Investment transactions in shares of the underlying mutual funds are accounted for on the trade date basis. Income and capital gain distributions from the underlying mutual funds are recorded on the ex-dividend date. Realized gains and losses are reported on the identified cost basis. For all portfolios other than the Money Market Portfolio, net investment income and net realized gains accumulate in the portfolio's net asset value and are not separately distributed to unit holders. The Money Market Portfolio declares a daily dividend of net investment income, which is automatically reinvested in the unit holder's account monthly.

Federal Income Taxes The College Savings Program is designed to operate as a qualified tuition program established and maintained by a state, within the meaning of Section 529 of the Internal Revenue Code of 1986, as amended (the code). Accordingly, each portfolio makes no provision for federal income taxes.

Distributions Section 529 of the code provides that distributions, including the portion that represents earnings, used for qualified education expenses are exempt from federal income tax. The earnings portion of a distribution not used for qualified education expenses by the underlying account holder may be subject to federal and state income taxes as well as a 10% federal penalty to the underlying account holder.

NOTE 2 - VALUATION

Each portfolio's financial instruments are valued and its net asset value (NAV) per unit is computed at the close of the New York Stock Exchange (NYSE), normally 4 p.m. ET, each day the NYSE is open for business. However, the NAV per unit may be calculated at a time other than the normal close of the NYSE if trading on the NYSE is restricted, if the NYSE closes earlier, or as may be permitted by the trustee. Each portfolio's financial instruments are reported at fair value, which GAAP defines as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. To calculate the NAV, each portfolio's assets are valued and totaled, liabilities are subtracted, and the balance, called net assets, is divided by the number of portfolio units outstanding. Investments in underlying mutual funds are valued at the underlying mutual fund's closing NAV per unit on the date of valuation. Investments for which such valuation procedures are inappropriate or are deemed not to reflect fair value are stated at fair value as determined in good faith by or under the supervision of the program manager, as authorized by the trustee.

Various valuation techniques and inputs are used to determine the fair value of financial instruments. GAAP establishes the following fair value hierarchy that categorizes the inputs used to measure fair value:

- Level 1 – quoted prices (unadjusted) in active markets for identical financial instruments that the fund can access at the reporting date
- Level 2 – inputs other than Level 1 quoted prices that are observable, either directly or indirectly (including, but not limited to, quoted prices for similar financial instruments in active markets, quoted prices for identical or similar financial instruments in inactive markets, interest rates and yield curves, implied volatilities, and credit spreads)
- Level 3 – unobservable inputs (including the portfolio's own assumptions in determining fair value)

Observable inputs are developed using market data, such as publicly available information about actual events or transactions, and reflect the assumptions that market participants would use to price the financial instrument. Unobservable inputs are those for which market data is not available and are developed using the best information available about the assumptions that market participants would use to price the financial instrument. GAAP requires valuation techniques to maximize the use of relevant observable inputs and minimize the use of unobservable inputs. When multiple inputs are used to derive fair value, the financial instrument is assigned to the level within the fair value hierarchy based on the lowest-level input that is significant to the fair value of the financial instrument. Input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level but rather the degree of judgment used in determining those values. Because the underlying mutual funds in which the portfolios invest are actively traded at publicly available NAVs, all financial instruments were classified as Level 1 on June 30, 2021.

NOTE 3 - RELATED PARTIES

Price Associates, a wholly owned subsidiary of T. Rowe Price Group, Inc., is the investment adviser and program manager for the direct plans. In addition, Price Associates and its wholly owned subsidiaries serve as investment manager for each of the underlying mutual funds, and certain officers and directors of Price Associates and its subsidiaries are also officers and directors of the underlying mutual funds. Further, Price Associates and its wholly owned subsidiaries provide recordkeeping, administrative, distribution and marketing, custodial, and certain other services to the direct plans.

Under the terms of the program management agreement between Price Associates and the trust, each portfolio, other than the University of Alaska Portfolio, pays an annual administrative fee to the trust (trust fee) equal to 0.05% of each portfolio's average net assets. The trust fee is accrued daily and paid monthly. At June 30, 2021, trust fees of \$143,000 were payable by the portfolios.

Effective November 18, 2020, each portfolio pays an annual program fee for administration and management to the program manager equal to 0.05% of its average daily net assets. This fee accrues daily and is paid monthly. At June 30, 2021, program fees of \$161,000 were payable by the portfolios. The program manager agreed to voluntarily waive the

program fee for Total Equity Market Index Portfolio and Fixed Income Portfolio from November 18, 2020 until the underlying mutual fund changes, as described in Note 5, were completed. Pursuant to this arrangement, program fees of \$58,000 and \$14,000 were waived for Total Equity Market Index Portfolio and Fixed Income Portfolio, respectively, for the year ended June 30, 2021. For Portfolio 2042, Portfolio 2039, Portfolio 2036, and Equity Portfolio, the program manager has contractually agreed to limit the annual aggregate program fee plus trust fee and indirect expenses to 0.69% of each portfolio's respective average net assets. Additionally, for Portfolio 2033, the program manager has contractually agreed to limit the annual aggregate program fee plus trust fee and indirect expenses to 0.68% of the portfolio's average net assets. Fees waived under these expense limit agreements are not subject to future repayment by the portfolios. Pursuant to these arrangements, no program fees were waived for Portfolio 2042, Portfolio 2039, Portfolio 2036, Portfolio 2033 and Equity Portfolio, for the year ended June 30, 2021.

When market conditions warrant, the program fee (and, if necessary, the trust fee) will be voluntarily waived in whole or in part in the event that the combination of the indirect expenses, trust fee, and the program fee would result in a negative return for Money Market Portfolio. Any amounts waived under this arrangement are not subject to repayment by the Money Market Portfolio. This voluntary waiver may be amended or terminated at any time without prior notice. Pursuant to this arrangement, program fees of \$43,000 and trust fees of \$71,000 were waived for Money Market Portfolio for the year ended June 30, 2021.

Each portfolio indirectly bears its pro-rata share of the fees and expenses of the underlying mutual funds in which it invests. The portfolios pay no investment management fees; however, Price Associates receives asset-based management fees from the underlying mutual funds in which the portfolios invest. The costs associated with recordkeeping and related account servicing for the portfolios are borne by either Price Associates or each underlying mutual fund in proportion to the average daily value of its shares owned by the portfolios. During the year ended June 30, 2021, the underlying mutual funds incurred \$6,560,000 related to services provided to direct plan accounts. The impact of portfolio-related costs borne by the underlying mutual funds is reflected in the valuations of the underlying mutual funds, which, in turn, affect the NAVs of the portfolios.

NOTE 4 - UNIVERSITY OF ALASKA PORTFOLIO

An investment in the University of Alaska Portfolio functions like an investment in any other portfolio in the College Savings Program, except that the University of Alaska Portfolio carries a UA Tuition-Value Guarantee (guarantee). To the extent an investment in the University of Alaska Portfolio is used to pay tuition at the University of Alaska, the trust guarantees that the rate of earnings attributable to that investment will at least equal the rate of tuition inflation at the University. The trust tracks the excess or deficiency of earnings attributable to each account in the University of Alaska Portfolio relative to tuition inflation at the University. The guarantee is funded by the trust and has no effect on the value of assets in the other portfolios. Although the guarantee applies only to tuition expense at the University of Alaska, investments in the University of Alaska Portfolio may be used for qualified education expenses at other educational institutions or for any purpose not prohibited by law. Similar to the other portfolios, all unit transactions in the University of Alaska Portfolio are valued at NAV.

NOTE 5 - PORTFOLIO CHANGES

On October 1, 2020, the T. Rowe Price U.S. Bond Enhanced Index Fund, an underlying fund for the University of Alaska Portfolio, changed its name to T. Rowe Price QM U.S. Bond Index Fund.

On November 18, 2020, the portfolio's investments in the underlying mutual funds were exchanged from Investor Class to I Class for those underlying funds that offered an I class; the expense ratios for the I Class are generally lower than the Investor Class.

In January 2021, U.S. Large-Cap Core Fund and Emerging Markets Discovery Stock Fund began to be gradually added as underlying mutual funds in Equity Portfolio, Balanced Portfolio and the Enrollment-Based Portfolios, including Portfolio for Education Today. In addition, the following changes to underlying mutual funds were made; however, the overall investment objective and description for each portfolio did not change as a result of these underlying mutual fund changes:

Portfolio	Former underlying mutual fund	New underlying mutual fund(s)
University of Alaska Portfolio	Extended Equity Market Index Fund	Small-Cap Index Fund and Mid-Cap Index Fund
Enrollment-Based Portfolios, Portfolio for Education Today, and the University of Alaska Portfolio	Limited Duration Inflation Focused Bond Fund	U.S. Limited Duration TIPS Index Fund

Effective January 1, 2021, the T. Rowe Price Transition Fund was added as an underlying fund in the Equity Portfolio, the Balanced Portfolio, the Total Market Equity Index Portfolio, and the Enrollment-Based Portfolios, including Portfolio for Education Today. The Transition Fund may be used as a mechanism to facilitate asset movements between the various underlying mutual funds.

On April 9, 2021, investments in the Total Equity Market Index Portfolio were exchanged (via the Transition Fund) from the Total Equity Market Index Fund to the Equity Index Fund – I Class, Mid-Cap Index Fund – I Class, and Small-Cap Index Fund – I Class.

On May 18, 2021, investments in the Spectrum Income Fund, an underlying mutual fund in the Fixed Income Portfolio, the Balanced Portfolio and the Enrollment-Based Portfolios, were exchanged from Investor Class to I Class.

On May 26, 2021, the Global Impact Equity Portfolio was seeded with \$100,000 investment by the University of Alaska. The Portfolio was available for investment by the public on May 28, 2021.

On May 26, 2021, Portfolio 2042 was seeded with \$100,000 investment by the University of Alaska. The Portfolio was available for investment by the public on May 28, 2021.

As scheduled, at the close of business on June 25, 2021, Portfolio 2021 matured, all investments were sold, and all outstanding units were converted into the Portfolio for Education Today at the net asset value per unit on that date.

NOTE 6 - OTHER MATTERS

Unpredictable events such as environmental or natural disasters, war, terrorism, pandemics, outbreaks of infectious diseases, and similar public health threats may significantly affect the economy and the markets and underlying mutual funds in which the portfolios invest. Certain events may cause instability across global markets, including reduced liquidity and disruptions in trading markets, while some events may affect certain geographic regions, countries, sectors, and industries more significantly than others, and exacerbate other pre-existing political, social, and economic risks. During 2020, a novel strain of coronavirus (COVID-19) resulted in disruptions to global business activity and caused significant volatility and declines in global financial markets.

These types of events, such as the global pandemic caused by COVID-19, may also cause widespread fear and uncertainty, and result in, among other things: enhanced health screenings, quarantines, cancellations, and travel restrictions, including border closings; disruptions to business operations and supply chains and customer activity; exchange trading suspensions and closures, and overall reduced liquidity of securities, derivatives, and commodities trading markets; reductions in consumer demand and economic output; and significant challenges in healthcare service preparation and delivery. The portfolios could be negatively impacted if the value of a portfolio holding held by an underlying mutual fund were harmed by such political or economic conditions or events. In addition, the operations of the direct plans, including the underlying mutual funds, their investment advisers, and their service providers may be significantly impacted, or even temporarily halted, as a result of any impairment to their information technology and other operations systems, extensive employee illnesses or unavailability, government quarantine measures, and restrictions on travel or meetings and other factors related to public emergencies.

Governmental and quasi-governmental authorities and regulators have in the past responded to major economic disruptions with a variety of significant fiscal and monetary policy changes, including but not limited to, direct capital infusions into companies, new monetary programs, and dramatically lower interest rates. An unexpected or quick reversal of these policies, or the ineffectiveness of these policies, could negatively impact overall investor sentiment and further increase volatility in securities markets.



Report of Independent Auditors

To the Trustee and Program Manager of the College Savings Program – Direct Plans sponsored by the Education Trust of Alaska:

We have audited the accompanying financial statements of each of the Portfolios indicated in the table below (collectively referred to as the “Portfolios”), which comprise the statement of net assets, as of June 30, 2021 and the related statement of operations and changes in net assets and the financial highlights for the periods indicated in the table below (other than Portfolio 2021, which only includes a statement of operations and changes in net assets for the period July 1, 2020 to June 25, 2021 (date of maturity)). These financial statements and financial highlights are hereafter collectively referred to as "financial statements."

Trust	Statement of operations	Statement of changes in net assets	Financial highlights
Portfolio 2039	For the year ended	For the year ended	For the year ended
Portfolio 2036	June 30, 2021	June 30, 2021	June 30, 2021
Portfolio 2033			
Portfolio 2030			
Portfolio 2027			
Portfolio 2024			
Portfolio for Education Today			
Equity Portfolio			
Total Equity Market			
Index Portfolio			
Fixed Income Portfolio			
Balanced Portfolio			
Money Market Portfolio			
University of Alaska Portfolio			
Portfolio 2042	For the period May 26,	For the period May 26,	For the period May 26,
Portfolio Global Impact	2021 (inception)	2021 (inception)	2021 (inception)
Equity Portfolio	through June 30, 2021	through June 30, 2021	through June 30, 2021

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.



Auditors' Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit 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 are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Portfolios' preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Portfolios' internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of each of the Portfolios indicated in the table above as of June 30, 2021, and the results of each of their operations, changes in each of their net assets and each of their financial highlights for the periods indicated in the table above, in accordance with accounting principles generally accepted in the United States of America.

PricewaterhouseCoopers LLP

Baltimore, MD
September 14, 2021

JOHN HANCOCK FREEDOM 529

Offered by the Education Trust of Alaska

ANNUAL REPORT

June 30, 2021

JOHN HANCOCK FREEDOM 529

Offered by the Education Trust of Alaska

ANNUAL REPORT

June 30, 2021

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Net Assets - (In thousands, except per unit values and shares)

Investments at value	Portfolio 2037-2040		Portfolio 2033-2036		Portfolio 2029-2032	
	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	29,080	\$ 1,451	184,165	\$ 9,190	347,843	\$ 17,357
John Hancock Capital Appreciation Fund (Jennison)	190,988	4,343	1,191,635	27,098	2,169,362	49,331
John Hancock Disciplined Value Fund (Boston Partners)	117,785	2,969	725,087	18,279	1,367,206	34,467
John Hancock Disciplined Value International Fund (Boston Partners)	322,948	4,663	1,993,410	28,785	3,730,689	53,871
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	120,470	1,649	763,626	10,454	1,425,712	19,518
John Hancock International Growth Fund (Wellington)	116,157	4,696	719,176	29,076	1,361,145	55,031
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
T. Rowe Price Blue Chip Growth Fund	34,180	6,368	211,713	39,440	393,707	73,344
T. Rowe Price Equity Income Fund	152,747	5,609	945,468	34,718	1,766,499	64,866
T. Rowe Price Financial Services Fund	—	—	—	—	—	—
T. Rowe Price Health Sciences Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	12,220	1,518	76,690	9,524	143,626	17,837
T. Rowe Price Mid-Cap Value Fund	42,421	1,501	253,808	8,982	469,333	16,610
T. Rowe Price New Horizons Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	136,085	1,975	822,748	11,938	1,551,997	22,519
T. Rowe Price Science & Technology Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	39,006	2,856	243,611	17,840	452,186	33,114
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	—	—	351,276	4,584	4,286,932	55,944
John Hancock Strategic Income Opportunities Fund (MIM)	—	—	124,300	1,415	1,595,248	18,154
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—
T. Rowe Price Short-Term Bond Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	475,325	6,236	5,673,300	74,434
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		\$ 39,598		\$ 257,559		\$ 606,397
Other assets less liabilities		(5)		(105)		(280)
NET ASSETS		\$ 39,593		\$ 257,454		\$ 606,117
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 31,901		\$ 170,543		\$ 351,825
Retained earnings		7,692		86,911		254,292
<i>Net Assets attributable to:</i>						
Class A		\$ 34,110		\$ 216,801		\$ 520,510
Class C2		3,222		33,280		74,833
Class F		2,261		7,373		10,774
<i>Units Outstanding attributable to:</i>						
Class A		2,217		11,198		19,421
Class C2		213		1,802		3,012
Class F		146		420		650
NET ASSET VALUE PER UNIT						
Class A		<u>\$ 15.38</u>		<u>\$ 19.36</u>		<u>\$ 26.80</u>
Class C2		<u>\$ 15.15</u>		<u>\$ 18.47</u>		<u>\$ 24.84</u>
Class F		<u>\$ 15.47</u>		<u>\$ 17.57</u>		<u>\$ 16.58</u>
<i>Maximum offering price per unit</i>						
Class A		16.02		20.17		27.92
Class C2		15.15		18.47		24.84
Class F		15.47		17.57		16.58
Investments at cost		\$ 32,659		\$ 193,467		\$ 454,789

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Net Assets - (In thousands, except per unit values and shares)

Investments at value	Portfolio 2025-2028		Portfolio 2021-2024		Enrollment Portfolio	
	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	405,788	\$ 20,249	487,520	\$ 24,327	289,079	\$ 14,425
John Hancock Capital Appreciation Fund (Jennison)	2,460,049	55,941	2,950,007	67,083	1,717,161	39,048
John Hancock Disciplined Value Fund (Boston Partners)	1,555,933	39,225	1,842,805	46,457	1,083,504	27,315
John Hancock Disciplined Value International Fund (Boston Partners)	4,231,686	61,106	1,793,838	25,903	693,090	10,008
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	1,622,116	22,207	162,978	2,231	—	—
John Hancock International Growth Fund (Wellington)	1,557,882	62,985	674,919	27,287	273,651	11,064
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
T. Rowe Price Blue Chip Growth Fund	446,688	83,213	540,446	100,680	312,743	58,261
T. Rowe Price Equity Income Fund	2,020,367	74,188	2,439,215	89,568	1,424,741	52,316
T. Rowe Price Financial Services Fund	—	—	—	—	—	—
T. Rowe Price Health Sciences Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	161,365	20,040	36,303	4,509	—	—
T. Rowe Price Mid-Cap Value Fund	531,060	18,794	118,994	4,211	—	—
T. Rowe Price New Horizons Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	1,800,829	26,130	1,475,293	21,407	713,912	10,359
T. Rowe Price Science & Technology Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	512,719	37,546	109,904	8,048	—	—
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	12,767,559	166,617	17,809,355	232,412	12,652,493	165,115
John Hancock Strategic Income Opportunities Fund (MIM)	4,693,016	53,407	6,696,166	76,202	4,649,031	52,906
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	51,490,510	277,534	80,577,093	434,311
T. Rowe Price Short-Term Bond Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	16,689,754	218,970	23,371,102	306,629	16,562,325	217,298
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		\$ 960,618		\$ 1,314,488		\$ 1,092,426
Other assets less liabilities		(388)		(607)		(537)
NET ASSETS		\$ 960,230		\$ 1,313,881		\$ 1,091,889
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 504,247		\$ 642,176		\$ 760,128
Retained earnings		455,983		671,705		331,761
<i>Net Assets attributable to:</i>						
Class A		\$ 842,091		\$ 1,150,396		\$ 988,146
Class C2		101,342		150,101		93,942
Class F		16,797		13,384		9,801
<i>Units Outstanding attributable to:</i>						
Class A		32,786		28,695		33,770
Class C2		4,386		4,313		4,524
Class F		1,098		948		760
NET ASSET VALUE PER UNIT						
Class A		<u>\$ 25.68</u>		<u>\$ 40.09</u>		<u>\$ 29.26</u>
Class C2		<u>\$ 23.10</u>		<u>\$ 34.80</u>		<u>\$ 20.76</u>
Class F		<u>\$ 15.30</u>		<u>\$ 14.12</u>		<u>\$ 12.90</u>
<i>Maximum offering price per unit</i>						
Class A		26.75		41.76		30.16
Class C2		23.10		34.80		20.76
Class F		15.30		14.12		12.90
Investments at cost		\$ 738,029		\$ 1,066,946		\$ 965,980

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
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Statement of Net Assets - (In thousands, except per unit values and shares)

Investments at value	Short-Term Bond Portfolio		Fixed-Income Portfolio		Equity Portfolio	
	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	251,668	\$ 12,558
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	1,479,721	33,649
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	1,015,323	25,596
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	2,729,675	39,417
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	1,203,379	16,474
John Hancock International Growth Fund (Wellington)	—	—	—	—	936,691	37,871
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
T. Rowe Price Blue Chip Growth Fund	—	—	—	—	265,075	49,381
T. Rowe Price Equity Income Fund	—	—	—	—	1,317,420	48,376
T. Rowe Price Financial Services Fund	—	—	—	—	—	—
T. Rowe Price Health Sciences Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	—	—	—	—	110,928	13,776
T. Rowe Price Mid-Cap Value Fund	—	—	—	—	394,126	13,948
T. Rowe Price New Horizons Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	—	—	—	—	607,120	8,809
T. Rowe Price Science & Technology Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	—	—	—	—	338,552	24,792
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	—	—	2,309,591	30,140	—	—
John Hancock Strategic Income Opportunities Fund (MIM)	—	—	901,191	10,256	—	—
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—
T. Rowe Price Short-Term Bond Fund	10,070,940	48,643	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	3,106,035	40,751	—	—
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		\$ 48,643		\$ 81,147		\$ 324,647
Other assets less liabilities		(9)		(21)		(153)
NET ASSETS		\$ 48,634		\$ 81,126		\$ 324,494
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 42,319		\$ 39,558		\$ (23,896)
Retained earnings		6,315		41,568		348,390
<i>Net Assets attributable to:</i>						
Class A		\$ 42,757		\$ 72,528		\$ 296,122
Class C2		5,247		7,224		22,824
Class F		630		1,374		5,548
<i>Units Outstanding attributable to:</i>						
Class A		2,185		2,215		5,450
Class C2		415		347		428
Class F		57		116		314
NET ASSET VALUE PER UNIT						
Class A		<u>\$ 19.57</u>		<u>\$ 32.74</u>		<u>\$ 54.33</u>
Class C2		<u>\$ 12.64</u>		<u>\$ 20.86</u>		<u>\$ 53.37</u>
Class F		<u>\$ 11.00</u>		<u>\$ 11.87</u>		<u>\$ 17.67</u>
<i>Maximum offering price per unit</i>						
Class A		20.18		33.75		56.59
Class C2		12.64		20.86		53.37
Class F		11.00		11.87		17.67
Investments at cost		\$ 47,466		\$ 75,080		\$ 184,244

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John Hancock Freedom 529
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Statement of Net Assets - (In thousands, except per unit values and shares)

Investments at value	Future Trends Portfolio		Money Market Portfolio		Multimanager Lifestyle Growth 529 Portfolio	
	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	—	\$ —
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	—	—
John Hancock International Growth Fund (Wellington)	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	23,567,749	415,264
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
T. Rowe Price Blue Chip Growth Fund	—	—	—	—	—	—
T. Rowe Price Equity Income Fund	—	—	—	—	—	—
T. Rowe Price Financial Services Fund	2,078,551	70,463	—	—	—	—
T. Rowe Price Health Sciences Fund	664,341	71,915	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Value Fund	—	—	—	—	—	—
T. Rowe Price New Horizons Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	—	—	—	—	—	—
T. Rowe Price Science & Technology Fund	1,159,199	73,991	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	—	—	—	—	—	—
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	—	—	—	—	—	—
John Hancock Strategic Income Opportunities Fund (MIM)	—	—	—	—	—	—
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—
T. Rowe Price Short-Term Bond Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	—	—	—	—
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	131,147,922	131,148	—	—
Total investments in mutual funds		\$ 216,369		\$ 131,148		\$ 415,264
Other assets less liabilities		(103)		124		(176)
NET ASSETS		\$ 216,266		\$ 131,272		\$ 415,088
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 23,882		\$ 131,272		\$ 170,372
Retained earnings		192,384		—		244,716
<i>Net Assets attributable to:</i>						
Class A		\$ 195,306		\$ 102,230		\$ 368,781
Class C2		20,025		13,905		44,042
Class F		935		672		2,265
Original Class		N/A		14,465		N/A
<i>Units Outstanding attributable to:</i>						
Class A		2,163		102,229		13,101
Class C2		203		13,907		1,757
Class F		43		672		140
Original Class		N/A		14,464		N/A
NET ASSET VALUE PER UNIT						
Class A		\$ 90.27		\$ 1.00		\$ 28.15
Class C2		\$ 98.72		\$ 1.00		\$ 25.06
Class F		\$ 21.87		\$ 1.00		\$ 16.17
Original Class		\$ N/A		\$ 1.00		\$ N/A

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John Hancock Freedom 529
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Statement of Net Assets - (In thousands, except per unit values and shares)

	Future Trends Portfolio	Money Market Portfolio	Multimanager Lifestyle Growth 529 Portfolio
<i>Maximum offering price per unit</i>			
Class A	94.03	1.00	29.32
Class C2	98.72	1.00	25.06
Class F	21.87	1.00	16.17
Original Class	N/A	1.00	N/A
Investments at cost	<u>\$ 102,577</u>	<u>\$ 131,148</u>	<u>\$ 349,524</u>

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
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Statement of Net Assets - (In thousands, except per unit values and shares)

Investments at value	Multimanager Lifestyle Balanced 529 Portfolio		Multimanager Lifestyle Moderate 529 Portfolio		New Horizons Portfolio	
	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	—	\$ —
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	—	—
John Hancock International Growth Fund (Wellington)	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Balanced Portfolio	11,164,083	185,324	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	4,710,561	69,575	—	—
T. Rowe Price Blue Chip Growth Fund	—	—	—	—	—	—
T. Rowe Price Equity Income Fund	—	—	—	—	—	—
T. Rowe Price Financial Services Fund	—	—	—	—	—	—
T. Rowe Price Health Sciences Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Value Fund	—	—	—	—	—	—
T. Rowe Price New Horizons Fund	—	—	—	—	1,646,405	148,852
T. Rowe Price Real Assets Fund	—	—	—	—	—	—
T. Rowe Price Science & Technology Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	—	—	—	—	—	—
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	—	—	—	—	—	—
John Hancock Strategic Income Opportunities Fund (MIM)	—	—	—	—	—	—
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—
T. Rowe Price Short-Term Bond Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	—	—	—	—
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		\$ 185,324		\$ 69,575		\$ 148,852
Other assets less liabilities		(85)		4		(61)
NET ASSETS		\$ 185,239		\$ 69,579		\$ 148,791
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 78,626		\$ 34,735		\$ 32,362
Retained earnings		106,613		34,844		116,429
<i>Net Assets attributable to:</i>						
Class A		\$ 157,655		\$ 61,062		\$ 133,272
Class C2		25,834		7,713		13,403
Class F		1,750		804		2,116
<i>Units Outstanding attributable to:</i>						
Class A		6,124		2,636		1,183
Class C2		1,125		373		135
Class F		116		59		75
NET ASSET VALUE PER UNIT						
Class A		\$ 25.74		\$ 23.16		\$ 112.61
Class C2		\$ 22.96		\$ 20.67		\$ 99.09
Class F		\$ 15.04		\$ 13.74		\$ 28.37
<i>Maximum offering price per unit</i>						
Class A		26.81		24.13		117.30
Class C2		22.96		20.67		99.09
Class F		15.04		13.74		28.37
Investments at cost		\$ 164,830		\$ 63,889		\$ 92,248

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Statement of Net Assets - (In thousands, except per unit values and shares)

Investments at value	Blue Chip Growth Portfolio		Mid-Cap Value Portfolio		International Value Portfolio	
	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	—	\$ —
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	2,552,400	36,857
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	—	—
John Hancock International Growth Fund (Wellington)	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
T. Rowe Price Blue Chip Growth Fund	1,272,800	237,110	—	—	—	—
T. Rowe Price Equity Income Fund	—	—	—	—	—	—
T. Rowe Price Financial Services Fund	—	—	—	—	—	—
T. Rowe Price Health Sciences Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Value Fund	—	—	1,715,926	60,727	—	—
T. Rowe Price New Horizons Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	—	—	—	—	—	—
T. Rowe Price Science & Technology Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	—	—	—	—	—	—
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	—	—	—	—	—	—
John Hancock Strategic Income Opportunities Fund (MIM)	—	—	—	—	—	—
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—
T. Rowe Price Short-Term Bond Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	—	—	—	—
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		\$ 237,110		\$ 60,727		\$ 36,857
Other assets less liabilities		(58)		(13)		(16)
NET ASSETS		\$ 237,052		\$ 60,714		\$ 36,841
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 81,530		\$ 15,116		\$ 32,691
Retained earnings		155,522		45,598		4,150
<i>Net Assets attributable to:</i>						
Class A		\$ 209,400		\$ 55,718		\$ 32,780
Class C2		23,363		4,636		3,468
Class F		4,289		360		593
<i>Units Outstanding attributable to:</i>						
Class A		2,155		757		2,737
Class C2		279		73		320
Class F		181		24		51
NET ASSET VALUE PER UNIT						
Class A		\$ 97.17		\$ 73.57		\$ 11.98
Class C2		\$ 83.90		\$ 63.38		\$ 10.84
Class F		\$ 23.68		\$ 15.15		\$ 11.68
<i>Maximum offering price per unit</i>						
Class A		101.22		76.64		12.48
Class C2		83.90		63.38		10.84
Class F		23.68		15.15		11.68
Investments at cost		\$ 112,092		\$ 48,371		\$ 35,478

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John Hancock Freedom 529
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Statement of Net Assets - (In thousands, except per unit values and shares)

Investments at value	Equity Income Portfolio		Small-Cap Stock Portfolio		Capital Appreciation Portfolio	
	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	—	\$ —
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	3,774,997	85,843
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	—	—
John Hancock International Growth Fund (Wellington)	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
T. Rowe Price Blue Chip Growth Fund	—	—	—	—	—	—
T. Rowe Price Equity Income Fund	1,508,380	55,388	—	—	—	—
T. Rowe Price Financial Services Fund	—	—	—	—	—	—
T. Rowe Price Health Sciences Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Value Fund	—	—	—	—	—	—
T. Rowe Price New Horizons Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	—	—	—	—	—	—
T. Rowe Price Science & Technology Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	—	—	752,437	55,101	—	—
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	—	—	—	—	—	—
John Hancock Strategic Income Opportunities Fund (MIM)	—	—	—	—	—	—
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—
T. Rowe Price Short-Term Bond Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	—	—	—	—
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		\$ 55,388		\$ 55,101		\$ 85,843
Other assets less liabilities		103		(8)		(6)
NET ASSETS		\$ 55,491		\$ 55,093		\$ 85,837
<i>Composition of Net Assets:</i>						
Paid-in capital		\$ 22,250		\$ 12,533		\$ 28,872
Retained earnings		33,241		42,560		56,965
<i>Net Assets attributable to:</i>						
Class A		\$ 50,333		\$ 50,377		\$ 77,589
Class C2		4,937		4,192		7,334
Class F		221		524		914
<i>Units Outstanding attributable to:</i>						
Class A		1,156		586		1,427
Class C2		131		56		149
Class F		14		26		34
NET ASSET VALUE PER UNIT						
Class A		\$ 43.56		\$ 85.99		\$ 54.36
Class C2		\$ 37.69		\$ 74.33		\$ 49.21
Class F		\$ 15.25		\$ 20.10		\$ 26.87
<i>Maximum offering price per unit</i>						
Class A		45.38		89.57		56.63
Class C2		37.69		74.33		49.21
Class F		15.25		20.10		26.87
Investments at cost		\$ 47,008		\$ 34,342		\$ 65,919

The accompanying notes are an integral part of these financial statements.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Net Assets - (In thousands, except per unit values and shares)

Investments at value	American Mutual Portfolio	
	Shares	Value
EQUITY MUTUAL FUNDS		
American Mutual Fund	1,076,375	\$ 53,711
John Hancock Capital Appreciation Fund (Jennison)	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—
John Hancock Disciplined Value International Fund (Boston Partners)	—	—
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—
John Hancock International Growth Fund (Wellington)	—	—
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—
T. Rowe Price Blue Chip Growth Fund	—	—
T. Rowe Price Equity Income Fund	—	—
T. Rowe Price Financial Services Fund	—	—
T. Rowe Price Health Sciences Fund	—	—
T. Rowe Price Mid-Cap Growth Fund	—	—
T. Rowe Price Mid-Cap Value Fund	—	—
T. Rowe Price New Horizons Fund	—	—
T. Rowe Price Real Assets Fund	—	—
T. Rowe Price Science & Technology Fund	—	—
T. Rowe Price Small-Cap Stock Fund	—	—
BOND MUTUAL FUNDS		
John Hancock Core Bond Fund (Wells Capital)	—	—
John Hancock Strategic Income Opportunities Fund (MIM)	—	—
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—
T. Rowe Price Short-Term Bond Fund	—	—
T. Rowe Price Spectrum Income Fund	—	—
MONEY MARKET MUTUAL FUNDS		
T. Rowe Price U.S. Treasury Money Fund	—	—
Total investments in mutual funds		\$ 53,711
Other assets less liabilities		(25)
NET ASSETS		\$ 53,686
<i>Composition of Net Assets:</i>		
Paid-in capital		\$ 17,006
Retained earnings		36,680
<i>Net Assets attributable to:</i>		
Class A		\$ 47,750
Class C2		5,147
Class F		789
<i>Units Outstanding attributable to:</i>		
Class A		1,046
Class C2		130
Class F		51
NET ASSET VALUE PER UNIT		
Class A		<u>\$ 45.63</u>
Class C2		<u>\$ 39.63</u>
Class F		<u>\$ 15.64</u>
<i>Maximum offering price per unit</i>		
Class A		47.53
Class C2		39.63
Class F		15.64
Investments at cost		\$ 40,058

The accompanying notes are an integral part of these financial statements.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Operations (in thousands)

	Portfolio 2037-2040	Portfolio 2033-2036	Portfolio 2029-2032	Portfolio 2025-2028	Portfolio 2021-2024
Operations					
Net investment income					
Income					
Income distributions from Underlying Mutual Funds	\$ 199	\$ 2,030	\$ 6,513	\$ 13,254	\$ 17,996
Expenses					
Program management fee					
Class A	51	440	1,096	1,874	2,688
Class C2	5	69	188	251	381
Class F	2	13	18	30	26
Distribution and service fee					
Class A	51	435	1,085	1,850	2,625
Class C2	20	278	753	1,003	1,522
Trust fee					
Class A	10	88	219	375	537
Class C2	1	14	38	50	76
Class F	— ⁽¹⁾	2	3	6	5
Expenses waived by program manager	—	—	—	—	—
Total expenses	140	1,339	3,400	5,439	7,860
Net investment income	59	691	3,113	7,815	10,136
Net realized and unrealized gain (loss)					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	(4)	827	5,459	16,495	35,583
Capital gain distributions from Underlying Mutual Funds	529	5,616	13,292	20,660	27,784
Net realized gain	525	6,443	18,751	37,155	63,367
Change in unrealized gain / loss	6,726	61,522	121,985	143,954	123,945
Net realized and change in unrealized gain / loss	7,251	67,965	140,736	181,109	187,312
Increase (decrease) in net assets from operations	\$ 7,310	\$ 68,656	\$ 143,849	\$ 188,924	\$ 197,448

⁽¹⁾Amounts round to less than \$1,000.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Operations (in thousands)

	Enrollment Portfolio	Short-Term Bond Portfolio	Fixed-Income Portfolio	Equity Portfolio	Future Trends Portfolio
Operations					
Net investment income					
Income					
Income distributions from Underlying Mutual Funds	\$ 12,739	\$ 714	\$ 1,889	\$ 2,716	\$ 1,140
Expenses					
Program management fee					
Class A	2,501	104	186	654	407
Class C2	265	14	19	57	45
Class F	22	1	3	11	2
Distribution and service fee					
Class A	2,426	62	110	639	397
Class C2	1,059	52	67	227	181
Trust fee					
Class A	500	21	37	131	81
Class C2	53	3	4	11	9
Class F	4	— ⁽¹⁾	— ⁽¹⁾	2	— ⁽¹⁾
Expenses waived by program manager	—	—	—	—	—
Total expenses	6,830	257	426	1,732	1,122
Net investment income	5,909	457	1,463	984	18
Net realized and unrealized gain (loss)					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	18,592	7	(52)	7,995	3,677
Capital gain distributions from Underlying Mutual Funds	20,823	—	1,600	8,024	16,267
Net realized gain	39,415	7	1,548	16,019	19,944
Change in unrealized gain / loss	90,976	187	1,882	82,143	53,151
Net realized and change in unrealized gain / loss	130,391	194	3,430	98,162	73,095
Increase (decrease) in net assets from operations	\$ 136,300	\$ 651	\$ 4,893	\$ 99,146	\$ 73,113

⁽¹⁾Amounts round to less than \$1,000.

The accompanying notes are an integral part of these financial statements.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Operations (in thousands)

	Money Market Portfolio	Multimanager Lifestyle Growth 529 Portfolio	Multimanager Lifestyle Balanced 529 Portfolio	Multimanager Lifestyle Moderate 529 Portfolio	New Horizons Portfolio
Operations					
Net investment income					
Income					
Income distributions from Underlying Mutual Funds	\$ 14	\$ 8,004	\$ 4,185	\$ 1,900	\$ —
Expenses					
Program management fee					
Class A	264	809	353	141	281
Class C2	41	110	65	19	32
Class F	2	4	4	2	4
Original Class	39	—	—	—	—
Distribution and service fee					
Class A	—	795	349	138	277
Class C2	—	440	259	78	126
Trust fee					
Class A	—	162	70	28	56
Class C2	—	22	13	4	6
Class F	—	1	1	— ⁽¹⁾	1
Expenses waived by program manager	(346)	—	—	—	—
Total expenses	—	2,343	1,114	410	783
Net investment income (loss)	14	5,661	3,071	1,490	(783)
Net realized and unrealized gain (loss)					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	—	4,804	1,560	(127)	4,229
Capital gain distributions from Underlying Mutual Funds	—	14,507	5,698	1,438	15,929
Net realized gain	—	19,311	7,258	1,311	20,158
Change in unrealized gain / loss	—	84,006	29,729	8,365	24,331
Net realized and change in unrealized gain / loss	—	103,317	36,987	9,676	44,489
Increase (decrease) in net assets from operations	\$ 14	\$ 108,978	\$ 40,058	\$ 11,166	\$ 43,706

⁽¹⁾Amounts round to less than \$1,000.

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Operations (in thousands)

	Blue Chip Growth Portfolio	Mid-Cap Value Portfolio	International Value Portfolio	Equity Income Portfolio	Small-Cap Stock Portfolio
Operations					
Net investment income					
Income					
Income distributions from Underlying Mutual Funds	\$ —	\$ 486	\$ 920	\$ 923	\$ —
Expenses					
Program management fee					
Class A	446	116	73	104	105
Class C2	53	10	8	11	9
Class F	8	1	1	1	1
Distribution and service fee					
Class A	441	114	72	103	103
Class C2	210	42	31	45	36
Trust fee					
Class A	89	23	14	21	21
Class C2	11	2	2	2	2
Class F	2	— ⁽¹⁾	1	— ⁽¹⁾	— ⁽¹⁾
Expenses waived by program manager	—	—	—	—	—
Total expenses	1,260	308	202	287	277
Net investment income (loss)	(1,260)	178	718	636	(277)
Net realized and unrealized gain (loss)					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	5,151	827	160	85	1,140
Capital gain distributions from Underlying Mutual Funds	2,408	1,328	1,103	623	1,050
Net realized gain	7,559	2,155	1,263	708	2,190
Change in unrealized gain / loss	54,374	17,556	7,789	16,049	16,958
Net realized and change in unrealized gain / loss	61,933	19,711	9,052	16,757	19,148
Increase (decrease) in net assets from operations	\$ 60,673	\$ 19,889	\$ 9,770	\$ 17,393	\$ 18,871

⁽¹⁾Amounts round to less than \$1,000.

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Operations (in thousands)

	Capital Appreciation Portfolio	American Mutual Portfolio
Operations		
Net investment income		
Income		
Income distributions from Underlying Mutual Funds	\$ —	\$ 883
Expenses		
Program management fee		
Class A	160	105
Class C2	16	12
Class F	2	2
Distribution and service fee		
Class A	157	104
Class C2	64	49
Trust fee		
Class A	32	21
Class C2	3	3
Class F	— ⁽¹⁾	— ⁽¹⁾
Expenses waived by program manager	—	—
Total expenses	434	296
Net investment income (loss)	(434)	587
Net realized and unrealized gain (loss)		
Net realized gain (loss)		
Sales of Underlying Mutual Funds	772	1,728
Capital gain distributions from Underlying Mutual Funds	12,098	—
Net realized gain	12,870	1,728
Change in unrealized gain / loss	11,680	9,231
Net realized and change in unrealized gain / loss	24,550	10,959
Increase (decrease) in net assets from operations	\$ 24,116	\$ 11,546

⁽¹⁾Amounts round to less than \$1,000.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Changes in Net Assets (in thousands)

	Portfolio 2037-2040	Portfolio 2033-2036	Portfolio 2029-2032	Portfolio 2025-2028	Portfolio 2021-2024
Operations					
Net investment income (loss)	\$ 59	\$ 691	\$ 3,113	\$ 7,815	\$ 10,136
Net realized gain (loss)	525	6,443	18,751	37,155	63,367
Change in net unrealized gain / loss	6,726	61,522	121,985	143,954	123,945
Increase (decrease) in net assets from operations	7,310	68,656	143,849	188,924	197,448
Distributions of net investment income	-	-	-	-	-
Unit transactions*					
Units issued - Participant contributions					
Class A	19,121	35,824	74,092	85,647	97,098
Class C2	1,791	4,666	7,937	13,525	22,617
Class F	1,857	3,155	5,065	7,905	5,825
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(1,242)	(9,887)	(21,836)	(44,129)	(96,894)
Class C2	(157)	(2,251)	(27,568)	(30,779)	(49,146)
Class F	(168)	(130)	(113)	(549)	(1,720)
Increase (decrease) in net assets from unit transactions	21,202	31,377	37,577	31,620	(22,220)
Net Assets					
Increase during period	28,512	100,033	181,426	220,544	175,228
Beginning of period	11,081	157,421	424,691	739,686	1,138,653
End of period	\$ 39,593	\$ 257,454	\$ 606,117	\$ 960,230	\$ 1,313,881
*Unit information					
Units outstanding, beginning of period					
Units issued - Participant contributions	1,023	11,554	21,476	36,797	34,468
Class A	1,401	2,115	3,100	3,637	2,585
Class C2	134	286	355	635	693
Class F	132	208	342	569	440
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(90)	(594)	(934)	(1,873)	(2,590)
Class C2	(11)	(141)	(1,248)	(1,455)	(1,510)
Class F	(13)	(8)	(8)	(40)	(130)
Units outstanding, end of period	2,576	13,420	23,083	38,270	33,956

The accompanying notes are an integral part of these financial statements.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Changes in Net Assets (in thousands)

	Enrollment Portfolio	Short-Term Bond Portfolio	Fixed-Income Portfolio	Equity Portfolio	Future Trends Portfolio
Operations					
Net investment income (loss)	\$ 5,909	\$ 457	\$ 1,463	\$ 984	\$ 18
Net realized gain (loss)	39,415	7	1,548	16,019	19,944
Change in net unrealized gain / loss	90,976	187	1,882	82,143	53,151
Increase (decrease) in net assets from operations	136,300	651	4,893	99,146	73,113
Distributions of net investment income	-	-	-	-	-
Unit transactions*					
Units issued - Participant contributions					
Class A	88,911	14,886	16,087	23,875	24,039
Class C2	16,277	3,057	2,548	2,788	2,835
Class F	3,205	382	590	1,367	187
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(255,548)	(11,863)	(18,097)	(40,824)	(22,841)
Class C2	(58,538)	(3,175)	(3,512)	(9,692)	(6,510)
Class F	(1,709)	(64)	(25)	(517)	(110)
Increase (decrease) in net assets from unit transactions	(207,402)	3,223	(2,409)	(23,003)	(2,400)
Net Assets					
Increase (decrease) during period	(71,102)	3,874	2,484	76,143	70,713
Beginning of period	1,162,991	44,760	78,642	248,351	145,553
End of period	\$ 1,091,889	\$ 48,634	\$ 81,126	\$ 324,494	\$ 216,266
*Unit information					
Units outstanding, beginning of period					
Units issued - Participant contributions	47,145	2,482	2,735	6,676	2,442
Class A	3,205	764	504	506	321
Class C2	825	242	124	60	34
Class F	263	35	50	89	10
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(9,266)	(609)	(562)	(894)	(310)
Class C2	(2,978)	(251)	(171)	(211)	(81)
Class F	(140)	(6)	(2)	(34)	(7)
Units outstanding, end of period	39,054	2,657	2,678	6,192	2,409

The accompanying notes are an integral part of these financial statements.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Changes in Net Assets (in thousands)

	Money Market Portfolio	Multimanager Lifestyle Growth 529 Portfolio	Multimanager Lifestyle Balanced 529 Portfolio	Multimanager Lifestyle Moderate 529 Portfolio	New Horizons Portfolio
Operations					
Net investment income (loss)	\$ 14	\$ 5,661	\$ 3,071	\$ 1,490	\$ (783)
Net realized gain (loss)	-	19,311	7,258	1,311	20,158
Change in net unrealized gain / loss	-	84,006	29,729	8,365	24,331
Increase (decrease) in net assets from operations	14	108,978	40,058	11,166	43,706
Distributions of net investment loss	(14)	-	-	-	-
Unit transactions*					
Units issued - Participant contributions					
Class A	61,214	43,128	24,336	9,915	21,433
Class C2	8,992	6,199	5,047	2,300	2,746
Class F	316	1,151	391	370	1,060
Original Class	1,408	-	-	-	-
Units reinvested	13	-	-	-	-
Units redeemed - Participant distributions					
Class A	(61,776)	(42,043)	(24,862)	(10,440)	(16,117)
Class C2	(13,689)	(19,476)	(11,291)	(4,452)	(5,223)
Class F	(958)	(83)	(128)	(66)	(290)
Original Class	(4,359)	-	-	-	-
Increase (decrease) in net assets from unit transactions	(8,839)	(11,124)	(6,507)	(2,373)	3,609
Net Assets					
Increase (decrease) during period	(8,839)	97,854	33,551	8,793	47,315
Beginning of period	140,111	317,234	151,688	60,786	101,476
End of period	\$ 131,272	\$ 415,088	\$ 185,239	\$ 69,579	\$ 148,791
*Unit information					
Units outstanding, beginning of period	140,111	15,529	7,695	3,190	1,339
Units issued - Participant contributions					
Class A	61,214	1,723	1,039	462	221
Class C2	8,992	274	245	120	32
Class F	316	80	29	29	43
Original Class	1,408	-	-	-	-
Units reinvested	13	-	-	-	-
Units redeemed - Participant distributions					
Class A	(61,776)	(1,712)	(1,084)	(494)	(168)
Class C2	(13,689)	(890)	(549)	(234)	(63)
Class F	(958)	(6)	(10)	(5)	(11)
Original Class	(4,359)	-	-	-	-
Units outstanding, end of period	131,272	14,998	7,365	3,068	1,393

The accompanying notes are an integral part of these financial statements.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Changes in Net Assets (in thousands)

	Blue Chip Growth Portfolio	Mid-Cap Value Portfolio	International Value Portfolio	Equity Income Portfolio	Small- Cap Stock Portfolio
Operations					
Net investment income (loss)	\$ (1,260)	\$ 178	\$ 718	\$ 636	\$ (277)
Net realized gain (loss)	7,559	2,155	1,263	708	2,190
Change in net unrealized gain / loss	54,374	17,556	7,789	16,049	16,958
Increase (decrease) in net assets from operations	60,673	19,889	9,770	17,393	18,871
Distributions of net investment income	-	-	-	-	-
Unit transactions*					
Units issued - Participant contributions					
Class A	34,010	6,768	4,046	7,624	7,043
Class C2	5,158	746	788	833	1,109
Class F	1,279	123	143	143	198
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(21,675)	(7,008)	(4,557)	(5,987)	(5,277)
Class C2	(7,005)	(1,517)	(1,107)	(1,728)	(1,489)
Class F	(186)	(205)	(162)	(154)	(54)
Increase (decrease) in net assets from unit transactions	11,581	(1,093)	(849)	731	1,530
Net Assets					
Increase during period	72,254	18,796	8,921	18,124	20,401
Beginning of period	164,798	41,918	27,920	37,367	34,692
End of period	\$ 237,052	\$ 60,714	\$ 36,841	\$ 55,491	\$ 55,093
*Unit information					
Units outstanding, beginning of period	2,441	890	3,203	1,291	642
Units issued - Participant contributions					
Class A	404	106	380	207	98
Class C2	71	14	80	26	18
Class F	62	9	13	11	12
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(257)	(119)	(435)	(167)	(74)
Class C2	(97)	(30)	(117)	(55)	(25)
Class F	(9)	(16)	(16)	(12)	(3)
Units outstanding, end of period	2,615	854	3,108	1,301	668

The accompanying notes are an integral part of these financial statements.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Statement of Changes in Net Assets (in thousands)

	Capital Appreciation Portfolio	American Mutual Portfolio
Operations		
Net investment income (loss)	\$ (434)	\$ 587
Net realized gain (loss)	12,870	1,728
Change in net unrealized gain / loss	11,680	9,231
Increase (decrease) in net assets from operations	24,116	11,546
Distributions of net investment income	-	-
Unit transactions*		
Units issued - Participant contributions		
Class A	18,181	6,152
Class C2	2,830	1,317
Class F	556	335
Units reinvested	-	-
Units redeemed - Participant distributions		
Class A	(9,783)	(6,182)
Class C2	(2,580)	(2,152)
Class F	(135)	(151)
Increase (decrease) in net assets from unit transactions	9,069	(681)
Net Assets		
Increase during period	33,185	10,865
Beginning of period	52,652	42,821
End of period	\$ 85,837	\$ 53,686
*Unit information		
Units outstanding, beginning of period	1,407	1,243
Units issued - Participant contributions		
Class A	384	151
Class C2	68	38
Class F	24	24
Units reinvested	-	-
Units redeemed - Participant distributions		
Class A	(207)	(156)
Class C2	(60)	(62)
Class F	(6)	(11)
Units outstanding, end of period	1,610	1,227

The accompanying notes are an integral part of these financial statements.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class A

For a unit outstanding throughout the period

	Portfolio 2037-2040	Portfolio 2033-2036	Portfolio 2029-2032	Portfolio 2025-2028	Portfolio 2021-2024
NET ASSET VALUE					
Beginning of period	\$ 10.84	\$ 13.73	\$ 20.13	\$ 20.50	\$ 34.08
Investment activities					
Net investment income (loss) ⁽¹⁾	0.04	0.07	0.17	0.23	0.34
Net realized and unrealized gain/loss	4.50	5.56	6.50	4.95	5.67
Total from investment activities	4.54	5.63	6.67	5.18	6.01
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE					
End of period	\$ 15.38	\$ 19.36	\$ 26.80	\$ 25.68	\$ 40.09
Ratios⁽²⁾					
Total Return	41.88%	41.01%	33.13%	25.27%	17.63%
Ratio of expenses to average net assets	0.55%	0.55%	0.55%	0.55%	0.54%
Ratio of net investment income (loss) to average net assets	0.30%	0.43%	0.70%	0.99%	0.91%
Portfolio turnover rate	5.6%	10.2%	11.8%	14.2%	16.8%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.76%	0.75%	0.72%	0.69%	0.61%
Effective expense ratio (Unaudited)	1.31%	1.30%	1.27%	1.24%	1.15%
Net assets, end of period (in millions)	\$ 34.1	\$ 216.8	\$ 520.5	\$ 842.1	\$ 1,150.4

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class A

For a unit outstanding throughout the period

	Enrollment Portfolio	Short-Term Bond Portfolio	Fixed-Income Portfolio	Equity Portfolio	Future Trends Portfolio
NET ASSET VALUE					
Beginning of period	\$ 25.91	\$ 19.28	\$ 30.83	\$ 38.24	\$ 59.72
Investment activities					
Net investment income (loss) ⁽¹⁾	0.17	0.20	0.59	0.19	0.06
Net realized and unrealized gain/loss	3.18	0.09	1.32	15.90	30.49
Total from investment activities	3.35	0.29	1.91	16.09	30.55
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE					
End of period	\$ 29.26	\$ 19.57	\$ 32.74	\$ 54.33	\$ 90.27
Ratios⁽²⁾					
Total Return	12.93%	1.50%	6.20%	42.08%	51.16%
Ratio of expenses to average net assets	0.54%	0.45%	0.45%	0.54%	0.54%
Ratio of net investment income (loss) to average net assets	0.60%	1.05%	1.83%	0.40%	0.08%
Portfolio turnover rate	8.3%	15.7%	15.1%	10.7%	18.0%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.54%	0.44%	0.62%	0.75%	0.81%
Effective expense ratio (Unaudited)	1.08%	0.89%	1.07%	1.29%	1.35%
Net assets, end of period (in millions)	\$ 988.1	\$ 42.8	\$ 72.5	\$ 296.1	\$ 195.3

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class A

For a unit outstanding throughout the period

	Money Market Portfolio	Multimanager Lifestyle Growth 529 Portfolio	Multimanager Lifestyle Balanced 529 Portfolio	Multimanager Lifestyle Moderate 529 Portfolio	New Horizons Portfolio
NET ASSET VALUE					
Beginning of period	\$ 1.00	\$ 20.79	\$ 20.20	\$ 19.44	\$ 78.79
Investment activities					
Net investment income (loss) ⁽¹⁾	— ^{(2),(3)}	0.41	0.45	0.52	(0.53)
Net realized and unrealized gain/loss	—	6.95	5.09	3.20	34.35
Total from investment activities	—	7.36	5.54	3.72	33.82
Distributions of net investment income	— ⁽²⁾	—	—	—	—
NET ASSET VALUE					
End of period	\$ 1.00	\$ 28.15	\$ 25.74	\$ 23.16	\$ 112.61
Ratios⁽⁴⁾					
Total Return	0.01%⁽³⁾	35.40%	27.43%	19.14%	42.92%
Ratio of expenses to average net assets	0.00% ⁽³⁾	0.55%	0.55%	0.55%	0.55%
Ratio of net investment income (loss) to average net assets	0.01% ⁽³⁾	1.63%	1.94%	2.40%	(0.55)%
Portfolio turnover rate	18.2%	6.4%	10.1%	13.3%	5.9%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽⁵⁾ (Unaudited)	0.29%	0.96%	0.91%	0.86%	0.75%
Effective expense ratio (Unaudited)	0.54% ⁽³⁾	1.51%	1.46%	1.41%	1.30%
Net assets, end of period (in millions)	\$ 102.2	\$ 368.8	\$ 157.7	\$ 61.1	\$ 133.3

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Amounts round to less than \$0.01 per share.

⁽³⁾ Includes the effect of voluntary management fee waivers of 0.25% of average net assets (see Note 3).

⁽⁴⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽⁵⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class A

For a unit outstanding throughout the period

	Blue Chip Growth Portfolio	Mid-Cap Value Portfolio	International Value Portfolio	Equity Income Portfolio	Small-Cap Stock Portfolio
NET ASSET VALUE					
Beginning of period	\$ 71.52	\$ 49.10	\$ 8.81	\$ 29.64	\$ 55.87
Investment activities					
Net investment income (loss) ⁽¹⁾	(0.47)	0.25	0.24	0.53	(0.40)
Net realized and unrealized gain/loss	26.12	24.22	2.93	13.39	30.52
Total from investment activities	25.65	24.47	3.17	13.92	30.12
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE					
End of period	\$ 97.17	\$ 73.57	\$ 11.98	\$ 43.56	\$ 85.99
Ratios⁽²⁾					
Total Return	35.86%	49.84%	35.98%	46.96%	53.91%
Ratio of expenses to average net assets	0.55%	0.54%	0.55%	0.55%	0.55%
Ratio of net investment income (loss) to average net assets	(0.55)%	0.41%	2.27%	1.45%	(0.55)%
Portfolio turnover rate	3.4%	9.2%	10.6%	8.6%	5.8%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾					
(Unaudited)	0.68%	0.78%	0.62%	0.65%	0.88%
Effective expense ratio (Unaudited)	1.23%	1.32%	1.17%	1.20%	1.43%
Net assets, end of period (in millions)	\$ 209.4	\$ 55.7	\$ 32.8	\$ 50.3	\$ 50.4

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class A

For a unit outstanding throughout the period

	Capital Appreciation Portfolio	American Mutual Portfolio
NET ASSET VALUE		
Beginning of period	\$ 37.97	\$ 35.70
Investment activities		
Net investment income (loss) ⁽¹⁾	(0.26)	0.54
Net realized and unrealized gain/loss	16.65	9.39
Total from investment activities	16.39	9.93
Distributions of net investment income	—	—
NET ASSET VALUE		
End of period	\$ 54.36	\$ 45.63
Ratios⁽²⁾		
Total Return	43.17%	27.82%
Ratio of expenses to average net assets	0.55%	0.55%
Ratio of net investment income (loss) to average net assets	(0.55)%	1.31%
Portfolio turnover rate	5.9%	8.7%
Supplemental information		
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.74%	0.64%
Effective expense ratio (Unaudited)	1.29%	1.19%
Net assets, end of period (in millions)	\$ 77.6	\$ 47.8

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class C2

For a unit outstanding throughout the period

	Portfolio 2037-2040	Portfolio 2033-2036	Portfolio 2029-2032	Portfolio 2025-2028	Portfolio 2021-2024
NET ASSET VALUE					
Beginning of period	\$ 10.76	\$ 13.19	\$ 18.80	\$ 18.58	\$ 29.80
Investment activities					
Net investment income (loss) ⁽¹⁾	(0.05)	(0.05)	(0.01)	0.05	0.05
Net realized and unrealized gain/loss	4.44	5.33	6.05	4.47	4.95
Total from investment activities	4.39	5.28	6.04	4.52	5.00
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE End of period	\$ 15.15	\$ 18.47	\$ 24.84	\$ 23.10	\$ 34.80
Ratios⁽²⁾					
Total Return	40.80%	40.03%	32.13%	24.33%	16.78%
Ratio of expenses to average net assets	1.30%	1.30%	1.30%	1.30%	1.30%
Ratio of net investment income (loss) to average net assets	(0.39)%	(0.33)%	(0.05)%	0.23%	0.15%
Portfolio turnover rate	5.6%	10.2%	11.8%	14.2%	16.8%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.76%	0.75%	0.72%	0.69%	0.61%
Effective expense ratio (Unaudited)	2.06%	2.05%	2.02%	1.99%	1.91%
Net assets, end of period (in millions)	\$ 3.2	\$ 33.3	\$ 74.8	\$ 101.3	\$ 150.1

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class C2

For a unit outstanding throughout the period

	Enrollment Portfolio	Short-Term Bond Portfolio	Fixed-Income Portfolio	Equity Portfolio	Future Trends Portfolio
NET ASSET VALUE					
Beginning of period	\$ 18.53	\$ 12.55	\$ 19.79	\$ 37.84	\$ 65.80
Investment activities					
Net investment income (loss) ⁽¹⁾	(0.03)	0.04	0.22	(0.16)	(0.55)
Net realized and unrealized gain/loss	2.26	0.05	0.85	15.69	33.47
Total from investment activities	2.23	0.09	1.07	15.53	32.92
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE End of period	\$ 20.76	\$ 12.64	\$ 20.86	\$ 53.37	\$ 98.72
Ratios⁽²⁾					
Total Return	12.03%	0.72%	5.41%	41.04%	50.03%
Ratio of expenses to average net assets	1.30%	1.20%	1.20%	1.30%	1.30%
Ratio of net investment income (loss) to average net assets	(0.16)%	0.30%	1.07%	(0.36)%	(0.67)%
Portfolio turnover rate	8.3%	15.7%	15.1%	10.7%	18.0%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.54%	0.44%	0.62%	0.75%	0.81%
Effective expense ratio (Unaudited)	1.84%	1.64%	1.82%	2.05%	2.11%
Net assets, end of period (in millions)	\$ 93.9	\$ 5.2	\$ 7.2	\$ 22.8	\$ 20.0

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class C2

For a unit outstanding throughout the period

	Money Market Portfolio	Multimanager Lifestyle Growth 529 Portfolio	Multimanager Lifestyle Balanced 529 Portfolio	Multimanager Lifestyle Moderate 529 Portfolio	New Horizons Portfolio
NET ASSET VALUE					
Beginning of period	\$ 1.00	\$ 18.66	\$ 18.15	\$ 17.48	\$ 69.85
Investment activities					
Net investment income (loss) ⁽¹⁾	— ^{(2),(3)}	0.18	0.24	0.30	(1.11)
Net realized and unrealized gain/loss	—	6.22	4.57	2.89	30.35
Total from investment activities	—	6.40	4.81	3.19	29.24
Distributions of net investment income	— ⁽²⁾	—	—	—	—
NET ASSET VALUE					
End of period	\$ 1.00	\$ 25.06	\$ 22.96	\$ 20.67	\$ 99.09

Ratios⁽⁴⁾					
Total Return	0.01%⁽³⁾	34.30%	26.50%	18.25%	41.86%
Ratio of expenses to average net assets	0.00% ⁽³⁾	1.30%	1.30%	1.30%	1.30%
Ratio of net investment income (loss) to average net assets	0.01% ⁽³⁾	0.82%	1.16%	1.57%	(1.30)%
Portfolio turnover rate	18.2%	6.4%	10.1%	13.3%	5.9%

Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽⁵⁾ (Unaudited)	0.29%	0.96%	0.91%	0.86%	0.75%
Effective expense ratio (Unaudited)	0.54% ⁽³⁾	2.26%	2.21%	2.16%	2.05%
Net assets, end of period (in millions)	\$ 13.9	\$ 44.0	\$ 25.8	\$ 7.7	\$ 13.4

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Amounts round to less than \$0.01 per share.

⁽³⁾ Includes the effect of voluntary management fee waivers of 0.25% of average net assets (see Note 3).

⁽⁴⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽⁵⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class C2

For a unit outstanding throughout the period

	Blue Chip Growth Portfolio	Mid-Cap Value Portfolio	International Value Portfolio	Equity Income Portfolio	Small-Cap Stock Portfolio
NET ASSET VALUE					
Beginning of period	\$ 62.22	\$ 42.61	\$ 8.03	\$ 25.84	\$ 48.66
Investment activities					
Net investment income (loss) ⁽¹⁾	(0.96)	(0.18)	0.14	0.21	(0.82)
Net realized and unrealized gain/loss	22.64	20.95	2.67	11.64	26.49
Total from investment activities	21.68	20.77	2.81	11.85	25.67
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE					
End of period	\$ 83.90	\$ 63.38	\$ 10.84	\$ 37.69	\$ 74.33
Ratios⁽²⁾					
Total Return	34.84%	48.74%	34.99%	45.86%	52.75%
Ratio of expenses to average net assets	1.30%	1.30%	1.30%	1.30%	1.30%
Ratio of net investment income (loss) to average net assets	(1.30)%	(0.34)%	1.43%	0.65%	(1.30)%
Portfolio turnover rate	3.4%	9.2%	10.6%	8.6%	5.8%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.68%	0.78%	0.62%	0.65%	0.88%
Effective expense ratio (Unaudited)	1.98%	2.08%	1.92%	1.95%	2.18%
Net assets, end of period (in millions)	\$ 23.4	\$ 4.6	\$ 3.5	\$ 4.9	\$ 4.2

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class C2

For a unit outstanding throughout the period

	Capital Appreciation Portfolio	American Mutual Portfolio
NET ASSET VALUE		
Beginning of period	\$ 34.63	\$ 31.24
Investment activities		
Net investment income (loss) ⁽¹⁾	(0.56)	0.18
Net realized and unrealized gain/loss	15.14	8.21
Total from investment activities	14.58	8.39
Distributions of net investment income	—	—
NET ASSET VALUE		
End of period	\$ 49.21	\$ 39.63
Ratios⁽²⁾		
Total Return	42.10%	26.86%
Ratio of expenses to average net assets	1.30%	1.30%
Ratio of net investment income (loss) to average net assets	(1.30)%	0.52%
Portfolio turnover rate	5.9%	8.7%
Supplemental information		
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.74%	0.64%
Effective expense ratio (Unaudited)	2.04%	1.94%
Net assets, end of period (in millions)	\$ 7.3	\$ 5.1

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
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Financial Highlights - Class F

For a unit outstanding throughout the period

	Portfolio 2037-2040	Portfolio 2033-2036	Portfolio 2029-2032	Portfolio 2025-2028	Portfolio 2021-2024
NET ASSET VALUE					
Beginning of period	\$ 10.87	\$ 12.43	\$ 12.42	\$ 12.18	\$ 11.97
Investment activities					
Net investment income (loss) ⁽¹⁾	0.07	0.10	0.14	0.17	0.15
Net realized and unrealized gain/loss	4.53	5.04	4.02	2.95	2.00
Total from investment activities	4.60	5.14	4.16	3.12	2.15
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE					
End of period	\$ 15.47	\$ 17.57	\$ 16.58	\$ 15.30	\$ 14.12
Ratios⁽²⁾					
Total Return	42.32%	41.35%	33.49%	25.62%	17.96%
Ratio of expenses to average net assets	0.30%	0.30%	0.30%	0.30%	0.30%
Ratio of net investment income (loss) to average net assets	0.51%	0.65%	0.94%	1.23%	1.15%
Portfolio turnover rate	5.6%	10.2%	11.8%	14.2%	16.8%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.76%	0.75%	0.72%	0.69%	0.61%
Effective expense ratio (Unaudited)	1.06%	1.05%	1.02%	0.99%	0.91%
Net assets, end of period (in millions)	\$ 2.3	\$ 7.4	\$ 10.8	\$ 16.8	\$ 13.4

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
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Financial Highlights - Class F

For a unit outstanding throughout the period

	Enrollment Portfolio	Short-Term Bond Portfolio	Fixed-Income Portfolio	Equity Portfolio	Future Trends Portfolio
NET ASSET VALUE					
Beginning of period	\$ 11.40	\$ 10.83	\$ 11.16	\$ 12.41	\$ 14.43
Investment activities					
Net investment income (loss) ⁽¹⁾	0.10	0.13	0.22	0.10	0.06
Net realized and unrealized gain/loss	1.40	0.04	0.49	5.16	7.38
Total from investment activities	1.50	0.17	0.71	5.26	7.44
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE					
End of period	\$ 12.90	\$ 11.00	\$ 11.87	\$ 17.67	\$ 21.87
Ratios⁽²⁾					
Total Return	13.16%	1.57%	6.36%	42.39%	51.56%
Ratio of expenses to average net assets	0.30%	0.30%	0.30%	0.30%	0.30%
Ratio of net investment income (loss) to average net assets	0.84%	1.15%	1.92%	0.66%	0.31%
Portfolio turnover rate	8.3%	15.7%	15.1%	10.7%	18.0%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.54%	0.44%	0.62%	0.75%	0.81%
Effective expense ratio (Unaudited)	0.84%	0.74%	0.92%	1.05%	1.11%
Net assets, end of period (in millions)	\$ 9.8	\$ 0.6	\$ 1.4	\$ 5.5	\$ 0.9

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class F

For a unit outstanding throughout the period

	Money Market Portfolio	Multimanager Lifestyle Growth 529 Portfolio	Multimanager Lifestyle Balanced 529 Portfolio	Multimanager Lifestyle Moderate 529 Portfolio	New Horizons Portfolio
NET ASSET VALUE					
Beginning of period	\$ 1.00	\$ 11.92	\$ 11.77	\$ 11.51	\$ 19.80
Investment activities					
Net investment income (loss) ⁽¹⁾	— ^{(2),(3)}	0.26	0.30	0.35	(0.07)
Net realized and unrealized gain/loss	—	3.99	2.97	1.88	8.64
Total from investment activities	—	4.25	3.27	2.23	8.57
Distributions of net investment income	— ⁽²⁾	—	—	—	—
NET ASSET VALUE					
End of period	\$ 1.00	\$ 16.17	\$ 15.04	\$ 13.74	\$ 28.37
Ratios⁽⁴⁾					
Total Return	0.01%⁽³⁾	35.65%	27.78%	19.37%	43.28%
Ratio of expenses to average net assets	0.00% ⁽³⁾	0.30%	0.30%	0.30%	0.30%
Ratio of net investment income (loss) to average net assets	0.01% ⁽³⁾	1.77%	2.19%	2.69%	(0.30)%
Portfolio turnover rate	18.2%	6.4%	10.1%	13.3%	5.9%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽⁵⁾ (Unaudited)	0.29%	0.96%	0.91%	0.86%	0.75%
Effective expense ratio (Unaudited)	0.54% ⁽³⁾	1.26%	1.21%	1.16%	1.05%
Net assets, end of period (in millions)	\$ 0.7	\$ 2.3	\$ 1.8	\$ 0.8	\$ 2.1

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Amounts round to less than \$0.01 per share.

⁽³⁾ Includes the effect of voluntary management fee waivers of 0.25% of average net assets (see Note 3).

⁽⁴⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽⁵⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

The accompanying notes are an integral part of these financial statements.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class F

For a unit outstanding throughout the period

	Blue Chip Growth Portfolio	Mid-Cap Value Portfolio	International Value Portfolio	Equity Income Portfolio	Small-Cap Stock Portfolio
NET ASSET VALUE					
Beginning of period	\$ 17.39	\$ 10.09	\$ 8.57	\$ 10.35	\$ 13.02
Investment activities					
Net investment income (loss) ⁽¹⁾	(0.06)	0.08	0.24	0.21	(0.05)
Net realized and unrealized gain/loss	6.35	4.98	2.87	4.69	7.13
Total from investment activities	6.29	5.06	3.11	4.90	7.08
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE					
End of period	\$ 23.68	\$ 15.15	\$ 11.68	\$ 15.25	\$ 20.10
Ratios⁽²⁾					
Total Return	36.17%	50.15%	36.29%	47.34%	54.38%
Ratio of expenses to average net assets	0.30%	0.30%	0.30%	0.30%	0.30%
Ratio of net investment income (loss) to average net assets	(0.30)%	0.60%	2.34%	1.67%	(0.30)%
Portfolio turnover rate	3.4%	9.2%	10.6%	8.6%	5.8%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.68%	0.78%	0.62%	0.65%	0.88%
Effective expense ratio (Unaudited)	0.98%	1.08%	0.92%	0.95%	1.18%
Net assets, end of period (in millions)	\$ 4.3	\$ 0.4	\$ 0.6	\$ 0.2	\$ 0.5

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Class F

For a unit outstanding throughout the period

	Capital Appreciation Portfolio	American Mutual Portfolio
NET ASSET VALUE		
Beginning of period	\$ 18.73	\$ 12.21
Investment activities		
Net investment income (loss) ⁽¹⁾	(0.07)	0.21
Net realized and unrealized gain/loss	8.21	3.22
Total from investment activities	8.14	3.43
Distributions of net investment income	—	—
NET ASSET VALUE		
End of period	\$ 26.87	\$ 15.64
Ratios⁽²⁾		
Total Return	43.46%	28.09%
Ratio of expenses to average net assets	0.30%	0.30%
Ratio of net investment income (loss) to average net assets	(0.30)%	1.50%
Portfolio turnover rate	5.9%	8.7%
Supplemental information		
Weighted-average expense ratio of the Underlying Mutual Funds ⁽³⁾ (Unaudited)	0.74%	0.64%
Effective expense ratio (Unaudited)	1.04%	0.94%
Net assets, end of period (in millions)	\$ 0.9	\$ 0.8

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽³⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2021

Financial Highlights - Original Class

For a unit outstanding throughout the period

	Money Market Portfolio
NET ASSET VALUE	
Beginning of period	\$ 1.00
Investment activities	
Net investment income (loss) ⁽¹⁾	— ^{(2),(3)}
Net realized and unrealized gain/loss	—
Total from investment activities	—
Distributions of net investment income	— ⁽²⁾
NET ASSET VALUE	
End of period	\$ 1.00
Ratios⁽⁴⁾	
Total Return	0.01%⁽³⁾
Ratio of expenses to average net assets	0.00% ⁽³⁾
Ratio of net investment income (loss) to average net assets	0.01% ⁽³⁾
Portfolio turnover rate	18.2%
Supplemental information	
Weighted-average expense ratio of the Underlying Mutual Funds ⁽⁵⁾ (Unaudited)	0.29%
Effective expense ratio (Unaudited)	0.54% ⁽³⁾
Net assets, end of period (in millions)	\$ 14.5

⁽¹⁾ Computed on the basis of average units outstanding.

⁽²⁾ Amounts round to less than \$0.01 per share.

⁽³⁾ Includes the effect of voluntary management fee waivers of 0.25% of average net assets (see Note 3).

⁽⁴⁾ Reflects the activity of each portfolio, and does not include the activity of the Underlying Mutual Funds in which the portfolios invest. However, investment performance of each portfolio is directly related to the investment performance of the Underlying Mutual Funds in which it invests. Total return of a portfolio may be higher or lower than the investment results of individual Underlying Mutual Funds in which it invests.

⁽⁵⁾ Reflects the indirect expense impact to the portfolio from its investment in the Underlying Mutual Funds, based on the actual expense ratio of each Underlying Mutual Fund weighted for the portfolio's relative average investment therein.

NOTES TO FINANCIAL STATEMENTS

The College Savings Program was established under the Education Trust of Alaska (the trust) to help investors provide for the increasing cost of higher education through tax-advantaged savings and investments in accordance with the provisions of Section 529 of the Internal Revenue Code. The University of Alaska (the trustee) serves as trustee for the trust and T. Rowe Price Associates, Inc. (Price Associates or the program manager) serves as the program manager. John Hancock Freedom 529 (the plan) is one plan authorized under the College Savings Program and is distributed nationally by John Hancock Distributors LLC through brokers and other financial intermediaries.

The plan comprises six enrollment-based, five static, three lifestyle, and eight individual portfolios (collectively, the portfolios). Each portfolio invests in predetermined underlying equity, fixed income, fund-of-funds, and/or money market mutual funds (the underlying mutual funds). Each underlying mutual fund is registered with the Securities and Exchange Commission under the Investment Company Act of 1940.

Each portfolio generally currently offers up to three classes of units. Class A units for all portfolios, except Short-Term Bond Portfolio, Fixed Income Portfolio, Enrollment Portfolio, and Money Market Portfolio, pay a 4.00% front-end sales load. Class A units for Short-Term Bond Portfolio, Fixed Income Portfolio, and Enrollment Portfolio pay a 3.00% front-end sales load. Class A units are subject to a front-end sales load except that: (1) contributions are subject to reduced sales charges at defined asset levels based on an investor's total plan assets and (2) additions to certain accounts established prior to June 3, 2002, are generally charged the original 3.50% sales load. Class C2 and Class F units incur no sales loads. Transactions in the Money Market Portfolio original share class, Class A, Class C2, and Class F incur no sales loads. The original share class is closed to new accounts. Units of Class C2 automatically convert to units of Class A on or around the 15th day of the month following the sixth-year anniversary of the initial purchase date or any subsequent purchase date. In all other respects, each class has the same rights and obligations as the other classes.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation Each portfolio is an investment company and follows accounting and reporting guidance in the Financial Accounting Standards Board (FASB) *Accounting Standards Codification* Topic 946 (ASC 946). The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), including but not limited to ASC 946. GAAP requires the use of estimates made by the program manager. The program manager believes that estimates and valuations of the underlying mutual funds are appropriate; however, actual results may differ from those estimates, and the valuations reflected in the accompanying financial statements may differ from the value ultimately received upon sale of the underlying mutual funds. The program manager believes no events have occurred between June 30, 2021, the date of this report, and September 14, 2021, the date the financial statements were available to be issued, that require adjustment of, or disclosure in, the accompanying financial statements.

Investment Income and Transactions Income and expenses are recorded on the accrual basis. Expenses reflected in the accompanying financial statements are expenses of the portfolios and do not include any expenses associated with the underlying mutual funds. Investment transactions in shares of the underlying mutual funds are accounted for on the trade date basis.

Income and capital gain distributions from the underlying mutual funds are recorded on the ex-dividend date. Realized gains and losses are reported on the identified cost basis. A portfolio's income and realized and unrealized gains and losses are allocated to the classes daily, based upon the relative daily net assets of each class within the portfolio. Expenses are charged directly to the class to which they relate. For all portfolios other than the Money Market Portfolio, net investment income and net realized gains accumulate in the net asset value and are not separately distributed to unitholders. The Money Market Portfolio declares a daily dividend of net investment income, which is automatically reinvested in the unitholder's account monthly.

Units Each investor's beneficial interest in the net assets of a portfolio is represented by units, an unlimited number of which are authorized. Unit transactions are subject to terms, conditions, and limitations defined in the Plan Disclosure Document. Contributions to, distributions from, and exchanges between the portfolios are recorded upon receipt of unit holder instructions in good order, based on the next determined net asset value per unit.

Federal Income Taxes The College Savings Program is designed to operate as a qualified tuition program established and maintained by a state, within the meaning of Section 529 of the Internal Revenue Code of 1986, as amended (the code). Accordingly, the portfolios make no provision for federal income taxes.

Distributions Section 529 of the code provides that distributions, including the portion that represents earnings, used for qualified education expenses are exempt from federal income tax. The earnings portion of a distribution not used for qualified education expenses by the underlying account holder may be subject to federal and state income taxes as well as a 10% federal penalty to the underlying account holder.

NOTE 2 - VALUATION

Each portfolio's financial instruments are valued and its net asset value (NAV) per unit is computed at the close of the New York Stock Exchange (NYSE), normally 4 p.m. ET, each day the NYSE is open for business. Each portfolio's financial instruments are reported at fair value, which GAAP defines as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. To calculate the NAV, each portfolio's assets are valued and totaled, liabilities are subtracted, and each class's proportionate share of the balance, called net assets, is divided by the number of units outstanding of that class. Investments in underlying mutual funds are valued at the underlying mutual fund's closing NAV per unit on the date of valuation. Investments for which such valuation procedures are inappropriate or are deemed not to reflect fair value are stated at fair value as determined in good faith by or under the supervision of the program manager, as authorized by the trustee.

Various valuation techniques and inputs are used to determine the fair value of financial instruments. GAAP establishes the following fair value hierarchy that categorizes the inputs used to measure fair value:

- Level 1 – quoted prices (unadjusted) in active markets for identical financial instruments that each portfolio can access at the reporting date
- Level 2 – inputs other than Level 1 quoted prices that are observable, either directly or indirectly (including, but not limited to, quoted prices for similar financial instruments in active markets, quoted prices for identical or similar financial instruments in inactive markets, interest rates and yield curves, implied volatilities, and credit spreads)
- Level 3 – unobservable inputs (including the portfolio's own assumptions in determining fair value)

Observable inputs are developed using market data, such as publicly available information about actual events or transactions, and reflect the assumptions that market participants would use to price the financial instrument. Unobservable inputs are those for which market data is not available and are developed using the best information available about the assumptions that market participants would use to price the financial instrument. GAAP requires valuation techniques to maximize the use of relevant observable inputs and minimize the use of unobservable inputs. When multiple inputs are used to derive fair value, the financial instrument is assigned to the level within the fair value hierarchy based on the lowest-level input that is significant to the fair value of the financial instrument. Input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level but rather the degree of judgment used in determining those values. Because the underlying mutual funds in which the portfolios invest are actively traded at publicly available NAVs, all financial instruments were classified as Level 1 on June 30, 2021.

NOTE 3 - RELATED PARTIES

Price Associates, a wholly owned subsidiary of T. Rowe Price Group, Inc., is the investment adviser and program manager for the plan. In addition, Price Associates serves as investment manager for certain of the underlying mutual fund investments (underlying Price funds) and certain officers and directors of Price Associates are also officers and directors of the underlying Price funds. Further, as program manager, Price Associates and its wholly owned subsidiaries provide account recordkeeping, administrative, underwriting, custodial, and certain other services to the plan.

The portfolios pay no investment management fees to Price Associates or its affiliates; however, Price Associates receives asset-based management fees from the underlying Price funds in which the portfolios invest. Price Associates has engaged John Hancock Distributors LLC and its affiliates (John Hancock), subsidiaries of John Hancock Life Insurance Company (formerly Manulife Financial), to provide marketing, selling, and wholesaling services for the plan. Each portfolio pays (1) a program management fee to Price Associates, as program manager, for its role in management of the plan, and (2) a distribution and service fee to compensate broker-dealers and their financial professionals for providing distribution and services to the plan. The annual program management fee is equal to 0.25% of a portfolio's average daily net assets for all portfolios. The annual distribution and service fee for the Short-Term Bond Portfolio and Fixed Income Portfolio is equal to 0.15% of average daily net assets for Class A and 0.90% for Class C2. The annual distribution and service fee for all other portfolios, except the Money Market Portfolio, is equal to 0.25% of average daily net assets for Class A, and 1.00% for Class C2. There is no annual distribution and service fee for Class F of each portfolio or for the Money Market Portfolio. When market conditions warrant, the trustee has authorized the program manager to waive all or a portion of the annual program management fee otherwise payable by the Money Market Portfolio to the extent necessary to maintain a net yield of at least 0.00% for the Money Market Portfolio. Any amounts waived under this arrangement are not subject to repayment by the Money Market Portfolio. Pursuant to this arrangement, \$346,000 of program management fees were waived for the Money Market Portfolio during the year ended June 30, 2021. Each portfolio, other than the Money Market Portfolio, also pays an annual trust fee equal to 0.05% of the portfolio's average daily net assets, which is paid to the trust for administrative and other purposes of the College Savings Program. The trust passes 0.01% of the total annual trust fee to Price Associates. All annual fees described above are accrued daily and paid monthly.

T. Rowe Price Services, Inc., a wholly owned subsidiary of Price Associates, provides recordkeeping and related account servicing to the portfolios. A portion of the costs associated with providing such services to the portfolios is borne by each underlying Price fund in proportion to the average daily value of its shares owned by the portfolios. During the year ended June 30, 2021, the underlying Price funds paid \$5,356,000 related to services provided to the plan. Recordkeeping and account servicing fees not borne by the underlying Price funds, and all other costs associated with the operation of the portfolios and management of the plan, are paid by the program manager under the terms of its management agreement with the trust. A portion of the costs paid by the program manager are reimbursed by each underlying non-Price fund at contractual rates based on the value of the plan's average daily investments in each underlying mutual fund.

The program management fee paid from portfolio assets and management fees earned by Price Associates from the underlying Price funds related to plan assets invested in those funds are subject to a revenue-sharing agreement between T. Rowe Price Investment Services, Inc., Price Associates' wholly owned subsidiary, and John Hancock. This revenue-sharing arrangement also applies to the administrative servicing fees paid to Price Associates' subsidiaries by underlying non-Price funds related to plan recordkeeping and account servicing.

Each portfolio indirectly bears its pro-rata share of the fees and expenses of the underlying mutual funds in which it invests (indirect expenses). The costs borne by the underlying mutual funds is reflected in the valuations of the underlying mutual funds, which, in turn, are also reflected in the NAV of the portfolios. Price Associates has voluntarily agreed to limit the Fixed Income Portfolio's ratio of direct and indirect expenses to average net assets (effective expense ratio) to 1.34% for Class A and 2.09% for Class C2 (each, an expense limit). For purposes of the expense limit, direct expenses include the asset-based fees paid by the portfolio and indirect expenses reflect the weighted average expense ratios of the underlying mutual funds in which the Fixed Income Portfolio invests.

Expenses in excess of the expense limit are reimbursed by Price Associates to the portfolio and are not subject to future repayment. Price Associates may amend or terminate this voluntary expense limit. During the fiscal year ended June 30, 2021, the Fixed Income Portfolio operated below its expense limit.

NOTE 4 - PORTFOLIO CHANGES

Effective October 16, 2020, assets held in the John Hancock International Value Fund (subadvised by Boston Partners), an underlying mutual fund in each enrollment-based portfolio, the Equity Portfolio, and the exclusive underlying fund of the International Value Portfolio, were reallocated to the John Hancock Disciplined Value International Fund (subadvised by Boston Partners).

NOTE 5 - OTHER MATTERS

Unpredictable events such as environmental or natural disasters, war, terrorism, pandemics, outbreaks of infectious diseases, and similar public health threats may significantly affect the economy and the markets and underlying mutual funds in which the portfolios invest. Certain events may cause instability across global markets, including reduced liquidity and disruptions in trading markets, while some events may affect certain geographic regions, countries, sectors, and industries more significantly than others, and exacerbate other pre-existing political, social, and economic risks. During 2020, a novel strain of coronavirus (COVID-19) resulted in disruptions to global business activity and caused significant volatility and declines in global financial markets.

These types of events, such as the global pandemic caused by COVID-19, may also cause widespread fear and uncertainty, and result in, among other things: enhanced health screenings, quarantines, cancellations, and travel restrictions, including border closings; disruptions to business operations and supply chains and customer activity; exchange trading suspensions and closures, and overall reduced liquidity of securities, derivatives, and commodities trading markets; reductions in consumer demand and economic output; and significant challenges in healthcare service preparation and delivery. The portfolios could be negatively impacted if the value of a portfolio holding held by an underlying mutual fund were harmed by such political or economic conditions or events. In addition, the operations of the plan, including the underlying mutual funds, their investment advisers, and their service providers may be significantly impacted, or even temporarily halted, as a result of any impairment to their information technology and other operation systems, extensive employee illnesses or unavailability, government quarantine measures, and restrictions on travel or meetings and other factors related to public emergencies.

Governmental and quasi-governmental authorities and regulators have in the past responded to major economic disruptions with a variety of significant fiscal and monetary policy changes, including but not limited to, direct capital infusions into companies, new monetary programs, and dramatically lower interest rates. An unexpected or quick reversal of these policies, or the ineffectiveness of these policies, could negatively impact overall investor sentiment and further increase volatility in securities markets.



Report of Independent Auditors

To the Trustee and Program Manager of the John Hancock Freedom 529 offered by the Education Trust of Alaska:

We have audited the accompanying financial statements of Portfolio 2037-2040, Portfolio 2033-2036, Portfolio 2029-2032, Portfolio 2025-2028, Portfolio 2021-2024, Enrollment Portfolio, Short-Term Bond Portfolio, Fixed-Income Portfolio, Equity Portfolio, Future Trends Portfolio, Money Market Portfolio, Multimanager Lifestyle Growth 529 Portfolio, Multimanager Lifestyle Balanced 529 Portfolio, Multimanager Lifestyle Moderate 529 Portfolio, New Horizons Portfolio, Blue Chip Growth Portfolio, Mid-Cap Value Portfolio, International Value Portfolio, Equity Income Portfolio, Small-Cap Stock Portfolio, Capital Appreciation Portfolio and American Mutual Portfolio (twenty-two portfolios constituting John Hancock Freedom 529 offered by the Education Trust of Alaska, hereafter referred to as the "Portfolios"), which comprise the statement of net assets, as of June 30, 2021 and the related statements of operations, of changes in net assets and the financial highlights for the year then ended. These financial statements and financial highlights are hereafter collectively referred to as "financial statements."

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit 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 are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Portfolios' preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Portfolios' internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of each of the Portfolios as of June 30, 2021, and the results of each of their operations, changes in each of their net assets and each of their financial highlights for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

PricewaterhouseCoopers LLP

Baltimore, MD
September 14, 2021