

Education Trust of Alaska

Combined Financial Statements

June 30, 2020



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, 2020 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, 2020, 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

Baltimore, MD
October 9, 2020

PricewaterhouseCoopers LLP, 100 East Pratt Street Suite 2600, Suite 2600, Baltimore, Maryland 21202-1096
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Education Trust of Alaska
Combined Statements of Net Assets
June 30, 2020

	Operating Fund	Participant Accounts	Total
Assets			
Receivables for securities and units sold	\$ -	\$ 5,172,357	\$ 5,172,357
Due from Participant Accounts (Note 2)	349,570	-	349,570
Dividends receivable	44,363	-	44,363
Seed money (Note 3)	221,195	-	221,195
Investments (Note 4 and 5)	40,285,000	8,978,644,004	9,018,929,004
	<u>40,900,128</u>	<u>8,983,816,361</u>	<u>9,024,716,489</u>
Liabilities			
Payables for securities and units purchased	-	4,796,606	4,796,606
Payables, other and accrued expenses	251,146	2,505,469	2,756,615
Due to the Trustee	638,589	-	638,589
Due to Operating Fund (Note 2)		349,570	349,570
Tuition-Value Guarantee (Note 8)	6,470,000	-	6,470,000
	<u>7,359,735</u>	<u>7,651,645</u>	<u>15,011,380</u>
Net assets	<u>\$ 33,540,393</u>	<u>\$ 8,976,164,716</u>	<u>\$ 9,009,705,109</u>

Education Trust of Alaska
Combined Statements of Operations and Changes in Net Assets
Year Ended June 30, 2020

	Operating Fund	Participant Accounts	Total
Revenues and other additions			
Dividend income	\$ 880,921	\$ 176,952,088	\$ 177,833,009
Trust fees retained	4,217,164	-	4,217,164
Total income	5,098,085	176,952,088	182,050,173
Expenses and other deductions			
Guarantees paid to participant accounts	2,060	-	2,060
Program and administrative fees (Note 6)	-	35,044,872	35,044,872
Program and administrative expenses (Note 7)	2,973,669	-	2,973,669
Total expenses	2,975,729	35,044,872	38,020,601
Provision for Tuition-Value Guarantee (Note 8)	(1,820,000)	-	(1,820,000)
Total net expenses	1,155,729	35,044,872	36,200,601
Net investment income	3,942,356	141,907,216	145,849,572
Net realized and unrealized gain			
Net realized gain	186,627	26,197,488	26,384,115
Capital gain distributions	-	78,783,100	78,783,100
Change in unrealized gain (loss)	1,865,252	73,588,054	75,453,306
Net realized and unrealized gain	2,051,879	178,568,642	180,620,521
Increase in net assets from operations	5,994,235	320,475,858	326,470,093
Capital unit transactions			
Units sold	-	1,490,341,901	1,490,341,901
Units redeemed	-	(1,604,966,663)	(1,604,966,663)
Decrease in net assets from capital unit transactions	-	(114,624,762)	(114,624,762)
Net increase in net assets	5,994,235	205,851,096	211,845,331
Net assets			
Beginning of year	27,546,158	8,770,313,620	8,797,859,778
End of year	\$ 33,540,393	\$ 8,976,164,716	\$ 9,009,705,109

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

Education Trust of Alaska

Notes to Combined Financial Statements

June 30, 2020

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 Alaska 529 (the "Alaska Plan"), formerly the University of Alaska College Savings 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 is primarily distributed in Alaska, and the Price Plan is 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, formerly the ACT Portfolio, that carries a University of Alaska tuition-value guarantee. Participant Accounts also include scholarship accounts awarded primarily in connection with marketing efforts. At June 30, 2020, Participant Accounts included 221 scholarship accounts totaling \$688,088 held in the name of the Trust and 5 accounts totaling \$41,400 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. Further, management believes no events have occurred between June 30, 2020 and October 9, 2020, the date the financial statements were available to be issued, which require adjustment of, or additional disclosure in, 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, 2020

Sales Charges

The Alaska Plan and the Price Plan are offered with one class of units and have no sales charges or loads. The portfolios of the Hancock Plan currently are offered in up to three classes of units. Class A units for all portfolios, except Short-Term Bond Portfolio, Fixed Income Portfolio, Enrollment Portfolio, formerly the College 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. Prior to November 15, 2019, Class A units for all portfolios, except Short-Term Bond Portfolio, Fixed Income Portfolio and Money Market Portfolio paid a 5% front-end sales load, while Class A units for the Short-Term Bond Portfolio and Fixed Income Portfolio paid a 4% 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 the 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 average daily net assets 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 program fees due to the Operating Fund for administration of the program. As of June 30, 2020, program fees of \$349,570 were due to the Operating Fund from Participants Accounts, including \$42,383 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 and May 31, 2019, the Trust advanced \$220,000, \$20,000 and \$125,000 respectively to seed new portfolios. On May 13, 2019, \$170,000 was returned to the Operating Fund. The market value of the remaining seed accounts at June 30, 2020 was \$221,195.

Education Trust of Alaska

Notes to Combined Financial Statements

June 30, 2020

4. Investments

Operating Fund

At June 30, 2020, the Trust's Operating Fund included the following investments in T. Rowe Price mutual funds:

T. Rowe Price Equity Index 500 Fund	\$ 12,050,080
T. Rowe Price Extended Equity Market Index Fund	4,431,437
T. Rowe Price Government Money Fund	142,678
T. Rowe Price U.S. Bond Enhanced Index Fund	23,371,425
T. Rowe Price U.S. Treasury Money Fund	289,380
	<u>\$ 40,285,000</u>

Participant Accounts

The Alaska Plan and Price Plan 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 \$3,651,011,372 at June 30, 2020 and were invested in the following mutual funds:

T. Rowe Price Blue Chip Growth Fund	\$ 137,372,238
T. Rowe Price Emerging Markets Stock Fund	65,869,838
T. Rowe Price Equity Index 500 Fund	734,717,088
T. Rowe Price Extended Equity Market Index Fund	13,622,220
T. Rowe Price International Stock Fund	114,969,181
T. Rowe Price International Value Equity Fund	112,420,381
T. Rowe Price Limited Duration Inflation Focused Bond Fund	413,217,212
T. Rowe Price Mid-Cap Growth Fund	57,618,961
T. Rowe Price Mid-Cap Value Fund	51,158,665
T. Rowe Price New Income Fund	490,437,364
T. Rowe Price Overseas Stock Fund	114,106,188
T. Rowe Price Real Assets Fund	34,732,785
T. Rowe Price Small-Cap Stock Fund	102,328,553
T. Rowe Price Spectrum Income Fund	575,233,550
T. Rowe Price Total Equity Market Index Fund	230,362,193
T. Rowe Price U.S. Bond Enhanced Index Fund	82,805,561
T. Rowe Price U.S. Treasury Money Fund	198,572,722
T. Rowe Price Value Fund	121,466,672
	<u>\$ 3,651,011,372</u>

Education Trust of Alaska

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June 30, 2020

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 \$5,327,632,632 at June 30, 2020 and were invested in the following mutual funds:

American Mutual Fund	\$ 122,196,928
John Hancock Capital Appreciation Fund	290,484,315
John Hancock Core Bond Fund	568,068,267
John Hancock Disciplined Value Fund	153,812,605
John Hancock Disciplined Value International Fund	93,161,870
John Hancock Emerging Markets Fund	57,006,955
John Hancock International Growth Fund	201,581,530
John Hancock International Value Fund	122,244,517
John Hancock Multimanager Lifestyle Balanced Portfolio	151,770,485
John Hancock Multimanager Lifestyle Growth Portfolio	317,391,949
John Hancock Multimanager Lifestyle Moderate Portfolio	60,816,878
John Hancock Strategic Income Opportunities Fund	183,933,651
T. Rowe Price Blue Chip Growth Fund	509,684,551
T. Rowe Price Equity Income Fund	333,077,664
T. Rowe Price Financial Services Fund	46,661,295
T. Rowe Price Health Sciences Fund	47,901,853
T. Rowe Price Limited Duration Inflation Focused Bond Fund	613,174,695
T. Rowe Price Mid-Cap Growth Fund	57,105,962
T. Rowe Price Mid-Cap Value Fund	94,482,520
T. Rowe Price New Horizons Fund	101,523,902
T. Rowe Price Real Assets Fund	82,408,138
T. Rowe Price Science & Technology Fund	51,063,036
T. Rowe Price Short-Term Bond Fund	44,778,648
T. Rowe Price Small-Cap Stock Fund	137,079,730
T. Rowe Price Spectrum Income Fund	746,121,654
T. Rowe Price U.S. Treasury Money Fund	140,099,034
	<u>\$ 5,327,632,632</u>
 Total Participant Accounts Investments	 <u>\$ 8,978,644,004</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. 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:

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Notes to Combined Financial Statements

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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.

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, 2020. The tuition-value guarantee liability, discussed in Note 8, is classified as Level 3 on June 30, 2020.

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 Alaska and Price 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.

For the Hancock Plan accounts, the Trust charged an annual account 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. 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, is equal to 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 distribution and service 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, \$14,000 of trust fees were waived for the Money Market Portfolio in the Alaska and Price Plans, and \$84,000 of program management fees were waived for Money Market Portfolio in the Hancock Plan during the year ended June 30, 2020. In addition, the 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 will not be subject to future repayment. During the fiscal year ended June 30, 2020, the Fixed Income Portfolio operated below its expense limit.

Education Trust of Alaska

Notes to Combined Financial Statements

June 30, 2020

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 Alaska, Price and Hancock 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 daily assets of the Hancock Plan excluding the Money Market Portfolio. For the fiscal year ended June 30, 2020 the Trust incurred direct costs of \$2,973,669 for administration of its Section 529 plans. The Trust also incurred charges of \$505,791 for the fiscal year ended June 30, 2020 in connection with its cost sharing agreement with the Program Manager. At June 30, 2020, the Trust had reimbursements due to its Trustee of \$638,589 for expenses incurred on behalf of the Trust and payables and accrued expenses in the amount of \$251,146 including \$42,383 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 \$1.05 million and \$13.17 million at the 95 percent confidence level. As of June 30, 2020, management estimates the liability for the tuition-value guarantee to be approximately \$6,470,000, 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, 2020. A UA credit is a unit of education equal to one upper-division credit hour charge at the University of Alaska's largest campus. 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 7.2% and 3) that the average portfolio earnings will be approximately 3.5% 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 year, and 7.5% per year thereafter. The prior year analysis assumed 4.0% average earnings and 10.0% tuition growth for three years and then 8% per year thereafter. Management believes that use of lower earnings and tuition increase assumptions for the purpose of estimating the Trust's potential liability provides a more reasonable estimate for 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 Guarantee by \$1,820,000 to \$6,470,000 as of June 30, 2020. The expected payments needed from the Trust to provide the guarantee were discounted to June 30, 2020 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.

Education Trust of Alaska

Notes to Combined Financial Statements

June 30, 2020

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 Alaska and Price Plans, the portfolios had returns that ranged from 1.07% to 8.84% for the year, net of all fees. For the Hancock Plan, the portfolios (Class A, C2 and F) had returns that ranged from (12.32)% to 31.16%, net of all fees except the \$15 annual account 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.

These types of events may also cause widespread fear and uncertainty, and result in, among other things: quarantines and travel restrictions, including border closings; disruptions to business operations and supply chains; exchange trading suspensions and closures, and overall reduced liquidity of securities and 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 extensive employee illnesses or unavailability, government quarantine measures, and restrictions on travel or meetings and other factors related to public emergencies. Recently, a novel strain of coronavirus (COVID-19) has resulted in disruptions to global business activity and caused significant volatility and declines in global financial markets.

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.

11. Portfolio Changes

For the Hancock Plan,

- On November 15, 2019, the College Portfolio was renamed Enrollment Portfolio.
- On February 12, 2020, Boston Partners Global Investors, Inc. (Boston Partners) replaced Templeton Investment Counsel, LLC (Franklin Templeton) as subadvisor to John Hancock International Value Fund, an underlying mutual fund of each enrollment-based portfolio, the Equity Portfolio, and the International Value Portfolio.

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Notes to Combined Financial Statements

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- During the second quarter 2020, assets held in Invesco Oppenheimer International Growth Fund, an underlying mutual fund in each enrollment-based portfolio and the Equity Portfolio, were reallocated to John Hancock International Growth Fund (subadviser is Wellington).

For the Alaska and Price Plans,

- On November 15, 2019, the Portfolio for College was renamed Portfolio for Education Today.

For the Alaska Plan,

- On November 15, 2019, the ACT Portfolio was renamed the University of Alaska Portfolio.

12. Subsequent Events

Seed Money On September 28, 2020, an additional \$90,000 was returned to the Operating Fund.

For the Alaska and Price Plans, the Trust approved the following changes.

Expense Changes Effective November 18, 2020, each portfolio will pay a program fee of 5 basis points (0.05% annualized) of its average daily net assets, which will be reflected in each portfolio's NAV. This fee will accrue daily and be paid monthly to the program manager and is used to help offset certain record keeping and account holder servicing expenses associated with managing the plans.

The program fee will be voluntarily waived on Total Equity Market Index Portfolio from November 18, 2020, until the underlying mutual fund changes for this portfolio are completed, which begin in January 2021, as described further below. The program fee will be voluntarily waived on Fixed Income Portfolio until such time as the portfolio's underlying mutual fund, Spectrum Income Fund, is exchanged from Investor Class to I Class, if this fund offers the I Class in the future.

For Portfolio 2039, Portfolio 2036, and Equity Portfolio, the aggregate program fee plus trust fee and indirect expenses may not exceed 0.69% of each portfolio's average net assets in any year. Additionally, for Portfolio 2033, the aggregate program fee plus trust fee and indirect expenses may not exceed 0.68% of the portfolio's average net assets in any year. The program manager has agreed to waive its program fee to maintain the expense limits for these portfolios. Expenses in excess of the expense limit arrangement are not subject to future repayment by the portfolios.

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.

Portfolio Changes In November 2020, the portfolios' investments in the underlying mutual funds will exchange from Investor Class to I Class for those underlying mutual funds that currently offer an I Class; the expense ratios for the I Class are generally lower than the Investor Class. Once the exchanges to I Class are completed in November 2020, only portfolio investments in Extended Equity Market Index Fund (with respect to the University of Alaska Portfolio under the Alaska Plan), Total Equity Market Index Fund, and Spectrum Income Fund will continue to be held in the Investor Class.

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

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Beginning in January 2021, U.S. Large-Cap Core Fund and Emerging Markets Discovery Stock Fund will be gradually added as underlying mutual funds in Equity Portfolio, Balanced Portfolio, and the enrollment-based portfolios, including Portfolio for Education Today. In each portfolio, up to 22.5% of the U.S. equity large-cap allocation will be allocated to U.S. Large-Cap Core Fund and 50.0% of the emerging markets equity allocation will be allocated to Emerging Markets Discovery Stock Fund.

In addition, beginning in January 2021, the following changes to underlying mutual funds will gradually occur, however, the overall investment objective and description for each portfolio will not change as a result of these underlying mutual fund changes:

- In the University of Alaska Portfolio, the Extended Equity Market Index Fund will be replaced by the Small-Cap Index Fund and the Mid-Cap Index Fund.
- In the Total Equity Market Index Portfolio, the Total Equity Market Index Fund will be replaced with the Small-Cap Index Fund, the Mid-Cap Index Fund, and the Equity Index 500 Fund.
- In the enrollment-based portfolios, the Portfolio for Education Today, and the University of Alaska Portfolio, the Limited Duration Inflation Focused Bond Fund will be replaced by the U.S. Limited Duration TIPS Index Fund.

**THE COLLEGE SAVINGS PROGRAM –
DIRECT PLANS & JOHN HANCOCK
FREEDOM 529
(Sponsored by the Education Trust of Alaska)
Financial Statements
June 30, 2020**

**THE COLLEGE SAVINGS PROGRAM –
DIRECT PLANS**

Sponsored by the Education Trust of Alaska

ANNUAL REPORT



June 30, 2020

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, 2020

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

	Portfolio 2039		Portfolio 2036		Portfolio 2033		Portfolio 2030		Portfolio 2027	
Investments at value	Shares	Value	Shares	Value	Shares	Value	Shares	Value	Shares	Value
<i>EQUITY MUTUAL FUNDS</i>										
T. Rowe Price Blue Chip Growth Fund	7,925	\$ 1,094	49,722	\$ 6,863	128,078	\$ 17,679	176,542	\$ 24,368	159,119	\$ 21,963
T. Rowe Price Emerging Markets Stock Fund	12,679	537	78,984	3,343	209,043	8,847	288,615	12,214	301,667	12,766
T. Rowe Price Equity Index 500 Fund	36,139	2,975	228,824	18,839	612,800	50,452	850,479	70,020	986,266	81,199
T. Rowe Price Extended Equity Market Index Fund	—	—	—	—	—	—	—	—	—	—
T. Rowe Price International Stock Fund	45,503	795	285,868	4,991	748,288	13,065	1,060,891	18,523	1,123,038	19,608
T. Rowe Price International Value Equity Fund	67,224	795	423,427	5,005	1,107,291	13,088	1,527,803	18,059	1,609,637	19,026
T. Rowe Price Mid-Cap Growth Fund	4,782	447	30,756	2,878	77,488	7,251	105,479	9,871	111,263	10,412
T. Rowe Price Mid-Cap Value Fund	15,901	388	99,298	2,423	266,602	6,505	377,178	9,203	392,482	9,577
T. Rowe Price Overseas Stock Fund	80,768	800	509,096	5,045	1,331,068	13,191	1,855,027	18,383	1,945,685	19,282
T. Rowe Price Real Assets Fund	19,787	206	119,222	1,241	341,194	3,552	494,971	5,153	509,318	5,302
T. Rowe Price Small-Cap Stock Fund	16,383	794	103,315	5,005	267,652	12,965	370,328	17,939	387,238	18,758
T. Rowe Price Total Equity Market Index Fund	—	—	—	—	—	—	—	—	—	—
T. Rowe Price Value Fund	27,937	914	173,688	5,685	468,330	15,328	671,013	21,962	629,319	20,598
<i>BOND MUTUAL FUNDS</i>										
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—	—	—	—	—
T. Rowe Price New Income Fund	—	—	—	—	—	—	—	—	400,489	3,937
T. Rowe Price Spectrum Income Fund	—	—	—	—	1,131,872	13,888	5,540,054	67,976	12,344,316	151,465
T. Rowe Price U.S. Bond Enhanced Index Fund	—	—	—	—	—	—	—	—	—	—
<i>MONEY MARKET MUTUAL FUNDS</i>										
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	3,271,119	3,271	5,557,805	5,558	7,551,372	7,551
Total investments in mutual funds		9,745		61,318		179,082		299,229		401,444
Other assets less liabilities		(1)		(3)		(7)		(12)		(17)
NET ASSETS		\$ 9,744		\$ 61,315		\$ 179,075		\$ 299,217		\$ 401,427

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

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

	Portfolio 2039	Portfolio 2036	Portfolio 2033	Portfolio 2030	Portfolio 2027
<i>Composition of Net Assets:</i>					
Paid-in capital	\$ 9,384	\$ 54,156	\$ 140,117	\$ 212,343	\$ 255,046
Retained earnings	360	7,159	38,958	86,874	146,381
<i>Net Assets attributable to:</i>					
T. Rowe Price College Savings Plan	\$ 8,567	\$ 54,451	\$ 160,126	\$ 268,412	\$ 348,815
Alaska 529	1,177	6,864	18,949	30,805	52,612
<i>Units outstanding attributable to:</i>					
T. Rowe Price College Savings Plan	792	3,900	7,043	8,277	14,422
Alaska 529	<u>109</u>	<u>492</u>	<u>833</u>	<u>950</u>	<u>2,176</u>
Units outstanding	901	4,392	7,876	9,227	16,598
NET ASSET VALUE PER UNIT	<u>\$ 10.81</u>	<u>\$ 13.96</u>	<u>\$ 22.74</u>	<u>\$ 32.43</u>	<u>\$ 24.19</u>
Investments at cost	<u>\$ 9,475</u>	<u>\$ 57,293</u>	<u>\$ 155,857</u>	<u>\$ 248,785</u>	<u>\$ 322,628</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
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Statement of Net Assets (In thousands, except per unit values and shares)

	Portfolio 2024		Portfolio 2021		Portfolio for Education Today		Equity Portfolio		Total Equity Market Index Portfolio	
Investments at value	Shares	Value	Shares	Value	Shares	Value	Shares	Value	Shares	Value
<i>EQUITY MUTUAL FUNDS</i>										
T. Rowe Price Blue Chip Growth Fund	149,950	\$ 20,697	—	\$ —	—	\$ —	254,188	\$ 35,086	—	\$ —
T. Rowe Price Emerging Markets Stock Fund	153,645	6,502	—	—	—	—	400,985	16,970	—	—
T. Rowe Price Equity Index 500 Fund	1,488,606	122,557	1,555,458	128,061	1,131,221	93,133	1,170,452	96,363	—	—
T. Rowe Price Extended Equity Market Index Fund	—	—	—	—	—	—	—	—	—	—
T. Rowe Price International Stock Fund	942,303	16,453	280,627	4,900	204,902	3,578	1,471,556	25,693	—	—
T. Rowe Price International Value Equity Fund	1,332,053	15,745	400,100	4,729	291,187	3,442	2,153,850	25,459	—	—
T. Rowe Price Mid-Cap Growth Fund	84,658	7,922	—	—	—	—	160,135	14,985	—	—
T. Rowe Price Mid-Cap Value Fund	300,528	7,333	—	—	—	—	498,259	12,158	—	—
T. Rowe Price Overseas Stock Fund	1,618,785	16,042	483,857	4,795	353,964	3,508	2,611,187	25,877	—	—
T. Rowe Price Real Assets Fund	536,810	5,588	305,407	3,179	231,516	2,410	587,329	6,114	—	—
T. Rowe Price Small-Cap Stock Fund	290,766	14,085	—	—	—	—	532,263	25,783	—	—
T. Rowe Price Total Equity Market Index Fund	—	—	—	—	—	—	—	—	6,737,707	230,362
T. Rowe Price Value Fund	579,984	18,983	—	—	—	—	889,137	29,101	—	—
<i>BOND MUTUAL FUNDS</i>										
T. Rowe Price Limited Duration Inflation Focused Bond Fund	7,304,258	37,033	33,729,963	171,011	40,468,188	205,174	—	—	—	—
T. Rowe Price New Income Fund	10,056,208	98,852	18,963,879	186,415	20,471,323	201,233	—	—	—	—
T. Rowe Price Spectrum Income Fund	15,133,442	185,687	3,739,217	45,880	—	—	—	—	—	—
T. Rowe Price U.S. Bond Enhanced Index Fund	—	—	—	—	—	—	—	—	—	—
<i>MONEY MARKET MUTUAL FUNDS</i>										
T. Rowe Price U.S. Treasury Money Fund	10,833,575	10,834	9,534,386	9,535	9,467,564	9,467	—	—	—	—
Total investments in mutual funds		584,313		558,505		521,945		313,589		230,362
Other assets less liabilities		(23)		(23)		(21)		(13)		(9)
NET ASSETS		\$ 584,290		\$ 558,482		\$ 521,924		\$ 313,576		\$ 230,353

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)

	Portfolio 2024	Portfolio 2021	Portfolio for Education Today	Equity Portfolio	Total Equity Market Index Portfolio
<i>Composition of Net Assets:</i>					
Paid-in capital	\$ 346,091	\$ 307,386	\$ 376,410	\$ 58,044	\$ 132,695
Retained earnings	238,199	251,096	145,514	255,532	97,658
<i>Net Assets attributable to:</i>					
T. Rowe Price College Savings Plan	\$ 493,729	\$ 481,253	\$ 454,301	\$ 261,663	\$ 199,889
Alaska 529	90,561	77,229	67,623	51,913	30,464
<i>Units outstanding attributable to:</i>					
T. Rowe Price College Savings Plan	13,533	16,859	20,429	7,759	6,462
Alaska 529	2,482	2,706	3,041	1,539	985
Units outstanding	16,015	19,565	23,470	9,298	7,447
NET ASSET VALUE PER UNIT	\$ 36.49	\$ 28.55	\$ 22.24	\$ 33.73	\$ 30.93
Investments at cost	\$ 475,161	\$ 472,695	\$ 465,757	\$ 173,258	\$ 148,902

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

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

	Fixed Income Portfolio		Balanced Portfolio		Money Market Portfolio		University of Alaska Portfolio	
Investments at value	Shares	Value	Shares	Value	Shares	Value	Shares	Value
<i>EQUITY MUTUAL FUNDS</i>								
T. Rowe Price Blue Chip Growth Fund	—	\$ —	69,711	\$ 9,622	—	\$ —	—	\$ —
T. Rowe Price Emerging Markets Stock Fund	—	—	110,853	4,691	—	—	—	—
T. Rowe Price Equity Index 500 Fund	—	—	334,037	27,501	—	—	529,767	43,616
T. Rowe Price Extended Equity Market Index Fund	—	—	—	—	—	—	495,353	13,622
T. Rowe Price International Stock Fund	—	—	421,741	7,364	—	—	—	—
T. Rowe Price International Value Equity Fund	—	—	598,458	7,074	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	—	—	41,159	3,852	—	—	—	—
T. Rowe Price Mid-Cap Value Fund	—	—	146,419	3,573	—	—	—	—
T. Rowe Price Overseas Stock Fund	—	—	724,810	7,183	—	—	—	—
T. Rowe Price Real Assets Fund	—	—	190,927	1,987	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	—	—	144,535	7,001	—	—	—	—
T. Rowe Price Total Equity Market Index Fund	—	—	—	—	—	—	—	—
T. Rowe Price Value Fund	—	—	271,766	8,895	—	—	—	—
<i>BOND MUTUAL FUNDS</i>								
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—	—	—
T. Rowe Price New Income Fund	—	—	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	4,468,650	54,830	4,523,749	55,506	—	—	—	—
T. Rowe Price U.S. Bond Enhanced Index Fund	—	—	—	—	—	—	7,017,420	82,806
<i>MONEY MARKET MUTUAL FUNDS</i>								
T. Rowe Price U.S. Treasury Money Fund	—	—	2,691,910	2,692	146,865,980	146,866	2,799,011	2,799
Total investments in mutual funds		54,830		146,941		146,866		142,843
Other assets less liabilities		(2)		(6)		—		—
NET ASSETS		\$ 54,828		\$ 146,935		\$ 146,866		\$ 142,843

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, 2020

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

	Fixed Income Portfolio	Balanced Portfolio	Money Market Portfolio	University of Alaska Portfolio
<i>Composition of Net Assets:</i>				
Paid-in capital	\$ 29,499	\$ 48,676	\$ 146,866	\$ 60,238
Retained earnings	25,329	98,259	—	82,605
<i>Net Assets attributable to:</i>				
T. Rowe Price College Savings Plan	\$ 46,226	\$ 126,989	\$ 128,576	\$ —
Alaska 529	8,602	19,946	18,290	142,843
<i>Units outstanding attributable to:</i>				
T. Rowe Price College Savings Plan	1,690	3,934	128,576	—
Alaska 529	314	618	18,290	4,639
Units outstanding	2,004	4,552	146,866	4,639
NET ASSET VALUE PER UNIT	\$ 27.35	\$ 32.28	\$ 1.00	\$ 30.79
Investments at cost	\$ 51,772	\$ 104,106	\$ 146,866	\$ 103,069

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 2039	Portfolio 2036	Portfolio 2033	Portfolio 2030	Portfolio 2027
Operations					
Net investment income					
Income distributions from underlying mutual funds	\$ 84	\$ 810	\$ 2,810	\$ 5,469	\$ 8,494
Program management fee expense	3	26	83	141	194
Voluntary management fee waivers and expense reimbursements	—	—	—	—	—
Total expenses	3	26	83	141	194
Net investment income	81	784	2,727	5,328	8,300
Net realized and unrealized gain / loss					
Net realized gain (loss)					
Sales of underlying mutual fund shares	(91)	(158)	(991)	(1,046)	797
Capital gain distributions from underlying mutual funds	44	467	1,473	2,358	3,002
Net realized gain (loss)	(47)	309	482	1,312	3,799
Change in unrealized gain/(loss)	119	213	523	99	(4,103)
Net realized and change in unrealized gain/(loss)	72	522	1,005	1,411	(304)
Increase in net assets from operations	153	1,306	3,732	6,739	7,996
Distributions of net investment income	—	—	—	—	—
Unit transactions*					
Units issued					
Participant contributions	7,356	21,247	30,458	38,771	42,650
Units reinvested	—	—	—	—	—
Units redeemed					
Participant distributions	(926)	(4,370)	(9,188)	(15,183)	(23,654)
Increase (decrease) in net assets from unit transactions	6,430	16,877	21,270	23,588	18,996

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

The College Savings Program – Direct Plans
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Statement of Operations and Changes in Net Assets (In thousands)

	Portfolio 2039	Portfolio 2036	Portfolio 2033	Portfolio 2030	Portfolio 2027
NET ASSETS					
Increase (decrease) during period	6,583	18,183	25,002	30,327	26,992
Beginning of period	3,161	43,132	154,073	268,890	374,435
End of period	\$ 9,744	\$ 61,315	\$ 179,075	\$ 299,217	\$ 401,427
* Unit information					
Units outstanding, beginning of period	298	3,155	6,931	8,489	15,820
Units issued					
Participant contributions	696	1,551	1,368	1,219	1,786
Units reinvested	—	—	—	—	—
Units redeemed					
Participant distributions	(93)	(314)	(423)	(481)	(1,008)
Units outstanding, end of period	901	4,392	7,876	9,227	16,598

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

The College Savings Program – Direct Plans
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Statement of Operations and Changes in Net Assets (In thousands)

	Portfolio 2024	Portfolio 2021	Portfolio for Education Today	Equity Portfolio	Total Equity Market Index Portfolio
Operations					
Net investment income					
Income distributions from underlying mutual funds	\$ 13,075	\$ 11,133	\$ 9,746	\$ 5,070	\$ 3,479
Program management fee expense	283	277	272	161	110
Voluntary management fee waivers and expense reimbursements	—	—	—	—	—
Total expenses	283	277	272	161	110
Net investment income	12,792	10,856	9,474	4,909	3,369
Net realized and unrealized gain / loss					
Net realized gain (loss)					
Sales of underlying mutual fund shares	6,612	17,644	4,272	9,718	(946)
Capital gain distributions from underlying mutual funds	3,376	2,742	2,841	3,020	451
Net realized gain (loss)	9,988	20,386	7,113	12,738	(495)
Change in unrealized gain/(loss)	(4,589)	(6,616)	9,967	(10,803)	8,999
Net realized and change in unrealized gain/(loss)	5,399	13,770	17,080	1,935	8,504
Increase in net assets from operations	18,191	24,626	26,554	6,844	11,873
Distributions of net investment income	—	—	—	—	—
Unit transactions*					
Units issued					
Participant contributions	56,959	53,765	68,389	31,101	43,762
Units reinvested	—	—	—	—	—
Units redeemed					
Participant distributions	(41,248)	(73,312)	(179,226)	(60,869)	(38,560)
Increase (decrease) in net assets from unit transactions	15,711	(19,547)	(110,837)	(29,768)	5,202

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

The College Savings Program – Direct Plans
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Statement of Operations and Changes in Net Assets (In thousands)

	Portfolio 2024	Portfolio 2021	Portfolio for Education Today	Equity Portfolio	Total Equity Market Index Portfolio
NET ASSETS					
Increase (decrease) during period	33,902	5,079	(84,283)	(22,924)	17,075
Beginning of period	550,388	553,403	606,207	336,500	213,278
End of period	\$ 584,290	\$ 558,482	\$ 521,924	\$ 313,576	\$ 230,353
* Unit information					
Units outstanding, beginning of period	15,595	20,290	28,624	10,190	7,292
Units issued					
Participant contributions	1,587	1,931	3,172	945	1,471
Units reinvested	—	—	—	—	—
Units redeemed					
Participant distributions	(1,167)	(2,656)	(8,326)	(1,837)	(1,316)
Units outstanding, end of period	16,015	19,565	23,470	9,298	7,447

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

The College Savings Program – Direct Plans
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Statement of Operations and Changes in Net Assets (In thousands)

	Fixed Income Portfolio	Balanced Portfolio	Money Market Portfolio	University of Alaska Portfolio
Operations				
Net investment income				
Income distributions from underlying mutual funds	\$ 1,724	\$ 3,278	\$ 1,013	\$ 3,089
Program management fee expense	27	75	52	—
Voluntary management fee waivers and expense reimbursements	—	—	(14)	—
Total expenses	27	75	38	—
Net investment income	1,697	3,203	975	3,089
Net realized and unrealized gain / loss				
Net realized gain (loss)				
Sales of underlying mutual fund shares	(347)	1,100	—	483
Capital gain distributions from underlying mutual funds	290	1,153	—	684
Net realized gain (loss)	(57)	2,253	—	1,167
Change in unrealized gain/(loss)	(1,145)	(2,066)	—	7,389
Net realized and change in unrealized gain/(loss)	(1,202)	187	—	8,556
Increase in net assets from operations	495	3,390	975	11,645
Distributions of net investment income	—	—	(975)	—
Unit transactions*				
Units issued				
Participant contributions	18,756	21,364	100,794	14,785
Units reinvested	—	—	966	—
Units redeemed				
Participant distributions	(15,941)	(32,491)	(44,030)	(14,337)
Increase (decrease) in net assets from unit transactions	2,815	(11,127)	57,730	448

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

The College Savings Program – Direct Plans
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Statement of Operations and Changes in Net Assets (In thousands)

	Fixed Income Portfolio	Balanced Portfolio	Money Market Portfolio	University of Alaska Portfolio
NET ASSETS				
Increase (decrease) during period	3,310	(7,737)	57,730	12,093
Beginning of period	51,518	154,672	89,136	130,750
End of period	\$ 54,828	\$ 146,935	\$ 146,866	\$ 142,843
* Unit information				
Units outstanding, beginning of period	1,906	4,907	89,136	4,621
Units issued				
Participant contributions	689	673	100,794	510
Units reinvested	—	—	966	—
Units redeemed				
Participant distributions	(591)	(1,028)	(44,030)	(492)
Units outstanding, end of period	2,004	4,552	146,866	4,639

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

The College Savings Program – Direct Plans
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Financial Highlights

For a unit outstanding throughout the period

	Portfolio 2039	Portfolio 2036	Portfolio 2033	Portfolio 2030	Portfolio 2027	Portfolio 2024
NET ASSET VALUE						
Beginning of period	\$ 10.59	\$ 13.67	\$ 22.23	\$ 31.67	\$ 23.67	\$ 35.29
Investment activities						
Net investment income ⁽¹⁾	0.15	0.21	0.37	0.60	0.51	0.81
Net realized and unrealized gain/(loss)	0.07	0.08	0.14	0.16	0.01 ⁽²⁾	0.39
Total from investment activities	0.22	0.29	0.51	0.76	0.52	1.20
Distributions of net investment income	-	-	-	-	-	-
NET ASSET VALUE						
End of period	<u>\$ 10.81</u>	<u>\$ 13.96</u>	<u>\$ 22.74</u>	<u>\$ 32.43</u>	<u>\$ 24.19</u>	<u>\$ 36.49</u>
Ratios⁽³⁾						
Total Return	2.08%	2.12%	2.29%	2.40%	2.20%	3.40%
Ratio of expenses to average net assets	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%
Ratio of net investment income to average net assets	1.41%	1.52%	1.65%	1.89%	2.14%	2.26%
Portfolio turnover rate	8.7%	4.8%	12.9%	17.2%	20.3%	25.2%
Supplemental information						
Weighted-average expense ratio of the underlying mutual funds ⁽⁴⁾ (Unaudited)	0.63%	0.63%	0.63%	0.63%	0.63%	0.56%
Effective expense ratio (Unaudited)	0.68%	0.68%	0.68%	0.68%	0.68%	0.61%
Net Assets, end of period (in millions)	\$ 9.7	\$ 61.3	\$ 179.1	\$ 299.2	\$ 401.4	\$ 584.3

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

(2) The amount presented is inconsistent with the fund's aggregate gains and losses because of the timing of sales and redemptions of fund shares in relation to fluctuating market values for the investment portfolio.

(3) 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.

(4) 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
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Financial Highlights

For a unit outstanding throughout the period

	Portfolio 2021	Portfolio for Education Today	Equity Portfolio	Total Equity Market Index Portfolio	Fixed Income Portfolio	Balanced Portfolio
NET ASSET VALUE						
Beginning of period	\$ 27.27	\$ 21.18	\$ 33.02	\$ 29.25	\$ 27.02	\$ 31.52
Investment activities						
Net investment income ⁽¹⁾	0.54	0.38	0.51	0.46	0.85	0.68
Net realized and unrealized gain/(loss)	0.74	0.68	0.20	1.22	(0.52)	0.08
Total from investment activities	1.28	1.06	0.71	1.68	0.33	0.76
Distributions of net investment income	-	-	-	-	-	-
NET ASSET VALUE						
End of period	\$ 28.55	\$ 22.24	\$ 33.73	\$ 30.93	\$ 27.35	\$ 32.28
Ratios⁽²⁾						
Total Return	4.69%	5.00%	2.15%	5.74%	1.22%	2.41%
Ratio of expenses to average net assets	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%
Ratio of net investment income to average net assets	1.96%	1.74%	1.53%	1.54%	3.11%	2.15%
Portfolio turnover rate	32.9%	15.3%	7.5%	6.8%	16.4%	21.9%
Supplemental information						
Weighted-average expense ratio of the underlying mutual funds ⁽³⁾ (Unaudited)	0.43%	0.41%	0.63%	0.30%	0.64%	0.63%
Effective expense ratio (Unaudited)	0.48%	0.46%	0.68%	0.35%	0.69%	0.68%
Net Assets, end of period (in millions)	\$ 558.5	\$ 521.9	\$ 313.6	\$ 230.4	\$ 54.8	\$ 146.9

(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.

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, 2020

Financial Highlights

For a unit outstanding throughout the period

	Money Market Portfolio	University of Alaska Portfolio
NET ASSET VALUE		
Beginning of period	\$ 1.00	\$ 28.29
Investment activities		
Net investment income ⁽¹⁾	0.01 ⁽⁴⁾	0.66
Net realized and unrealized gain/(loss)	–	1.84
Total from investment activities	0.01	2.50
Distributions of net investment income	(0.01)	–
NET ASSET VALUE		
End of period	<u>\$ 1.00</u>	<u>\$ 30.79</u>

Ratios⁽²⁾		
Total Return	1.07% ⁽⁴⁾	8.84%
Ratio of expenses to average net assets	0.04% ⁽⁴⁾	0.00%
Ratio of net investment income to average net assets	0.93% ⁽⁴⁾	2.27%
Portfolio turnover rate	13.4%	25.0%

Supplemental information		
Weighted-average expense ratio of the underlying mutual funds ⁽³⁾ (Unaudited)	0.34%	0.27%
Effective expense ratio (Unaudited)	0.38% ⁽⁴⁾	0.27%
Net Assets, end of period (in millions)	\$ 146.9	\$ 142.8

(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.

(4) Includes the effect of voluntary management fee waivers of 0.01% of average net assets (see Note 3).

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), formerly the University of Alaska College Savings 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 five static portfolios (collectively, the portfolios). Additionally, the Alaska plan offers the University of Alaska Portfolio, formerly the ACT 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, 2020, the date of this report, and September 14, 2020, 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 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

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, 2020.

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, 2020, trust fees of \$138,000

were payable by the portfolios. When market conditions warrant, the trustee has authorized the waiver of the trust 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, \$14,000 of trust fees were waived for the Money Market Portfolio during the year ended June 30, 2020.

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 each underlying mutual fund in proportion to the average daily value of its shares owned by the portfolios. During the year ended June 30, 2020, the underlying mutual funds incurred \$6,019,000 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 November 15, 2019, the Portfolio for College was renamed Portfolio for Education Today and the ACT Portfolio was renamed the University of Alaska Portfolio.

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.

These types of events may also cause widespread fear and uncertainty, and result in, among other things: quarantines and travel restrictions, including border closings; disruptions to business operations and supply chains; 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 extensive employee illnesses or unavailability, government quarantine measures, and restrictions on travel or meetings and other factors related to public emergencies. Recently, a novel strain of coronavirus (COVID-19) has resulted in disruptions to global business activity and caused significant volatility and declines in global financial markets.

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.

NOTE 7 - SUBSEQUENT EVENTS

The Trust approved the following changes to the direct plans.

Expense Changes Effective November 18, 2020, each portfolio will pay a program fee of 0.05% of its average daily net assets, which will be reflected in each portfolio's NAV. This fee will accrue daily and be paid monthly to the program manager and is used to help offset certain record keeping and account holder servicing expenses associated with managing the direct plans.

The program fee will be voluntarily waived on Total Equity Market Index Portfolio from November 18, 2020, until the underlying mutual fund changes for this portfolio are completed, which begin in January 2021, as described further below. The program fee will be voluntarily waived on Fixed Income Portfolio until such time as the portfolio's underlying mutual fund, Spectrum Income Fund, is exchanged from Investor Class to I Class, if this fund offers the I Class in the future.

For Portfolio 2039, Portfolio 2036, and Equity Portfolio, the aggregate program fee plus trust fee and indirect expenses may not exceed 0.69% of each portfolio's average net assets in any year. Additionally, for Portfolio 2033, the aggregate program fee plus trust fee and indirect expenses may not exceed 0.68% of the portfolio's average net assets in any year. Price Associates has agreed to waive its program fee to maintain the expense limits for these portfolios. Expenses in excess of the expense limit arrangement are not subject to future repayment by the portfolios.

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.

Portfolio Changes In November 2020, the portfolios' investments in the underlying mutual funds will exchange from Investor Class to I Class for those underlying mutual funds that currently offer an I Class; the expense ratios for the I Class are generally lower than the Investor Class. Once the exchanges to I Class are completed in November 2020, only portfolio investments in Extended Equity Market Index Fund (with respect to the University of Alaska Portfolio under the Alaska Plan), Total Equity Market Index Fund, and Spectrum Income Fund will continue to be held in the Investor Class.

Effective October 1, 2020, T. Rowe Price U.S. Bond Enhanced Index Fund, an underlying Fund for University of Alaska Portfolio, will be changing its name to T. Rowe Price QM U.S. Bond Index Fund.

Beginning in January 2021, U.S. Large-Cap Core Fund and Emerging Markets Discovery Stock Fund will be gradually added as underlying mutual funds in Equity Portfolio, Balanced Portfolio, and the Enrollment-Based Portfolios, including Portfolio for Education Today. In each portfolio, up to 22.5% of the U.S. Equity Large-Cap allocation will be allocated to U.S. Large-Cap Core Fund and 50.0% of the Emerging Markets Equity allocation will be allocated to Emerging Markets Discovery Stock Fund.

In addition, beginning in January 2021, the following changes to underlying mutual funds will gradually occur; however, the overall investment objective and description for each portfolio will not change as a result of these underlying mutual fund changes:

<u>Portfolio</u>	<u>Current underlying mutual fund</u>	<u>New underlying mutual fund(s)</u>
University of Alaska Portfolio	Extended Equity Market Index Fund	Small-Cap Index Fund—I Class and Mid-Cap Index Fund—I Class
Total Equity Market Index Portfolio	Total Equity Market Index Fund	Small-Cap Index Fund—I Class, Mid- Cap Index Fund—I Class, and Equity Index 500 Fund—I Class
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



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 Portfolio 2039, Portfolio 2036, Portfolio 2033, Portfolio 2030, Portfolio 2027, Portfolio 2024, Portfolio 2021, Portfolio for Education Today (formerly known as Portfolio for College), Equity Portfolio, Total Equity Market Index Portfolio, Fixed Income Portfolio, Balanced Portfolio, Money Market Portfolio, and University of Alaska Portfolio (formerly known as ACT Portfolio) (the "Portfolios"), which comprise the statement of net assets, as of June 30, 2020 and the related statement of operations and 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, 2020, 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, 2020

JOHN HANCOCK FREEDOM 529

Offered by the Education Trust of Alaska

ANNUAL REPORT

June 30, 2020

JOHN HANCOCK FREEDOM 529

Offered by the Education Trust of Alaska

ANNUAL REPORT

June 30, 2020

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2020

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

	Portfolio 2037-2040		Portfolio 2033-2036		Portfolio 2029-2032	
Investments at value	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	10,104	\$ 400	143,025	\$ 5,657	319,448	\$ 12,634
John Hancock Disciplined Value International Fund (Boston Partners)	59,630	640	833,387	8,950	1,855,386	19,927
John Hancock Capital Appreciation Fund (Jennison)	66,638	1,255	945,853	17,810	2,017,351	37,987
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	46,760	452	652,084	6,306	1,481,541	14,327
John Hancock International Value Fund (Boston Partners)	52,034	647	732,955	9,118	1,629,410	20,270
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
John Hancock Disciplined Value Fund (Boston Partners)	45,576	781	640,845	10,978	1,413,270	24,209
John Hancock International Growth Fund (Wellington)	46,950	1,380	676,009	19,875	1,453,306	42,727
T. Rowe Price Blue Chip Growth Fund	12,896	1,780	184,076	25,408	398,692	55,031
T. Rowe Price Equity Income Fund	60,214	1,548	854,867	21,970	1,836,691	47,203
T. Rowe Price Financial Services Fund	—	—	—	—	—	—
T. Rowe Price Health Sciences Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	4,810	450	71,726	6,712	142,428	13,328
T. Rowe Price Mid-Cap Value Fund	17,097	417	235,639	5,750	520,192	12,693
T. Rowe Price New Horizons Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	50,672	527	710,033	7,391	1,553,362	16,171
T. Rowe Price Science & Technology Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	16,488	799	237,136	11,487	503,930	24,410
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	—	—	—	—	2,319,459	32,032
John Hancock Strategic Income Opportunities Fund (MIM)	—	—	—	—	941,386	9,941
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—
T. Rowe Price Short-Term Bond Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	—	—	3,423,815	42,010
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		\$ 11,076		\$ 157,412		\$ 424,900
Other assets less liabilities		5		9		(209)
NET ASSETS		\$ 11,081		\$ 157,421		\$ 424,691

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, 2020

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

	Portfolio 2037-2040	Portfolio 2033-2036	Portfolio 2029-2032
<i>Composition of Net Assets:</i>			
Paid-in capital	\$ 10,699	\$ 139,166	\$ 314,248
Retained earnings	382	18,255	110,443
<i>Net Assets attributable to:</i>			
Class A	\$ 9,823	\$ 132,838	\$ 347,357
Class C2	968	21,852	73,407
Class F	290	2,731	3,927
Original Class	N/A	N/A	N/A
<i>Units Outstanding attributable to:</i>			
Class A	906	9,677	17,255
Class C2	90	1,657	3,905
Class F	27	220	316
Original Class	N/A	N/A	N/A
NET ASSET VALUE PER UNIT			
CLASS A	\$ 10.84	\$ 13.73	\$ 20.13
CLASS C2	\$ 10.76	\$ 13.19	\$ 18.80
CLASS F	\$ 10.87	\$ 12.43	\$ 12.42
ORIGINAL CLASS	\$ N/A	\$ N/A	\$ N/A
<i>Maximum offering price per unit</i>			
Class A	11.29	14.30	20.97
Class C2	10.76	13.19	18.80
Class F	10.87	12.43	12.42
Original Class	N/A	N/A	N/A
Investments at cost	\$ 10,863	\$ 154,842	\$ 395,277

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, 2020
Statement of Net Assets - (In thousands, except per unit values and shares)

	Portfolio 2025-2028		Portfolio 2021-2024		Enrollment Portfolio	
Investments at value	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	406,369	\$ 16,072	535,680	\$ 21,186	370,925	\$ 14,670
John Hancock Disciplined Value International Fund (Boston Partners)	2,437,843	26,182	1,589,100	17,067	494,404	5,310
John Hancock Capital Appreciation Fund (Jennison)	2,536,350	47,759	3,347,744	63,038	2,268,313	42,712
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	1,883,854	18,217	488,995	4,729	—	—
John Hancock International Value Fund (Boston Partners)	2,158,353	26,850	1,395,204	17,356	360,261	4,482
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
John Hancock Disciplined Value Fund (Boston Partners)	1,853,007	31,742	2,409,139	41,269	1,631,964	27,956
John Hancock International Growth Fund (Wellington)	1,885,289	55,428	1,215,819	35,745	496,259	14,590
T. Rowe Price Blue Chip Growth Fund	504,292	69,607	667,158	92,088	445,813	61,536
T. Rowe Price Equity Income Fund	2,326,545	59,792	3,041,451	78,165	2,039,125	52,405
T. Rowe Price Financial Services Fund	—	—	—	—	—	—
T. Rowe Price Health Sciences Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	180,474	16,889	90,404	8,460	—	—
T. Rowe Price Mid-Cap Value Fund	663,999	16,202	326,490	7,966	—	—
T. Rowe Price New Horizons Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	2,071,292	21,562	1,982,254	20,635	1,054,770	10,980
T. Rowe Price Science & Technology Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	639,482	30,977	299,816	14,523	—	—
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	8,334,119	115,094	15,624,957	215,781	12,709,410	175,517
John Hancock Strategic Income Opportunities Fund (MIM)	3,491,797	36,873	6,655,704	70,284	5,408,493	57,114
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	29,262,438	148,361	91,679,316	464,814
T. Rowe Price Short-Term Bond Fund	—	—	—	—	—	—
T. Rowe Price Spectrum Income Fund	12,287,767	150,771	23,028,378	282,558	18,866,448	231,491
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		\$ 740,017		\$ 1,139,211		\$ 1,163,577
Other assets less liabilities		(331)		(558)		(586)
NET ASSETS		\$ 739,686		\$ 1,138,653		\$ 1,162,991

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, 2020

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

	Portfolio 2025-2028	Portfolio 2021-2024	Enrollment Portfolio
<i>Composition of Net Assets:</i>			
Paid-in capital	\$ 472,627	\$ 664,396	\$ 967,530
Retained earnings	267,059	474,257	195,461
<i>Net Assets attributable to:</i>			
Class A	\$ 636,008	\$ 978,107	\$ 1,032,044
Class C2	96,748	152,911	123,688
Class F	6,930	7,635	7,259
Original Class	N/A	N/A	N/A
<i>Units Outstanding attributable to:</i>			
Class A	31,022	28,700	39,831
Class C2	5,206	5,130	6,677
Class F	569	638	637
Original Class	N/A	N/A	N/A
<i>NET ASSET VALUE PER UNIT</i>			
CLASS A	\$ 20.50	\$ 34.08	\$ 25.91
CLASS C2	\$ 18.58	\$ 29.80	\$ 18.53
CLASS F	\$ 12.18	\$ 11.97	\$ 11.40
ORIGINAL CLASS	\$ N/A	\$ N/A	\$ N/A
<i>Maximum offering price per unit</i>			
Class A	21.35	35.50	26.71
Class C2	18.58	29.80	18.53
Class F	12.18	11.97	11.40
Original Class	N/A	N/A	N/A
Investments at cost	\$ 661,382	\$ 1,015,614	\$ 1,128,107

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, 2020

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

	Short-Term Bond Portfolio		Fixed-Income Portfolio		Equity Portfolio	
Investments at value	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	220,873	\$ 8,735
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	1,404,540	15,085
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	1,447,354	27,254
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	1,342,005	12,977
John Hancock International Value Fund (Boston Partners)	—	—	—	—	1,253,342	15,592
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	985,335	16,879
John Hancock International Growth Fund (Wellington)	—	—	—	—	1,082,882	31,837
T. Rowe Price Blue Chip Growth Fund	—	—	—	—	285,433	39,398
T. Rowe Price Equity Income Fund	—	—	—	—	1,346,815	34,613
T. Rowe Price Financial Services Fund	—	—	—	—	—	—
T. Rowe Price Health Sciences Fund	—	—	—	—	—	—
T. Rowe Price Mid-Cap Growth Fund	—	—	—	—	120,395	11,267
T. Rowe Price Mid-Cap Value Fund	—	—	—	—	390,007	9,516
T. Rowe Price New Horizons Fund	—	—	—	—	—	—
T. Rowe Price Real Assets Fund	—	—	—	—	493,863	5,141
T. Rowe Price Science & Technology Fund	—	—	—	—	—	—
T. Rowe Price Small-Cap Stock Fund	—	—	—	—	416,608	20,180
BOND MUTUAL FUNDS						
John Hancock Core Bond Fund (Wells Capital)	—	—	2,146,614	29,645	—	—
John Hancock Strategic Income Opportunities Fund (MIM)	—	—	920,579	9,721	—	—
T. Rowe Price Limited Duration Inflation Focused Bond Fund	—	—	—	—	—	—
T. Rowe Price Short-Term Bond Fund	9,309,490	44,779	—	—	—	—
T. Rowe Price Spectrum Income Fund	—	—	3,202,203	39,291	—	—
MONEY MARKET MUTUAL FUNDS						
T. Rowe Price U.S. Treasury Money Fund	—	—	—	—	—	—
Total investments in mutual funds		\$ 44,779		\$ 78,657		\$ 248,474
Other assets less liabilities		(19)		(15)		(123)
NET ASSETS		<u>\$ 44,760</u>		<u>\$ 78,642</u>		<u>\$ 248,351</u>

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, 2020

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

	Short-Term Bond Portfolio	Fixed-Income Portfolio	Equity Portfolio
<i>Composition of Net Assets:</i>			
Paid-in capital	\$ 39,096	\$ 41,967	\$ (893)
Retained earnings	5,664	36,675	249,244
<i>Net Assets attributable to:</i>			
Class A	\$ 39,130	\$ 70,095	\$ 223,229
Class C2	5,323	7,790	21,902
Class F	307	757	3,220
Original Class	N/A	N/A	N/A
<i>Units Outstanding attributable to:</i>			
Class A	2,030	2,273	5,838
Class C2	424	394	579
Class F	28	68	259
Original Class	N/A	N/A	N/A
NET ASSET VALUE PER UNIT			
CLASS A	\$ 19.28	\$ 30.83	\$ 38.24
CLASS C2	\$ 12.55	\$ 19.79	\$ 37.84
CLASS F	\$ 10.83	\$ 11.16	\$ 12.41
ORIGINAL CLASS	\$ N/A	\$ N/A	\$ N/A
<i>Maximum offering price per unit</i>			
Class A	19.88	31.78	39.63
Class C2	12.55	19.79	37.84
Class F	10.83	11.16	12.41
Original Class	N/A	N/A	N/A
Investments at cost	\$ 43,789	\$ 74,472	\$ 190,214

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2020
Statement of Net Assets - (In thousands, except per unit values and shares)

	Future Trends Portfolio		Money Market Portfolio		Multimanager Lifestyle Growth 529 Portfolio	
Investments at value	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	—	\$ —
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	—	—
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	—	—
John Hancock International Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	23,032,797	317,392
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock International Growth Fund (Wellington)	—	—	—	—	—	—
T. Rowe Price Blue Chip Growth Fund	—	—	—	—	—	—
T. Rowe Price Equity Income Fund	—	—	—	—	—	—
T. Rowe Price Financial Services Fund	2,095,253	46,661	—	—	—	—
T. Rowe Price Health Sciences Fund	550,217	47,902	—	—	—	—
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	1,077,507	51,063	—	—	—	—
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	—	—	140,099,034	140,099	—	—
Total investments in mutual funds		\$ 145,626		\$ 140,099		\$ 317,392
Other assets less liabilities		(73)		12		(158)
NET ASSETS		\$ 145,553		\$ 140,111		\$ 317,234

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2020

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

	Future Trends Portfolio	Money Market Portfolio	Multimanager Lifestyle Growth 529 Portfolio
<i>Composition of Net Assets:</i>			
Paid-in capital	\$ 26,282	\$ 140,111	\$ 181,496
Retained earnings	119,271	—	135,738
<i>Net Assets attributable to:</i>			
Class A	\$ 128,524	\$ 102,783	\$ 272,167
Class C2	16,456	18,600	44,276
Class F	573	1,314	791
Original Class	N/A	17,414	N/A
<i>Units Outstanding attributable to:</i>			
Class A	2,152	102,781	13,090
Class C2	250	18,602	2,373
Class F	40	1,314	66
Original Class	N/A	17,414	N/A
<i>NET ASSET VALUE PER UNIT</i>			
CLASS A	\$ 59.72	\$ 1.00	\$ 20.79
CLASS C2	\$ 65.80	\$ 1.00	\$ 18.66
CLASS F	\$ 14.43	\$ 1.00	\$ 11.92
ORIGINAL CLASS	\$ N/A	\$ 1.00	\$ N/A
<i>Maximum offering price per unit</i>			
Class A	61.89	1.00	21.66
Class C2	65.80	1.00	18.66
Class F	14.43	1.00	11.92
Original Class	N/A	1.00	N/A
Investments at cost	\$ 84,985	\$ 140,099	\$ 335,658

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2020

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

	Multimanager Lifestyle Balanced 529 Portfolio		Multimanager Lifestyle Moderate 529 Portfolio		New Horizons Portfolio	
Investments at value	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	—	\$ —
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	—	—
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	—	—
John Hancock International Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Balanced Portfolio	11,037,853	151,770	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	4,681,823	60,817	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock International Growth Fund (Wellington)	—	—	—	—	—	—
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	—	—	—	—	1,417,932	101,524
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		\$ 151,770		\$ 60,817		\$ 101,524
Other assets less liabilities		(82)		(31)		(48)
NET ASSETS		\$ 151,688		\$ 60,786		\$ 101,476

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, 2020

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

	Multimanager Lifestyle Balanced 529 Portfolio	Multimanager Lifestyle Moderate 529 Portfolio	New Horizons Portfolio
<i>Composition of Net Assets:</i>			
Paid-in capital	\$ 85,133	\$ 37,108	\$ 28,753
Retained earnings	66,555	23,678	72,723
<i>Net Assets attributable to:</i>			
Class A	\$ 124,609	\$ 51,865	\$ 89,057
Class C2	25,936	8,521	11,574
Class F	1,143	400	845
Original Class	N/A	N/A	N/A
<i>Units Outstanding attributable to:</i>			
Class A	6,169	2,668	1,130
Class C2	1,429	487	166
Class F	97	35	43
Original Class	N/A	N/A	N/A
<i>NET ASSET VALUE PER UNIT</i>			
CLASS A	\$ 20.20	\$ 19.44	\$ 78.79
CLASS C2	\$ 18.15	\$ 17.48	\$ 69.85
CLASS F	\$ 11.77	\$ 11.51	\$ 19.80
ORIGINAL CLASS	\$ N/A	\$ N/A	\$ N/A
<i>Maximum offering price per unit</i>			
Class A	21.04	20.25	82.07
Class C2	18.15	17.48	69.85
Class F	11.77	11.51	19.80
Original Class	N/A	N/A	N/A
Investments at cost	\$ 161,005	\$ 63,496	\$ 69,251

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John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2020

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

	Blue Chip Growth Portfolio		Mid-Cap Value Portfolio		International Value Portfolio	
Investments at value	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	—	\$ —
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	—	—
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	—	—
John Hancock International Value Fund (Boston Partners)	—	—	—	—	2,245,171	27,930
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock International Growth Fund (Wellington)	—	—	—	—	—	—
T. Rowe Price Blue Chip Growth Fund	1,194,203	164,836	—	—	—	—
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	—	—	1,718,811	41,939	—	—
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		\$ 164,836		\$ 41,939		\$ 27,930
Other assets less liabilities		(38)		(21)		(10)
NET ASSETS		<u>\$ 164,798</u>		<u>\$ 41,918</u>		<u>\$ 27,920</u>

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, 2020

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

	Blue Chip Growth Portfolio	Mid-Cap Value Portfolio	International Value Portfolio
<i>Composition of Net Assets:</i>			
Paid-in capital	\$ 69,949	\$ 16,209	\$ 33,540
Retained earnings	94,849	25,709	(5,620)
<i>Net Assets attributable to:</i>			
Class A	\$ 143,616	\$ 37,812	\$ 24,592
Class C2	18,948	3,799	2,869
Class F	2,234	307	459
Original Class	N/A	N/A	N/A
<i>Units Outstanding attributable to:</i>			
Class A	2,008	770	2,792
Class C2	305	89	357
Class F	128	31	54
Original Class	N/A	N/A	N/A
<i>NET ASSET VALUE PER UNIT</i>			
CLASS A	\$ 71.52	\$ 49.10	\$ 8.81
CLASS C2	\$ 62.22	\$ 42.61	\$ 8.03
CLASS F	\$ 17.39	\$ 10.09	\$ 8.57
ORIGINAL CLASS	\$ N/A	\$ N/A	\$ N/A
<i>Maximum offering price per unit</i>			
Class A	74.50	51.15	9.18
Class C2	62.22	42.61	8.03
Class F	17.39	10.09	8.57
Original Class	N/A	N/A	N/A
Investments at cost	\$ 94,192	\$ 47,139	\$ 34,340

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, 2020

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

	Equity Income Portfolio		Small-Cap Stock Portfolio		Capital Appreciation Portfolio	
Investments at value	Shares	Value	Shares	Value	Shares	Value
EQUITY MUTUAL FUNDS						
American Mutual Fund	—	\$ —	—	\$ —	—	\$ —
John Hancock Disciplined Value International Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Capital Appreciation Fund (Jennison)	—	—	—	—	2,797,073	52,669
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—	—	—	—	—
John Hancock International Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—	—	—	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—	—	—	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—	—	—	—	—
John Hancock International Growth Fund (Wellington)	—	—	—	—	—	—
T. Rowe Price Blue Chip Growth Fund	—	—	—	—	—	—
T. Rowe Price Equity Income Fund	1,454,512	37,381	—	—	—	—
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	—	—	716,427	34,704	—	—
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		\$ 37,381		\$ 34,704		\$ 52,669
Other assets less liabilities		(14)		(12)		(17)
NET ASSETS		<u>\$ 37,367</u>		<u>\$ 34,692</u>		<u>\$ 52,652</u>

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, 2020

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

	Equity Income Portfolio	Small-Cap Stock Portfolio	Capital Appreciation Portfolio
<i>Composition of Net Assets:</i>			
Paid-in capital	\$ 21,519	\$ 11,003	\$ 19,803
Retained earnings	15,848	23,689	32,849
<i>Net Assets attributable to:</i>			
Class A	\$ 33,069	\$ 31,377	\$ 47,460
Class C2	4,138	3,093	4,891
Class F	160	222	301
Original Class	N/A	N/A	N/A
<i>Units Outstanding attributable to:</i>			
Class A	1,116	562	1,250
Class C2	160	63	141
Class F	15	17	16
Original Class	N/A	N/A	N/A
NET ASSET VALUE PER UNIT			
CLASS A	\$ 29.64	\$ 55.87	\$ 37.97
CLASS C2	\$ 25.84	\$ 48.66	\$ 34.63
CLASS F	\$ 10.35	\$ 13.02	\$ 18.73
ORIGINAL CLASS	\$ N/A	\$ N/A	\$ N/A
<i>Maximum offering price per unit</i>			
Class A	30.88	58.20	39.55
Class C2	25.84	48.66	34.63
Class F	10.35	13.02	18.73
Original Class	N/A	N/A	N/A
Investments at cost	\$ 45,050	\$ 30,903	\$ 44,425

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, 2020

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

	American Mutual Portfolio	
Investments at value	Shares	Value
EQUITY MUTUAL FUNDS		
American Mutual Fund	1,083,259	\$ 42,843
John Hancock Disciplined Value International Fund (Boston Partners)	—	—
John Hancock Capital Appreciation Fund (Jennison)	—	—
John Hancock Emerging Markets Fund (Dimensional Fund Advisors)	—	—
John Hancock International Value Fund (Boston Partners)	—	—
John Hancock Multimanager Lifestyle Balanced Portfolio	—	—
John Hancock Multimanager Lifestyle Growth Portfolio	—	—
John Hancock Multimanager Lifestyle Moderate Portfolio	—	—
John Hancock Disciplined Value Fund (Boston Partners)	—	—
John Hancock International Growth Fund (Wellington)	—	—
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		\$ 42,843
Other assets less liabilities		(22)
NET ASSETS		\$ 42,821

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, 2020

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

	American Mutual Portfolio
<i>Composition of Net Assets:</i>	
Paid-in capital	\$ 17,687
Retained earnings	25,134
<i>Net Assets attributable to:</i>	
Class A	\$ 37,542
Class C2	4,819
Class F	460
Original Class	N/A
<i>Units Outstanding attributable to:</i>	
Class A	1,051
Class C2	154
Class F	38
Original Class	N/A
<i>NET ASSET VALUE PER UNIT</i>	
CLASS A	\$ 35.70
CLASS C2	\$ 31.24
CLASS F	\$ 12.21
ORIGINAL CLASS	\$ N/A
<i>Maximum offering price per unit</i>	
Class A	37.19
Class C2	31.24
Class F	12.21
Original Class	N/A
Investments at cost	\$ 38,421

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, 2020
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	\$ 61	\$ 1,780	\$ 6,266	\$ 13,257	\$ 21,898
Expenses					
Program management fee					
Class A	11	285	783	1,477	2,328
Class C2	1	49	201	271	422
Class F	1	5	9	16	18
Original Class	-	-	-	-	-
Distribution and service fee					
Class A	11	286	783	1,477	2,328
Class C2	5	196	804	1,082	1,688
Trust fee					
Class A	2	57	156	295	466
Class C2	_(1)	10	40	54	84
Class F	_(1)	1	2	3	4
Expenses waived by program manager	-	-	-	-	-
Total expenses	31	889	2,778	4,675	7,338
Net investment income (loss)	30	891	3,488	8,582	14,560
Net realized and unrealized gain (loss)					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	9	209	2,783	10,557	17,839
Capital gain distributions from Underlying Mutual Funds	130	4,528	11,408	16,311	21,005
Net realized gain (loss)	139	4,737	14,191	26,868	38,844
Change in unrealized gain / loss	195	(3,039)	(8,519)	(16,029)	(13,385)
Net realized and change in unrealized gain / loss	334	1,698	5,672	10,839	25,459
Increase (decrease) in net assets from operations	\$ 364	\$ 2,589	\$ 9,160	\$ 19,421	\$ 40,019

(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, 2020
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	\$ 20,338	\$ 863	\$ 1,965	\$ 3,184	\$ 1,153
Expenses					
Program management fee					
Class A	2,651	78	153	560	305
Class C2	386	15	22	65	45
Class F	18	1	2	7	1
Original Class	-	-	-	-	-
Distribution and service fee					
Class A	2,652	47	92	560	305
Class C2	1,542	55	78	258	178
Trust fee					
Class A	530	16	31	112	61
Class C2	77	3	4	13	9
Class F	4	_(1)	_(1)	1	_(1)
Expenses waived by program manager	-	-	-	-	-
Total expenses	7,860	215	382	1,576	904
Net investment income (loss)	12,478	648	1,583	1,608	249
Net realized and unrealized gain (loss)					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	2,326	(34)	(151)	13,591	(1,079)
Capital gain distributions from Underlying Mutual Funds	18,583	-	417	8,695	6,503
Net realized gain (loss)	20,909	(34)	266	22,286	5,424
Change in unrealized gain / loss	9,941	769	602	(19,811)	7,310
Net realized and change in unrealized gain / loss	30,850	735	868	2,475	12,734
Increase (decrease) in net assets from operations	\$ 43,328	\$ 1,383	\$ 2,451	\$ 4,083	\$ 12,983

(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, 2020
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	\$ 1,080	\$ 6,368	\$ 3,512	\$ 1,662	\$ —
Expenses					
Program management fee					
Class A	186	652	299	122	180
Class C2	35	132	78	24	27
Class F	3	2	3	1	2
Original Class	47	—	—	—	—
Distribution and service fee					
Class A	—	652	299	122	180
Class C2	—	527	313	96	107
Trust fee					
Class A	—	130	60	24	36
Class C2	—	26	15	5	6
Class F	—	_(1)	1	_(1)	_(1)
Expenses waived by program manager	(84)	—	—	—	—
Total expenses	187	2,121	1,068	394	538
Net investment income (loss)	893	4,247	2,444	1,268	(538)
Net realized and unrealized gain (loss)					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	—	5,115	1,492	(185)	2,615
Capital gain distributions from Underlying Mutual Funds	—	30,974	10,421	2,332	8,835
Net realized gain (loss)	—	36,089	11,913	2,147	11,450
Change in unrealized gain / loss	—	(33,083)	(10,187)	(1,593)	10,184
Net realized and change in unrealized gain / loss	—	3,006	1,726	554	21,634
Increase (decrease) in net assets from operations	\$ 893	\$ 7,253	\$ 4,170	\$ 1,822	\$ 21,096

(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, 2020
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	\$ 125	\$ 697	\$ 775	\$ 1,063	\$ —
Expenses					
Program management fee					
Class A	297	99	65	92	79
Class C2	46	12	8	13	9
Class F	4	_(1)	1	_(1)	_(1)
Original Class	—	—	—	—	—
Distribution and service fee					
Class A	297	99	65	92	78
Class C2	183	48	35	54	37
Trust fee					
Class A	59	20	13	18	16
Class C2	9	2	2	3	2
Class F	1	_(1)	_(1)	_(1)	_(1)
Expenses waived by program manager	—	—	—	—	—
Total expenses	896	280	189	272	221
Net investment income (loss)	(771)	417	586	791	(221)
Net realized and unrealized gain (loss)					
Net realized gain (loss)					
Sales of Underlying Mutual Funds	5,857	629	(135)	835	1,161
Capital gain distributions from Underlying Mutual Funds	386	1,327	1,677	2,284	1,947
Net realized gain (loss)	6,243	1,956	1,542	3,119	3,108
Change in unrealized gain / loss	19,921	(5,908)	(5,718)	(8,790)	(3,206)
Net realized and change in unrealized gain / loss	26,164	(3,952)	(4,176)	(5,671)	(98)
Increase (decrease) in net assets from operations	\$ 25,393	\$ (3,535)	\$ (3,590)	\$ (4,880)	\$ (319)

(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, 2020
Statement of Operations (in thousands)

	Capital Appreciation Portfolio	American Mutual Portfolio
Operations		
Net investment income		
Income		
Income distributions from Underlying Mutual Funds	\$ 6	\$ 925
Expenses		
Program management fee		
Class A	91	95
Class C2	11	13
Class F	1	1
Original Class	-	-
Distribution and service fee		
Class A	91	95
Class C2	45	55
Trust fee		
Class A	19	19
Class C2	2	3
Class F	_(1)	_(1)
Expenses waived by program manager	-	-
Total expenses	260	281
Net investment income (loss)	(254)	644
Net realized and unrealized gain (loss)		
Net realized gain (loss)		
Sales of Underlying Mutual Funds	580	1,886
Capital gain distributions from Underlying Mutual Funds	4,041	1,262
Net realized gain (loss)	4,621	3,148
Change in unrealized gain / loss	7,788	(4,054)
Net realized and change in unrealized gain / loss	12,409	(906)
Increase (decrease) in net assets from operations	\$ 12,155	\$ (262)

(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, 2020

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)	\$ 30	\$ 891	\$ 3,488	\$ 8,582	\$ 14,560
Net realized gain (loss)	139	4,737	14,191	26,868	38,844
Change in unrealized gain / loss	195	(3,039)	(8,519)	(16,029)	(13,385)
Increase (decrease) in net assets from operations	364	2,589	9,160	19,421	40,019
Distributions of net investment income	-	-	-	-	-
Unit transactions*					
Units issued - Participant contributions					
Class A	9,182	34,879	69,969	96,598	119,815
Class C2	1,045	5,913	9,624	15,132	25,431
Class F	264	915	990	1,482	1,070
Original Class	-	-	-	-	-
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(250)	(4,924)	(16,632)	(31,616)	(68,120)
Class C2	(193)	(1,735)	(27,990)	(47,704)	(71,179)
Class F	(2)	(13)	(254)	(137)	(875)
Original Class	-	-	-	-	-
Increase (decrease) in net assets from unit transactions	10,046	35,035	35,707	33,755	6,142
Net Assets					
Increase (decrease) during period	10,410	37,624	44,867	53,176	46,161
Beginning of period	671	119,797	379,824	686,510	1,092,492
End of period	\$ 11,081	\$ 157,421	\$ 424,691	\$ 739,686	\$ 1,138,653
* Unit information					
Units outstanding, beginning of period	63	8,935	19,692	35,238	34,475
Units issued - Participant contributions					
Class A	877	2,588	3,563	4,801	3,594
Class C2	100	455	523	830	872
Class F	24	76	82	123	91
Original Class	-	-	-	-	-
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(24)	(363)	(856)	(1,590)	(2,062)
Class C2	(17)	(136)	(1,504)	(2,593)	(2,428)
Class F	-(1)	(1)	(24)	(12)	(74)
Original Class	-	-	-	-	-
Units outstanding, end of period	1,023	11,554	21,476	36,797	34,468

(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, 2020

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)	\$ 12,478	\$ 648	\$ 1,583	\$ 1,608	\$ 249
Net realized gain (loss)	20,909	(34)	266	22,286	5,424
Change in unrealized gain / loss	9,941	769	602	(19,811)	7,310
Increase (decrease) in net assets from operations	43,328	1,383	2,451	4,083	12,983
Distributions of net investment income	-	-	-	-	-
Unit transactions *					
Units issued - Participant contributions					
Class A	123,722	21,502	23,730	26,264	18,387
Class C2	23,787	3,705	2,618	4,069	3,083
Class F	717	113	179	575	223
Original Class	-	-	-	-	-
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(277,130)	(9,741)	(11,142)	(42,001)	(20,388)
Class C2	(107,700)	(5,760)	(4,748)	(14,331)	(8,478)
Class F	(1,699)	(66)	(34)	(296)	(32)
Original Class	-	-	-	-	-
Increase (decrease) in net assets from unit transactions	(238,303)	9,753	10,603	(25,720)	(7,205)
Net Assets					
Increase (decrease) during period	(194,975)	11,136	13,054	(21,637)	5,778
Beginning of period	1,357,966	33,624	65,588	269,988	139,775
End of period	\$ 1,162,991	\$ 44,760	\$ 78,642	\$ 248,351	\$ 145,553
* Unit information					
Units outstanding, beginning of period	57,941	2,021	2,422	7,347	2,554
Units issued - Participant contributions					
Class A	4,885	1,142	783	698	326
Class C2	1,311	302	135	110	49
Class F	66	10	16	46	16
Original Class	-	-	-	-	-
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(10,975)	(517)	(372)	(1,117)	(365)
Class C2	(5,931)	(470)	(246)	(384)	(136)
Class F	(152)	(6)	(3)	(24)	(2)
Original Class	-	-	-	-	-
Units outstanding, end of period	47,145	2,482	2,735	6,676	2,442

(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, 2020

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)	\$ 893	\$ 4,247	\$ 2,444	\$ 1,268	\$ (538)
Net realized gain (loss)	-	36,089	11,913	2,147	11,450
Change in unrealized gain / loss	-	(33,083)	(10,187)	(1,593)	10,184
Increase (decrease) in net assets from operations	893	7,253	4,170	1,822	21,096
Distributions of net investment income	(893)	-	-	-	-
Unit transactions*					
Units issued - Participant contributions					
Class A	79,453	45,822	26,793	12,331	13,962
Class C2	17,510	6,583	3,885	2,094	1,840
Class F	1,165	396	69	114	375
Original Class	2,098	-	-	-	-
Units reinvested	888	-	-	-	-
Units redeemed - Participant distributions					
Class A	(38,829)	(40,196)	(25,045)	(9,656)	(10,756)
Class C2	(12,134)	(25,534)	(17,428)	(5,378)	(4,593)
Class F	(780)	(133)	(268)	(44)	(43)
Original Class	(5,602)	-	-	-	-
Increase (decrease) in net assets from unit transactions	43,769	(13,062)	(11,994)	(539)	785
Net Assets					
Increase (decrease) during period	43,769	(5,809)	(7,824)	1,283	21,881
Beginning of period	96,342	323,043	159,512	59,503	79,595
End of period	\$ 140,111	\$ 317,234	\$ 151,688	\$ 60,786	\$ 101,476
* Unit information					
Units outstanding, beginning of period	96,342	16,252	8,391	3,235	1,318
Units issued - Participant contributions					
Class A	79,453	2,267	1,361	651	215
Class C2	17,510	360	218	121	32
Class F	1,165	33	6	10	24
Original Class	2,098	-	-	-	-
Units reinvested	888	-	-	-	-
Units redeemed - Participant distributions					
Class A	(38,829)	(1,977)	(1,275)	(508)	(168)
Class C2	(12,134)	(1,395)	(982)	(315)	(80)
Class F	(780)	(11)	(24)	(4)	(2)
Original Class	(5,602)	-	-	-	-
Units outstanding, end of period	140,111	15,529	7,695	3,190	1,339

(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, 2020

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)	\$ (771)	\$ 417	\$ 586	\$ 791	\$ (221)
Net realized gain (loss)	6,243	1,956	1,542	3,119	3,108
Change in unrealized gain / loss	19,921	(5,908)	(5,718)	(8,790)	(3,206)
Increase (decrease) in net assets from operations	25,393	(3,535)	(3,590)	(4,880)	(319)
Distributions of net investment income	-	-	-	-	-
Unit transactions *					
Units issued - Participant contributions					
Class A	32,354	5,791	4,764	6,588	4,955
Class C2	4,494	790	593	835	441
Class F	836	242	336	129	211
Original Class	-	-	-	-	-
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(19,335)	(7,609)	(5,415)	(6,949)	(5,330)
Class C2	(9,196)	(2,700)	(1,595)	(2,593)	(2,007)
Class F	(25)	(5)	(93)	(2)	(82)
Original Class	-	-	-	-	-
Increase (decrease) in net assets from unit transactions	9,128	(3,491)	(1,410)	(1,992)	(1,812)
Net Assets					
Increase (decrease) during period	34,521	(7,026)	(5,000)	(6,872)	(2,131)
Beginning of period	130,277	48,944	32,920	44,239	36,823
End of period	\$ 164,798	\$ 41,918	\$ 27,920	\$ 37,367	\$ 34,692
* Unit information					
Units outstanding, beginning of period	2,268	946	3,362	1,349	670
Units issued - Participant contributions					
Class A	518	113	506	203	89
Class C2	83	18	68	30	9
Class F	54	22	36	10	16
Original Class	-	-	-	-	-
Units reinvested	-	-	-	-	-
Units redeemed - Participant distributions					
Class A	(311)	(149)	(577)	(211)	(95)
Class C2	(169)	(60)	(183)	(90)	(41)
Class F	(2)	(1)	(9)	(1)	(6)
Original Class	-	-	-	-	-
Units outstanding, end of period	2,441	890	3,203	1,291	642

(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, 2020

Statement of Changes in Net Assets (in thousands)

	Capital Appreciation Portfolio	American Mutual Portfolio
Operations		
Net investment income (loss)	\$ (254)	\$ 644
Net realized gain (loss)	4,621	3,148
Change in unrealized gain / loss	7,788	(4,054)
Increase (decrease) in net assets from operations	12,155	(262)
Distributions of net investment income	-	-
Unit transactions *		
Units issued - Participant contributions		
Class A	8,943	5,992
Class C2	1,090	948
Class F	113	267
Original Class	-	-
Units reinvested	-	-
Units redeemed - Participant distributions		
Class A	(5,974)	(6,587)
Class C2	(2,129)	(2,367)
Class F	(32)	(19)
Original Class	-	-
Increase (decrease) in net assets from unit transactions	2,011	(1,766)
Net Assets		
Increase (decrease) during period	14,166	(2,028)
Beginning of period	38,486	44,849
End of period	\$ 52,652	\$ 42,821
* Unit information		
Units outstanding, beginning of period	1,346	1,285
Units issued - Participant contributions		
Class A	286	164
Class C2	38	29
Class F	7	21
Original Class	-	-
Units reinvested	-	-
Units redeemed - Participant distributions		
Class A	(194)	(182)
Class C2	(74)	(73)
Class F	(2)	(1)
Original Class	-	-
Units outstanding, end of period	1,407	1,243

(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, 2020

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	\$ 10.66	\$ 13.49	\$ 19.68	\$ 19.93	\$ 32.83
Investment activities					
Net investment income (loss) ⁽¹⁾	0.07	0.10	0.20	0.27	0.48
Net realized and unrealized gain / loss	0.11	0.14	0.25	0.30	0.77
Total from investment activities	0.18	0.24	0.45	0.57	1.25
Distributions of net investment income	-	-	-	-	-
NET ASSET VALUE					
End of period	\$ 10.84	\$ 13.73	\$ 20.13	\$ 20.50	\$ 34.08
Ratios⁽²⁾					
Total Return	1.69%	1.78%	2.29%	2.86%	3.81%
Ratio of expenses to average net assets	0.55%	0.55%	0.55%	0.55%	0.55%
Ratio of net investment income (loss) to average net assets	0.67%	0.76%	1.04%	1.34%	1.43%
Portfolio turnover rate	20.5%	12.1%	16.5%	16.6%	16.7%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.77%	0.77%	0.74%	0.71%	0.64%
Effective expense ratio (Unaudited)	1.32%	1.32%	1.29%	1.26%	1.19%
Net Assets, end of period (in millions)	\$ 9.8	\$ 132.8	\$ 347.4	\$ 636.0	\$ 978.1

(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, 2020

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	\$ 24.97	\$ 18.61	\$ 29.70	\$ 37.58	\$ 54.37
Investment activities					
Net investment income (loss) ⁽¹⁾	0.28	0.35	0.70	0.27	0.16
Net realized and unrealized gain / loss	0.66	0.32	0.43	0.39	5.19
Total from investment activities	0.94	0.67	1.13	0.66	5.35
Distributions of net investment income	-	-	-	-	-
NET ASSET VALUE					
End of period	\$ 25.91	\$ 19.28	\$ 30.83	\$ 38.24	\$ 59.72

Ratios⁽²⁾					
Total Return	3.76%	3.60%	3.80%	1.76%	9.84%
Ratio of expenses to average net assets	0.55%	0.45%	0.45%	0.55%	0.55%
Ratio of net investment income (loss) to average net assets	1.12%	1.84%	2.33%	0.72%	0.28%
Portfolio turnover rate	9.3%	15.2%	9.9%	18.1%	19.7%

Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.54%	0.44%	0.62%	0.77%	0.81%
Effective expense ratio (Unaudited)	1.09%	0.89%	1.07%	1.32%	1.36%
Net Assets, end of period (in millions)	\$ 1,032.0	\$ 39.1	\$ 70.1	\$ 223.2	\$ 128.5

(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.

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, 2020

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	\$ 20.31	\$ 19.61	\$ 18.84	\$ 62.24
Investment activities					
Net investment income (loss) ⁽¹⁾	0.01 ⁽⁴⁾	0.30	0.35	0.44	(0.36)
Net realized and unrealized gain / loss	–	0.18	0.24	0.16	16.91
Total from investment activities	0.01	0.48	0.59	0.60	16.55
Distributions of net investment income	(0.01)	–	–	–	–
NET ASSET VALUE					
End of period	\$ 1.00	\$ 20.79	\$ 20.20	\$ 19.44	\$ 78.79

Ratios⁽²⁾					
Total Return	0.92% ⁽⁴⁾	2.36%	3.01%	3.18%	26.59%
Ratio of expenses to average net assets	0.17% ⁽⁴⁾	0.55%	0.55%	0.55%	0.55%
Ratio of net investment income (loss) to average net assets	0.79% ⁽⁴⁾	1.49%	1.78%	2.30%	(0.55)%
Portfolio turnover rate	14.1%	7.4%	12.7%	12.6%	6.5%

Supplemental Information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.37%	0.95%	0.92%	0.86%	0.76%
Effective expense ratio (Unaudited)	0.62% ⁽⁴⁾	1.50%	1.47%	1.41%	1.31%
Net Assets, end of period (in millions)	\$ 102.8	\$ 272.2	\$ 124.6	\$ 51.9	\$ 89.1

(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.

(4) Includes the effect of voluntary management fee waivers of 0.08% of average net assets (see Note 3).

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, 2020

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	\$ 60.25	\$ 53.07	\$ 9.91	\$ 33.55	\$ 56.40
Investment activities					
Net investment income (loss) ⁽¹⁾	(0.29)	0.52	0.19	0.65	(0.31)
Net realized and unrealized gain / loss	11.56	(4.49)	(1.29)	(4.56)	(0.22)
Total from investment activities	11.27	(3.97)	(1.10)	(3.91)	(0.53)
Distributions of net investment income	-	-	-	-	-
NET ASSET VALUE					
End of period	\$ 71.52	\$ 49.10	\$ 8.81	\$ 29.64	\$ 55.87

Ratios⁽²⁾					
Total Return	18.71%	(7.48)%	(11.10)%	(11.65)%	(0.94)%
Ratio of expenses to average net assets	0.55%	0.55%	0.55%	0.55%	0.55%
Ratio of net investment income (loss) to average net assets	(0.46)%	1.02%	2.07%	1.98%	(0.55)%
Portfolio turnover rate	5.8%	8.2%	12.6%	11.6%	9.7%

Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.69%	0.78%	0.84%	0.64%	0.89%
Effective expense ratio (Unaudited)	1.24%	1.33%	1.39%	1.19%	1.44%
Net Assets, end of period (in millions)	\$ 143.6	\$ 37.8	\$ 24.6	\$ 33.1	\$ 31.4

(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.

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, 2020

Financial Highlights - Class A

For a unit outstanding throughout the period

	Capital Appreciation Portfolio	American Mutual Portfolio
NET ASSET VALUE		
Beginning of period	\$ 29.03	\$ 35.89
Investment activities		
Net investment income (loss) ⁽¹⁾	(0.17)	0.57
Net realized and unrealized gain / loss	9.11	(0.76)
Total from investment activities	8.94	(0.19)
Distributions of net investment income	-	-
NET ASSET VALUE		
End of period	\$ 37.97	\$ 35.70

Ratios⁽²⁾		
Total Return	30.80%	(0.53)%
Ratio of expenses to average net assets	0.55%	0.55%
Ratio of net investment income (loss) to average net assets	(0.54)%	1.56%
Portfolio turnover rate	7.4%	9.4%

Supplemental information		
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.73%	0.65%
Effective expense ratio (Unaudited)	1.28%	1.20%
Net Assets, end of period (in millions)	\$ 47.5	\$ 37.5

(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, 2020

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	\$ 10.66	\$ 13.07	\$ 18.52	\$ 18.20	\$ 28.93
Investment activities					
Net investment income (loss) ⁽¹⁾	— ⁽²⁾	— ⁽²⁾	0.04	0.09	0.19
Net realized and unrealized gain / loss	0.10	0.12	0.24	0.29	0.68
Total from investment activities	0.10	0.12	0.28	0.38	0.87
Distributions of net investment income	—	—	—	—	—
NET ASSET VALUE					
End of period	\$ 10.76	\$ 13.19	\$ 18.80	\$ 18.58	\$ 29.80
Ratios⁽³⁾					
Total Return	0.94%	0.92%	1.51%	2.09%	3.01%
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	0.01%	0.01%	0.23%	0.52%	0.64%
Portfolio turnover rate	20.5%	12.1%	16.5%	16.6%	16.7%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽⁴⁾	0.77%	0.77%	0.74%	0.71%	0.64%
Effective expense ratio (Unaudited)	2.07%	2.07%	2.04%	2.01%	1.94%
Net Assets, end of period (in millions)	\$ 1.0	\$ 21.9	\$ 73.4	\$ 96.7	\$ 152.9

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

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

(3) 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.

(4) 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, 2020

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	\$ 17.99	\$ 12.21	\$ 19.21	\$ 37.48	\$ 60.36
Investment activities					
Net investment income (loss) ⁽¹⁾	0.06	0.14	0.30	(0.04)	(0.32)
Net realized and unrealized gain / loss	0.48	0.20	0.28	0.40	5.76
Total from investment activities	0.54	0.34	0.58	0.36	5.44
Distributions of net investment income	-	-	-	-	-
NET ASSET VALUE					
End of period	\$ 18.53	\$ 12.55	\$ 19.79	\$ 37.84	\$ 65.80

Ratios⁽²⁾					
Total Return	3.00%	2.78%	3.02%	0.96%	9.01%
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	0.35%	1.11%	1.56%	(0.11)%	(0.52)%
Portfolio turnover rate	9.3%	15.2%	9.9%	18.1%	19.7%

Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.54%	0.44%	0.62%	0.77%	0.81%
Effective expense ratio (Unaudited)	1.84%	1.64%	1.82%	2.07%	2.11%
Net Assets, end of period (in millions)	\$ 123.7	\$ 5.3	\$ 7.8	\$ 21.9	\$ 16.5

(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, 2020

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	\$ 18.36	\$ 17.76	\$ 17.06	\$ 55.59
Investment activities					
Net investment income (loss) ⁽¹⁾	0.01 ⁽⁴⁾	0.12	0.16	0.24	(0.75)
Net realized and unrealized gain / loss	–	0.18	0.23	0.18	15.01
Total from investment activities	0.01	0.30	0.39	0.42	14.26
Distributions of net investment income	(0.01)	–	–	–	–
NET ASSET VALUE					
End of period	\$ 1.00	\$ 18.66	\$ 18.15	\$ 17.48	\$ 69.85

Ratios⁽²⁾					
Total Return	0.94% ⁽⁴⁾	1.63%	2.20%	2.46%	25.65%
Ratio of expenses to average net assets	0.17% ⁽⁴⁾	1.30%	1.30%	1.30%	1.30%
Ratio of net investment income (loss) to average net assets	0.82% ⁽⁴⁾	0.65%	0.90%	1.42%	(1.30)%
Portfolio turnover rate	14.1%	7.4%	12.7%	12.6%	6.5%

Supplemental Information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.37%	0.95%	0.92%	0.86%	0.76%
Effective expense ratio (Unaudited)	0.62% ⁽⁴⁾	2.25%	2.22%	2.16%	2.06%
Net Assets, end of period (in millions)	\$ 18.6	\$ 44.3	\$ 25.9	\$ 8.5	\$ 11.6

(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.

(4) Includes the effect of voluntary management fee waivers of 0.08% of average net assets (see Note 3).

John Hancock Freedom 529
Offered by the Education Trust of Alaska
For the fiscal year ended June 30, 2020

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	\$ 52.81	\$ 46.41	\$ 9.10	\$ 29.47	\$ 49.49
Investment activities					
Net investment income (loss) ⁽¹⁾	(0.67)	0.07	0.10	0.33	(0.63)
Net realized and unrealized gain / loss	10.08	(3.87)	(1.17)	(3.96)	(0.20)
Total from investment activities	9.41	(3.80)	(1.07)	(3.63)	(0.83)
Distributions of net investment income	-	-	-	-	-
NET ASSET VALUE					
End of period	\$ 62.22	\$ 42.61	\$ 8.03	\$ 25.84	\$ 48.66

Ratios⁽²⁾					
Total Return	17.82%	(8.19)%	(11.76)%	(12.32)%	(1.68)%
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	(1.22)%	0.17%	1.13%	1.14%	(1.30)%
Portfolio turnover rate	5.8%	8.2%	12.6%	11.6%	9.7%

Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.69%	0.78%	0.84%	0.64%	0.89%
Effective expense ratio (Unaudited)	1.99%	2.08%	2.14%	1.94%	2.19%
Net Assets, end of period (in millions)	\$ 18.9	\$ 3.8	\$ 2.9	\$ 4.1	\$ 3.1

(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, 2020

Financial Highlights - Class C2

For a unit outstanding throughout the period

	Capital Appreciation Portfolio	American Mutual Portfolio
NET ASSET VALUE		
Beginning of period	\$ 26.68	\$ 31.64
Investment activities		
Net investment income (loss) ⁽¹⁾	(0.36)	0.24
Net realized and unrealized gain / loss	8.31	(0.64)
Total from investment activities	7.95	(0.40)
Distributions of net investment income	-	-
NET ASSET VALUE		
End of period	\$ 34.63	\$ 31.24

Ratios⁽²⁾		
Total Return	29.80%	(1.26)%
Ratio of expenses to average net assets	1.30%	1.30%
Ratio of net investment income (loss) to average net assets	(1.29)%	0.74%
Portfolio turnover rate	7.4%	9.4%

Supplemental information		
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.73%	0.65%
Effective expense ratio (Unaudited)	2.03%	1.95%
Net Assets, end of period (in millions)	\$ 4.9	\$ 4.8

(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, 2020

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	\$ 10.67	\$ 12.18	\$ 12.11	\$ 11.81	\$ 11.50
Investment activities					
Net investment income (loss) ⁽¹⁾	0.07	0.12	0.16	0.19	0.19
Net realized and unrealized gain / loss	0.13	0.13	0.15	0.18	0.28
Total from investment activities	0.20	0.25	0.31	0.37	0.47
Distributions of net investment income	-	-	-	-	-
NET ASSET VALUE					
End of period	\$ 10.87	\$ 12.43	\$ 12.42	\$ 12.18	\$ 11.97
Ratios⁽²⁾					
Total Return	1.87%	2.05%	2.56%	3.13%	4.09%
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	0.67%	1.01%	1.29%	1.59%	1.67%
Portfolio turnover rate	20.5%	12.1%	16.5%	16.6%	16.7%
Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.77%	0.77%	0.74%	0.71%	0.64%
Effective expense ratio (Unaudited)	1.07%	1.07%	1.04%	1.01%	0.94%
Net Assets, end of period (in millions)	\$ 0.3	\$ 2.7	\$ 3.9	\$ 6.9	\$ 7.6

(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, 2020

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	\$ 10.96	\$ 10.43	\$ 10.73	\$ 12.17	\$ 13.10
Investment activities					
Net investment income (loss) ⁽¹⁾	0.15	0.21	0.27	0.12	0.07
Net realized and unrealized gain / loss	0.29	0.19	0.16	0.12	1.26
Total from investment activities	0.44	0.40	0.43	0.24	1.33
Distributions of net investment income	-	-	-	-	-
NET ASSET VALUE					
End of period	\$ 11.40	\$ 10.83	\$ 11.16	\$ 12.41	\$ 14.43

Ratios⁽²⁾					
Total Return	4.01%	3.84%	4.01%	1.97%	10.15%
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	1.36%	1.99%	2.49%	0.98%	0.49%
Portfolio turnover rate	9.3%	15.2%	9.9%	18.1%	19.7%

Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.54%	0.44%	0.62%	0.77%	0.81%
Effective expense ratio (Unaudited)	0.84%	0.74%	0.92%	1.07%	1.11%
Net Assets, end of period (in millions)	\$ 7.3	\$ 0.3	\$ 0.8	\$ 3.2	\$ 0.6

(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, 2020

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	\$ 11.61	\$ 11.40	\$ 11.12	\$ 15.60
Investment activities					
Net investment income (loss) ⁽¹⁾	0.01 ⁽⁴⁾	0.19	0.24	0.28	(0.05)
Net realized and unrealized gain / loss	-	0.12	0.13	0.11	4.25
Total from investment activities	0.01	0.31	0.37	0.39	4.20
Distributions of net investment income	(0.01)	-	-	-	-
NET ASSET VALUE					
End of period	\$ 1.00	\$ 11.92	\$ 11.77	\$ 11.51	\$ 19.80

Ratios⁽²⁾					
Total Return	0.92% ⁽⁴⁾	2.67%	3.25%	3.51%	26.92%
Ratio of expenses to average net assets	0.17% ⁽⁴⁾	0.30%	0.30%	0.30%	0.30%
Ratio of net investment income (loss) to average net assets	0.85% ⁽⁴⁾	1.65%	2.07%	2.54%	(0.30)%
Portfolio turnover rate	14.1%	7.4%	12.7%	12.6%	6.5%

Supplemental Information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.37%	0.95%	0.92%	0.86%	0.76%
Effective expense ratio (Unaudited)	0.62% ⁽⁴⁾	1.25%	1.22%	1.16%	1.06%
Net Assets, end of period (in millions)	\$ 1.3	\$ 0.8	\$ 1.1	\$ 0.4	\$ 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.

(4) Includes the effect of voluntary management fee waivers of 0.08% of average net assets (see Note 3).

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, 2020

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	\$ 14.61	\$ 10.88	\$ 9.61	\$ 11.69	\$ 13.11
Investment activities					
Net investment income (loss) ⁽¹⁾	(0.03)	0.15	0.27	0.29	(0.04)
Net realized and unrealized gain / loss	2.81	(0.94)	(1.31)	(1.63)	(0.05)
Total from investment activities	2.78	(0.79)	(1.04)	(1.34)	(0.09)
Distributions of net investment income	-	-	-	-	-
NET ASSET VALUE					
End of period	\$ 17.39	\$ 10.09	\$ 8.57	\$ 10.35	\$ 13.02

Ratios⁽²⁾					
Total Return	19.03%	(7.26)%	(10.82)%	(11.46)%	(0.69)%
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	(0.21)%	1.50%	2.99%	2.58%	(0.30)%
Portfolio turnover rate	5.8%	8.2%	12.6%	11.6%	9.7%

Supplemental information					
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.69%	0.78%	0.84%	0.64%	0.89%
Effective expense ratio (Unaudited)	0.99%	1.08%	1.14%	0.94%	1.19%
Net Assets, end of period (in millions)	\$ 2.2	\$ 0.3	\$ 0.5	\$ 0.2	\$ 0.2

(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.

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, 2020

Financial Highlights - Class F

For a unit outstanding throughout the period

	Capital Appreciation Portfolio	American Mutual Portfolio
NET ASSET VALUE		
Beginning of period	\$ 14.28	\$ 12.24
Investment activities		
Net investment income (loss) ⁽¹⁾	(0.04)	0.25
Net realized and unrealized gain / loss	4.49	(0.28)
Total from investment activities	4.45	(0.03)
Distributions of net investment income	-	-
NET ASSET VALUE		
End of period	\$ 18.73	\$ 12.21

Ratios⁽²⁾		
Total Return	31.16%	(0.25)%
Ratio of expenses to average net assets	0.30%	0.30%
Ratio of net investment income (loss) to average net assets	(0.29)%	2.03%
Portfolio turnover rate	7.4%	9.4%

Supplemental information		
Weighted-average expense ratio of the Underlying Mutual Funds (Unaudited) ⁽³⁾	0.73%	0.65%
Effective expense ratio (Unaudited)	1.03%	0.95%
Net Assets, end of period (in millions)	\$ 0.3	\$ 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, 2020

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 ⁽¹⁾	0.01 ⁽⁴⁾
Net realized and unrealized gain / loss	-
Total from investment activities	0.01
Distributions of net investment income	(0.01)
NET ASSET VALUE	
End of period	\$ 1.00

Ratios⁽²⁾	
Total Return	0.92%⁽⁴⁾
Ratio of expenses to average net assets	0.19% ⁽⁴⁾
Ratio of net investment income to average net assets	0.95% ⁽⁴⁾
Portfolio turnover rate	14.1%

Supplemental Information	
Weighted-average expense ratio of the underlying mutual funds (Unaudited) ⁽³⁾	0.37%
Effective Expense Ratio (Unaudited)	0.62% ⁽⁴⁾
Net Assets, end of period (in millions)	\$ 17.4

(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.

(4) Includes the effect of voluntary management fee waivers of 0.06% of average net assets (see Note 3).

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. Prior to November 15, 2019, Class A units for all portfolios, except Short-Term Bond Portfolio, Fixed Income Portfolio and Money Market Portfolio paid a 5.00% front-end sales load, while Class A units for the Short-Term Bond Portfolio and Fixed Income Portfolio paid a 4.00% 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, 2020, the date of this report, and September 14, 2020, 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

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, 2020.

NOTE 3 - RELATED PARTIES

Price Associates, a wholly owned subsidiary of T. Rowe Price Group, Inc., is the investment advisor and program manager for the plan. In addition, Price Associates and its wholly owned subsidiaries serve as investment manager for certain of the underlying mutual funds (underlying Price funds) and certain officers and directors of Price Associates and its subsidiaries are also officers and directors of the underlying Price funds. Further, 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 or other compensation 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 Manulife Financial, to provide marketing, selling, and wholesaling services for the plan. Each portfolio pays (1) a program management fee to John Hancock for its role in management of the plan and (2) a distribution and service fee to John Hancock for its role in the administration and distribution of the plan, except the Money Market Portfolio. 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, \$84,000 program management fees were waived for the Money Market Portfolio during the year ended June 30, 2020. 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. All such fees 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, 2020, the underlying Price funds paid \$4,823,000 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.

Management fees earned by Price Associates from the underlying Price Funds related to plan assets invested in those funds, as well as the reimbursements from underlying non-Price Funds related to plan recordkeeping and account servicing, are subject to a revenue-sharing agreement between Price Associates and John Hancock.

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 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 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 limit. During the fiscal year ended June 30, 2020, the Fixed Income Portfolio operated below its expense limit.

NOTE 4 - PORTFOLIO CHANGES

On November 15, 2019, the College Portfolio was renamed Enrollment Portfolio.

On February 12, 2020, Boston Partners Global Investors, Inc. (Boston Partners) replaced Templeton Investment Counsel, LLC (Franklin Templeton) as subadvisor to John Hancock International Value Fund, an underlying mutual fund of each enrollment-based portfolio, the Equity Portfolio, and the International Value Portfolio.

During the second quarter 2020, assets held in Invesco Oppenheimer International Growth Fund, an underlying mutual fund in each enrollment-based portfolio and the Equity Portfolio, were reallocated to John Hancock International Growth Fund (subadvisor is Wellington).

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.

These types of events may also cause widespread fear and uncertainty, and result in, among other things: quarantines and travel restrictions, including border closings; disruptions to business operations and supply chains; 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 extensive employee illnesses or unavailability, government quarantine measures, and restrictions on travel or meetings and other factors related to public emergencies. Recently, a novel strain of coronavirus (COVID-19) has resulted in disruptions to global business activity and caused significant volatility and declines in global financial markets.

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 (formerly known as College 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, 2020 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, 2020, 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, 2020