Harbor Active Small Cap Growth ETF

Quarterly Commentary & Attribution

Subadvisor (since 01/14/2026):

Granahan Investment Management LLC

Portfolio Manager(s):

Andrew L. Beja
David M. Rose
Kelvin Jiang
Jeffrey A. Harrison
Richard Watson

Benchmark 1 Name: Russell 2000® Growth Index
Benchmark 2 Name: S&P 500 Index

Investment Philosophy:

The Harbor Active Small Cap Growth ETF seeks long-term growth of capital by allocating to U.S. small-cap companies that Granahan believes exhibit high growth characteristics, based on its specialized investment, research-driven process.

Harbor Active Small Cap Growth ETF

PERFORMANCE

As of 06/30/2026

Average Annual Returns

	Ticker	CUSIP	3 Months	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception	Inception Date	Gross Expense Ratio %
Harbor Active Small Cap Growth ETF (NAV)	SGRW	41151J596	46.06%	N/A	N/A	N/A	N/A	N/A	31.71%	01/14/2026	0.80
Harbor Active Small Cap Growth ETF (Market)	SGRW	41151J596	46.18%	N/A	N/A	N/A	N/A	N/A	31.81%	01/14/2026	0.80
Russell 2000® Growth Index			25.71%	N/A	N/A	N/A	N/A	N/A	14.29%	01/14/2026	
S&P 500 Index			15.20%	N/A	N/A	N/A	N/A	N/A	8.86%	01/14/2026	

The Fund's returns achieved during certain periods shown were unusual and an investor should not expect such performance to be sustained.

MANAGER COMMENTARY

As of 06/30/2026

"We believe the combination of improving small-cap earnings, a reopening capital markets environment, renewed Initial Public Offering ('IPO') activity, and still-reasonable valuations has created one of the most attractive backdrops for active small-cap growth investing in several years."
Granahan Investment Management

Market in Review

Market leadership broadened meaningfully, with small-cap growth stocks substantially outperforming the major large-cap indexes. ETF outperformance was driven primarily by stock selection. Improving operating results, company-specific catalysts, and the re-rating of overly discounted businesses were the principal drivers. Special Situations produced the strongest absolute lifecycle return, while Pioneers and Core Growth also generated strong gains, demonstrating broad participation across different types and stages of growth.

Equity markets rebounded sharply during the second quarter of 2026, overcoming geopolitical uncertainty, higher energy prices, inflation concerns, and valuation sensitivity that weighed on investor sentiment earlier in the year. The magnitude of the quarter's gains should also be viewed in context. Small-cap growth entered the period after an extended stretch of relative underperformance, subdued investor interest, and significant valuation compression. Therefore, the second-quarter advance represented both a recovery from depressed expectations and increasing recognition of improving company fundamentals. Although the absolute returns were unusually strong, valuations across much of the asset class remain more reasonable than the recent performance alone might suggest.

Perhaps the most encouraging development during the quarter was that investors once again rewarded companies with improving earnings, stronger execution, identifiable catalysts, and differentiated competitive positions. This created a more favorable environment for our bottom-up process than the narrower, liquidity-driven markets of recent years.

Shares are bought and sold at market price not net asset value (NAV). A fund's NAV is the sum of all its assets less any liabilities, divided by the number of shares outstanding. Market price returns are based upon the closing composite market price and do not represent the returns you would receive if you traded shares at other times.

Performance data shown represents past performance and is no guarantee of future results. Past performance is net of management fees and expenses and reflects reinvested dividends and distributions. Investment returns and principal value will fluctuate and when redeemed may be worth more or less than their original cost. Returns for periods less than one year are not annualized. Current performance may be higher or lower and is available through the most recent month end at harborcapital.com or by calling 800-422-1050.

Harbor Active Small Cap Growth ETF

MANAGER COMMENTARY

As of 06/30/2026

Portfolio Performance

During the second quarter, the Harbor Active Small Cap Growth ETF (“ETF”) returned 46.06% (NAV), outperforming its benchmark, the Russell 2000® Growth Index, which returned 25.71%, and the S&P 500 Index, which returned 15.20%.

The strength of small-cap performance has led some investors to characterize the move as a low-quality rally driven by heavily shorted, unprofitable, or higher-beta companies. Those types of stocks did participate as risk appetite improved, but that characterization does not adequately explain the strategy’s outperformance. Attribution was driven primarily by stock selection, not broad sector positioning or a deliberate shift toward more speculative exposures. Many of the strongest contributors were companies where positive earnings revisions, company-specific catalysts, and attractive valuations were not yet reflected in investor expectations.

Contributors and Detractors

Digital Turbine was the largest contributor to performance, as investors gained confidence in improving monetization, operating leverage, and cash-flow potential across its mobile advertising and digital-platform businesses. The stock had been a meaningful first-quarter detractor, but our research suggested underlying trends were improving, and we added during the earlier weakness. Following a substantial re-rating, we trimmed the position.

Silicon Motion benefited from improving semiconductor fundamentals, normalizing customer inventories, and stronger expectations for storage-related demand. Its differentiated controller technology positions the company to benefit from both a cyclical recovery and longer-term growth in data and storage requirements. We maintained our position.

Porch Group appreciated as investors gained confidence in improving execution and the earnings potential of its insurance platform. The company was a first-quarter detractor, and we had added during the earlier weakness because the valuation did not reflect the progress occurring within the business. We made no position changes during the quarter.

Materion contributed as investors increasingly recognized its differentiated position in advanced materials and exposure to aerospace and defense, semiconductor manufacturing, advanced electronics, and electrification. Its technical expertise, specialized manufacturing capabilities, and long qualification periods create meaningful competitive barriers. We trimmed the position into strength, while maintaining exposure to its durable, long-term growth profile.

Onto Innovation was a top contributor during the quarter, as investor confidence improved around the company’s exposure to advanced semiconductor manufacturing, packaging, and Artificial Intelligence (“AI”)-related demand. The stock benefited from stronger expectations for industry spending, continued execution, and recognition of Onto’s differentiated position across process control and inspection markets. We trimmed the position into strength, while maintaining a constructive, long-term view of the company’s growth opportunities.

Sportradar Group detracted from performance. The company reported underlying progress; however, weaker reported earnings, restructuring costs, and ongoing investor concerns weighed on the shares. Given the persistent disconnect between business momentum and market recognition, we concluded that the prospective risk/reward had become less attractive and sold the position.

Texas Capital Bancshares advanced during the quarter but lagged the stronger return of the Russell 2000® Growth Index and other higher-return areas of the ETF, making it a relative detractor despite the absence of any meaningful, fundamental weakness. We increased the position as we continued to see progress in the company’s multi-year transformation, including improved execution, a more attractive business mix, and the potential for stronger earnings growth and multiple expansion.

Harbor Active Small Cap Growth ETF

MANAGER COMMENTARY

As of 06/30/2026

FTAI Aviation gained during the quarter but lagged the stronger return of the Russell 2000® Growth Index. The company continued to execute well, given strong demand for aviation aftermarket services, engine modules, and related leasing opportunities. We trimmed the stock to manage position size and valuation discipline, while maintaining a constructive, long-term view of FTAI's differentiated business model and long-term earnings potential.

Descartes Systems Group declined modestly during the quarter; however, we believe the weakness does not reflect the company's durable competitive position, the strategic value of its logistics and supply-chain software network, or our positive long-term outlook for the business. We added to the position, given Descartes' recurring revenue model, strong profitability, disciplined acquisition strategy, and ability to compound value through both organic growth and targeted M&A.

Figure Technology Solutions declined after a short-seller report raised questions about the company's technology positioning and business model. Although reported operating performance remained strong, the resulting credibility and valuation overhang increased uncertainty. We modestly reduced the position, while continuing to evaluate the issues raised against the company's underlying business progress.

Buys and Sells

Descartes Systems Group was a net purchase, given its positive long-term outlook.

Nutanix was a net purchase, and we added to the position on better-than-expected return.

Generac Holdings was a net purchase, and we added to the position as an emerging data center provider.

Digital Turbine was a net sale, and following the substantial re-rating, we trimmed the position.

Carpenter Technology was a net sale, and we sold on a market-cap basis.

Sterling Infrastructure was a net sale, and we sold on a market-cap basis.

Overweights and Underweights

ETF activity during the quarter reflected both strong appreciation and active rebalancing to preserve an attractive prospective return profile. Information Technology remained the largest sector allocation and increased in part because of strong performance, while Health Care exposure remained significant, given our conviction in differentiated medical technology. Industrials and Materials continued to provide exposure to aerospace, grid investment, data centers, reshoring, electrification, and advanced manufacturing. Across our lifecycle diversification framework, allocations to Pioneer and Special Situations stocks have increased by four percentage points and two percentage points, respectively, while Core Growth declined by six percentage points.

Outlook

Macro concerns moderated during the quarter, allowing investors to refocus on company earnings and improving small-cap fundamentals. Even as valuations have increased for several of our recent winners, earnings expectations across the small-cap universe continue to improve, providing fundamental support for the asset class. However, the magnitude of the second-quarter rally requires process discipline. Small-cap companies remain sensitive to interest rates, inflation, credit availability, and economic conditions. We have responded by trimming selected holdings, managing position sizes, and reinvesting capital into opportunities with more attractive prospective returns.

We believe the combination of improving small-cap earnings, a reopening capital markets environment, renewed IPO activity, and still-reasonable valuations has created one of the most attractive backdrops for active small-cap growth investing in several years. While we remain disciplined in managing valuation risk, we are encouraged by the breadth of opportunities we continue to uncover through our bottom-up research process and remain optimistic about the ETF's long-term return potential.

Harbor Active Small Cap Growth ETF

TOP 10 HOLDINGS

As of 06/30/2026

Top 10 Holdings	Portfolio %	Benchmark 1 %
Porch Group Inc.	3.55	0.01
Silicon Motion Technology	3.41	0.00
Digital Turbine Inc.	2.40	0.01
Onto Innovation Inc.	2.26	0.00
Materion Corporation	2.15	0.37
Magnite Inc.	1.96	0.10
Casella Waste Systems	1.94	0.37
indie Semiconductor Inc	1.91	0.06
Gates Industrial Corporation	1.83	0.00
Dave Inc. Class A	1.82	0.23
Total	**23.22**	**1.15**

QUARTERLY ATTRIBUTION

As of 06/30/2026

Best & Worst Performers

Best Performers	Average Weight %	Gross Return % (NAV)
DIGITAL TURBINE INC	1.95	347.92
SILICON MOTION TECHNOL-ADR	2.91	197.46
ARTERIS INC	0.81	195.56
ANTERIX INC	0.29	173.27
CREDO TECHNOLOGY GROUP HOLDI	1.08	153.54

Worst Performers	Average Weight %	Gross Return % (NAV)
COGENT COMMUNICATIONS HOLDIN	0.48	-26.24
SPORTRADAR GROUP AG-A	0.34	-19.59
KURA SUSHI USA INC-CLASS A	0.46	-17.52
EXLSERVICE HOLDINGS INC	0.28	-15.07
BRIDGEBIO ONCOLOGY THERAPEUT	0.26	-14.86

Contributors & Detractors

Greatest Contributors	Gross Return % (NAV)	Contribution to Return %
DIGITAL TURBINE INC	347.92	3.88
SILICON MOTION TECHNOL-ADR	197.46	3.55
PORCH GROUP INC	109.76	2.47
MATERION CORP	105.73	2.01
ONTO INNOVATION INC	84.55	1.53
Total		**13.44**

Greatest Detractors	Gross Return % (NAV)	Contribution to Return %
SPORTRADAR GROUP AG-A	-19.59	-0.25
KURA SUSHI USA INC-CLASS A	-17.52	-0.16
GENEDX HOLDINGS CORP	-36.52	-0.11
COGENT COMMUNICATIONS HOLDIN	-26.24	-0.10
FIGURE TECHNOLOGY SOLUT-CL A	-9.54	-0.07
Total		**-0.70**

Holdings are subject to change. Go to harborcapital.com/etf/sgrw for current holdings.
Performance data shown represents past performance and is no guarantee of future results.

Harbor Active Small Cap Growth ETF

ATTRIBUTION

As of 06/30/2026

Quarterly Attribution:
Harbor Active Small Cap Growth ETF vs Russell 2000® Growth Index

Performance

	Portfolio	Benchmark	Active
Return Ex Currency	46.14	25.71	20.43
Currency Contribution	0.00	0.00	0.00
Total Return	**46.14**	**25.71**	**20.43**

Sector Attribution

	Average Weight			Total Return			Contribution to Return		Attribution Analysis		
	Port. Avg. Wgt.	Bench. Avg. Wgt.	Variation in Avg. Wgt.	Port. Total Return	Bench. Total Return	Variation in Total Return	Port. Contribution To Return	Bench. Contribution To Return	Allocation Effect	Selection Effect	Total Effect
Information Technology	31.68	22.63	9.06	90.91	46.46	44.46	24.50	9.26	1.72	11.72	13.44
Materials	3.09	3.90	-0.82	79.22	1.42	77.80	2.26	0.12	0.28	2.28	2.56
Industrials	22.17	24.60	-2.43	32.34	25.77	6.57	7.68	6.27	0.23	1.51	1.73
Energy	0.74	3.39	-2.65	-3.30	-2.40	-0.89	0.05	-0.09	0.98	-0.01	0.97
Communication Services	2.41	2.22	0.20	52.28	21.55	30.72	1.22	0.48	-0.02	0.78	0.77
Financials	5.61	9.22	-3.61	28.94	20.65	8.29	1.72	1.99	0.19	0.52	0.71
Consumer Staples	0.89	1.84	-0.95	64.28	13.51	50.77	0.56	0.27	0.16	0.44	0.60
Consumer Discretionary	5.37	7.09	-1.72	23.72	16.14	7.58	1.21	1.20	0.14	0.39	0.53
Utilities	0.00	0.45	-0.45	0.00	2.94	-2.94	0.00	0.02	0.11	0.00	0.11
Real Estate	0.04	2.00	-1.96	-0.41	25.91	-26.32	0.00	0.51	-0.03	-0.02	-0.05
Health Care	25.47	22.67	2.80	24.03	25.53	-1.50	6.92	5.66	-0.06	-0.18	-0.24
Total	**100.00**	**100.00**	**0.00**	**46.14**	**25.71**	**20.43**	**46.14**	**25.71**	**3.00**	**17.43**	**20.43**

Performance data shown represents past performance and is no guarantee of future results. Portfolio returns and attribution are shown gross of fees.

Harbor Active Small Cap Growth ETF

IMPORTANT INFORMATION

Risks

Investing involves risk, principal loss is possible. Unlike mutual funds, ETFs may trade at a premium or discount to their net asset value. Harbor ETFs are new and have limited operating history to judge.

There is no guarantee that the investment objective of the Fund will be achieved. Stock markets are volatile and equity values can decline significantly in response to adverse issuer, political, regulatory, market and economic conditions. Stocks of small cap companies pose special risks, including possible illiquidity and greater price volatility than stocks of larger, more established companies. At times, a growth investing style may be out of favor with investors which could cause growth securities to underperform value or other equity securities. The Fund's investments in foreign securities, particularly emerging markets, expose it to higher risks than funds investing only in the U.S., including currency risk, which may negatively impact its value if foreign currencies fluctuate against the U.S. dollar. Depositary receipts carry risks like political instability, currency fluctuations, higher costs, and weaker investor protections.

Benchmarks

The Russell 2000® Growth Index is an unmanaged index representing the smallest 2000 stocks with the highest price-to-book ratio and future earnings. This unmanaged index does not reflect fees and expenses and is not available for direct investment. The Russell 2000® Growth Index and Russell® are trademarks of Frank Russell Company.

The S&P 500 Index is an unmanaged index generally representative of the U.S. market for large capitalization equities. This unmanaged index does not reflect fees and expenses and is not available for direct investment.

Disclosures

Expense ratio information is as of the Fund's current prospectus, as supplemented. Gross expenses are the Fund's total annual operating expense.

Due to the security valuation procedures of the Fund and intra-day trading activity not included in the FactSet calculations, the actual returns may vary. From time to time the cash return in the portfolio may appear distorted based on the way FactSet's attribution calculation methodology addresses delayed settlements.

Best and Worst Performers sections reflect stocks in the portfolio for the quarter with an average weight of 0.25% or greater.

Views expressed herein are drawn from commentary provided to Harbor by the subadvisor and may not be reflective of their current opinions or future actions, are subject to change without prior notice, and should not be considered investment advice.

This information should not be considered as a recommendation to purchase or sell a particular security. The weightings, holdings, industries, sectors, countries, and returns mentioned may change at any time and may not represent current or future investments.

As a result of changing market conditions, expenses and other statistics may change at any time and may differ from those shown.

Sector allocations are determined using the Global Industry Classification Standard (GICS), which is a service of Morgan Stanley Capital International (MSCI) and Standard & Poor's (S&P).

Investors should carefully consider the investment objectives, risks, charges and expenses of a fund before investing. To obtain a summary prospectus or prospectus for this and other information, visit harborcapital.com or call 800-422-1050. Read it carefully before investing.

Foreside Fund Services, LLC is the Distributor of the Harbor ETFs.

Harbor Active Small Cap Growth ETF

IMPORTANT INFORMATION

Attribution Disclosures

Linked Performance by Sectors data is produced from FactSet using data supplied by State Street Bank and Trust Company.

Active Currency Contribution is the Currency Contribution of the portfolio minus the Currency Contribution of the benchmark.

Allocation Effect is the portion of portfolio excess return that is attributable to taking different group bets from the benchmark. (If either the portfolio or the benchmark has no position in a given group, allocation effect is the lone effect.) A group's allocation effect equals the average percent capitalization of the portfolio's group minus the average percent cap of the benchmark's group times the total return of the benchmark group minus the total return of the benchmark.

Average Weight is the dollar value (price times the shares held) of the security or group, divided by the total dollar value of the entire portfolio displayed as a percentage. It is calculated as the simple arithmetic average of daily values.

Contribution to Return is the contribution of a security or group to the overall portfolio return. It is calculated as the security weight multiplied by the daily security return linked daily across the reporting period.

Currency Contribution is Total Return in USD subtracting out the Local Returns.

Local Returns are the Total Return of the portfolio or benchmark using the local currency.

Selection Effect is the portion of portfolio excess return attributable to choosing different securities within groups from the benchmark. A group's security selection effect equals the average weight of the benchmark's group times the total return of the portfolio's group minus the total return of the benchmark's group.

Total Effect is the sum of Allocation Effect and Selection Effect. The total effect represents the opportunity cost of what was done in a group relative to the overall portfolio. It is not just the difference between percent contribution in the portfolio and benchmark. At the overall portfolio level, the two numbers are equal. At the group level, they can be different.

Total Return is the price change of a security or group including dividends accrued over the report period (or the in-portfolio return) which includes only the time period that each security was in the portfolio.

Definitions

Beta is a measure of systematic risk, or the sensitivity of a fund to movements in the benchmark. A beta of 1 implies that the expected movement of a fund's return would match that of the benchmark used to measure beta.