QUARTERLY REPORT

Harbor Ares Systematic Multi-Sector Income ETF

Quarterly Commentary & Attribution

Subadvisor (since 09/14/2021):

Ares Systematic Credit Limited

Portfolio Manager(s):

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Benchmark 1 Name: Bloomberg US Aggregate Bond Index

Investment Philosophy:

The Harbor Ares Systematic Multi-Sector Income ETF is an actively managed multi-sector fixed income strategy that seeks income and total return through employing a structured investment process that utilizes a proprietary model-based framework in the asset allocation and security selection of both investment-grade and below investment-grade (high yield) bonds. The Fund seeks to achieve its objective by investing in liquid fixed income securities including corporate bonds, emerging market sovereign bonds, and fixed income derivative instruments.

Harbor

Harbor Ares Systematic Multi-Sector Income ETF

PERFORMANCE

As of 09/30/2026

Average Annual Returns

	Ticker	CUSIP	3 Months	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Current 30-Day Yield %	Current 30-Day Un-Sub Yield %	Since Inception	Inception Date	Gross Expense Ratio %
Harbor Ares Systematic Multi-Sector Income ETF (NAV)	SIFI	41151J208	-1.94%	-0.47%	1.10%	6.65%	2.09%	N/A	5.58%	5.58%	1.84%	09/14/2021	0.50
Harbor Ares Systematic Multi-Sector Income ETF (Market)	SIFI	41151J208	-2.40%	-0.78%	0.63%	6.59%	2.00%	N/A	5.58%	5.58%	1.78%	09/14/2021	0.50
Bloomberg US Aggregate Bond Index			-3.51%	-2.91%	-1.84%	4.06%	-0.64%	N/A			-0.87%	09/14/2021	

MANAGER COMMENTARY

As of 09/30/2026

"Equity and credit market returns bifurcated in September as sentiment in credit markets shifted decidedly negative."

Ares Systematic Credit Limited

Market in Review

Risk markets posted mixed results during the third quarter, with U.S. equities returning 2.3%, U.S. high yield returning -1.8%. Markets began the quarter broadly flat as higher oil prices from Middle East tensions and concerns around Artificial Intelligence ("AI")-related spending increased volatility. Risk assets subsequently rose on strong corporate earnings, while rising U.S. Treasury yields reflected resilient growth, competition for capital from both government and corporates, and persistent inflation concerns. The repricing of global interest rate markets occurred on the back of higher real yields driven by resilient growth in the U.S. and Eurozone, expansionary fiscal policy, and the reverse-crowding-out effect of corporate debt issuance to fund AI-related capital expenditures. Equity and credit market returns bifurcated in September as sentiment in credit markets shifted decidedly negative.

Portfolio Performance

During the third quarter of 2026, the Harbor Ares Systematic Multi-Sector Income ETF ("ETF") returned -1.94% (NAV), outperforming its benchmark, the Bloomberg US Aggregate Bond Index, which returned -3.51%. Negative returns were driven by the move higher in interest rates.

Overweights and Underweights

The ETF is not managed versus a benchmark. The ETF's interest rate duration position averaged about 3.7 years, which had a negative impact on fund returns as interest rates increased over the quarter.

Outlook

The quarter ended with rising rates dominating market attention. The macroeconomic picture remained strong, consistent with our fundamental projections of low recession risk in the U.S. This supports our constructive directional fundamental outlook for credit. Despite higher rates, we are cautious on positioning given continued strong growth, elevated inflation, and U.S. fiscal policy.

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.

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.

Harbor Ares Systematic Multi-Sector Income 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.

All investments involve risk including the possible loss of principal. Fixed income securities fluctuate in price in response to various factors, including changes in interest rates, changes in market conditions and issuer-specific events, and the value of your investment in the Fund may go down. There is a greater risk that the Fund will lose money because they invest in below-investment grade fixed income securities and unrated securities of similar credit quality (commonly referred to as “high-yield securities” or “junk bonds”). These securities are considered speculative because they have a higher risk of issuer default, are subject to greater price volatility and may be illiquid. Because the Fund may invest in securities of foreign issuers, an investment in the Fund is subject to special risks in addition to those of U.S. securities. These risks include heightened political and economic risks, greater volatility, currency fluctuations, higher transaction costs, delayed settlement, possible foreign controls on investment, possible sanctions by government bodies of other countries and less stringent investor protection and disclosure standards of foreign markets.

Benchmarks

The Bloomberg US Aggregate Bond Index is an unmanaged index of investment-grade fixed-rate debt issues with maturities of at least one year. This unmanaged index does not reflect fees and expenses and is not available for direct investment.

Disclosures

Effective February 3, 2026, the name of the fund’s subadvisor changed from BlueCove Limited to Ares Systematic Credit Limited. Effective March 1, 2026, the name of Harbor Scientific Alpha Income ETF changed to Harbor Ares Systematic Multi-Sector Income ETF. These changes do not affect the fund’s investment objective, strategies, risks, fees, or portfolio management. Please see the Fund's Prospectus for additional information.

Current 30-Day Yields represent the average annualized income dividend over the last 30 days excluding gains and losses as defined by the SEC. Current 30-Day Yield is the Current 30-Day Subsidized SEC Yield and reflects reimbursements or waivers of fees currently in effect. Current 30-Day Yield-Unsub is the Current 30-Day Unsubsidized SEC Yield and does not reflect reimbursements or waivers of fees currently in effect.

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.

Definitions

Duration is a commonly used measure of the sensitivity of the price of a debt security, or aggregate market value of a portfolio of debt securities, to change in interest rates. Modified Duration measures the change in the value of a security in response to the change in interest rates. Securities with a longer duration are more sensitive to changes in interest rates and generally have more volatile prices than securities of comparable quality with a shorter duration.

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.

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