

Harbor Disruptive Innovation Fund

Ticker (Institutional): **HAMGX** | September 2021

Fund Highlights

Innovation Drives Growth. The Fund seeks to invest in companies poised to displace pre-existing goods, services, and industry leaders that we believe can generate superior levels of growth over time.

Risk Managed. The Fund's active multi-manager approach seeks to provide enhanced diversification benefits and mitigate portfolio risk given low correlation of excess returns across the Fund's underlying managers.

Broader Opportunity Set. The Fund seeks to invest in leading edge, industry transforming companies across sectors, market cap ranges, and regions which can enable more diverse exposure and enhance investors' opportunity set.

Harbor Multi-Asset Solutions Team

Harbor's Multi-Asset Solutions Team ("MAST")

delivers actionable investment insights and builds multi-asset portfolios and client solutions. MAST's investment platform combines proprietary quantitative and qualitative signals with inputs from Harbor's Investment Research Team, subadvisory network, and other sources to guide investment decisions across asset allocation, portfolio management, and risk oversight. With a focus on insights including asset allocation viewpoints, long-term capital market assumptions, and an extensive investment and product network, MAST centers on long-term portfolio construction that will help clients evaluate and implement more comprehensive solutions.

Tailored for Active Management

- Companies within the Disruptive Innovation space have generated higher levels of idiosyncratic risk relative to broad markets and major asset classes, creating stronger alpha opportunity for skilled active managers.
- Stock prices for these companies are more sensitive to company specific drivers as opposed to changes in macroeconomic conditions.
- Deep understanding of company fundamentals and long-term drivers of growth is critical in uncovering truly disruptive forces.
- Active management can better identify early lifecycle innovators and implement meaningful position sizes, significantly enhancing return potential.

Portfolio Management Team

Spenser Lerner, CFA

Head of Multi-Asset Solutions
Harbor Capital Advisors, Inc.

Kristof Gleich, CFA

President, CIO
Harbor Capital Advisors, Inc.



Overview

Harbor Disruptive Innovation Fund invests primarily in equity securities, principally common and preferred stocks of all cap companies. Under normal market conditions, the Fund invests at least 80% of its net assets, plus borrowings for investment purposes, in securities of U.S. domiciled companies. The Fund employs a multi-manager approach to achieve its investment objective. As the Fund's investment adviser, Harbor Capital assumes responsibility of selecting and overseeing underlying managers for the Fund. Each underlying manager is responsible for submitting a model portfolio to Harbor Capital, which the portfolio managers will implement in their discretion. The Fund seeks to invest in companies that are innovative and disruptive. The Fund defines innovation and disruption by those companies that are generating secular growth that growth is typically tied to accelerating shifts in the global economy. The Fund may invest up to 20% of its total assets in the securities of foreign issuers, including issuers located or doing business in emerging markets.

Objective

Harbor Disruptive Innovation Fund seeks long-term growth of capital.

Investment Philosophy

We believe that innovative companies displacing pre-existing goods, services, and industry leaders will generate rapid increases in market share gains followed by structurally higher margins and profitability at scale. Companies providing increased efficiencies and utility while generating superior levels of earnings growth are best positioned to deliver excess returns over a market cycle.

- Unprecedented technological advancements are providing an increasing opportunity set
- Companies effectively addressing unmet needs possess long duration growth opportunities and superior alpha potential
- Disruptive innovators tend to produce higher levels of idiosyncratic risk and are therefore less economically sensitive
- Space is well tailored for active management as stock prices are more driven by company-specific results
- True innovators can be uncovered across styles, sectors, capitalizations, and regions providing diversification benefit
- Disruptive Innovation investing provides lower levels of excess return correlation versus other active strategies

Fund Details

Tickers	HAMGX (Institutional) HNMGX (Retirement) HRMGX (Administrative) HIMGX (Investor)
Net Expense ¹ (%)	HAMGX: 0.58 HNMGX: 0.50 HRMGX: 0.83 HIMGX: 0.94
Inception Date ²	11/1/2000
Investment Adviser	Harbor Capital Advisors, Inc.
Benchmark (primary)	S&P 500 Index
Benchmark (secondary)	Russell 3000 [®] Growth Index

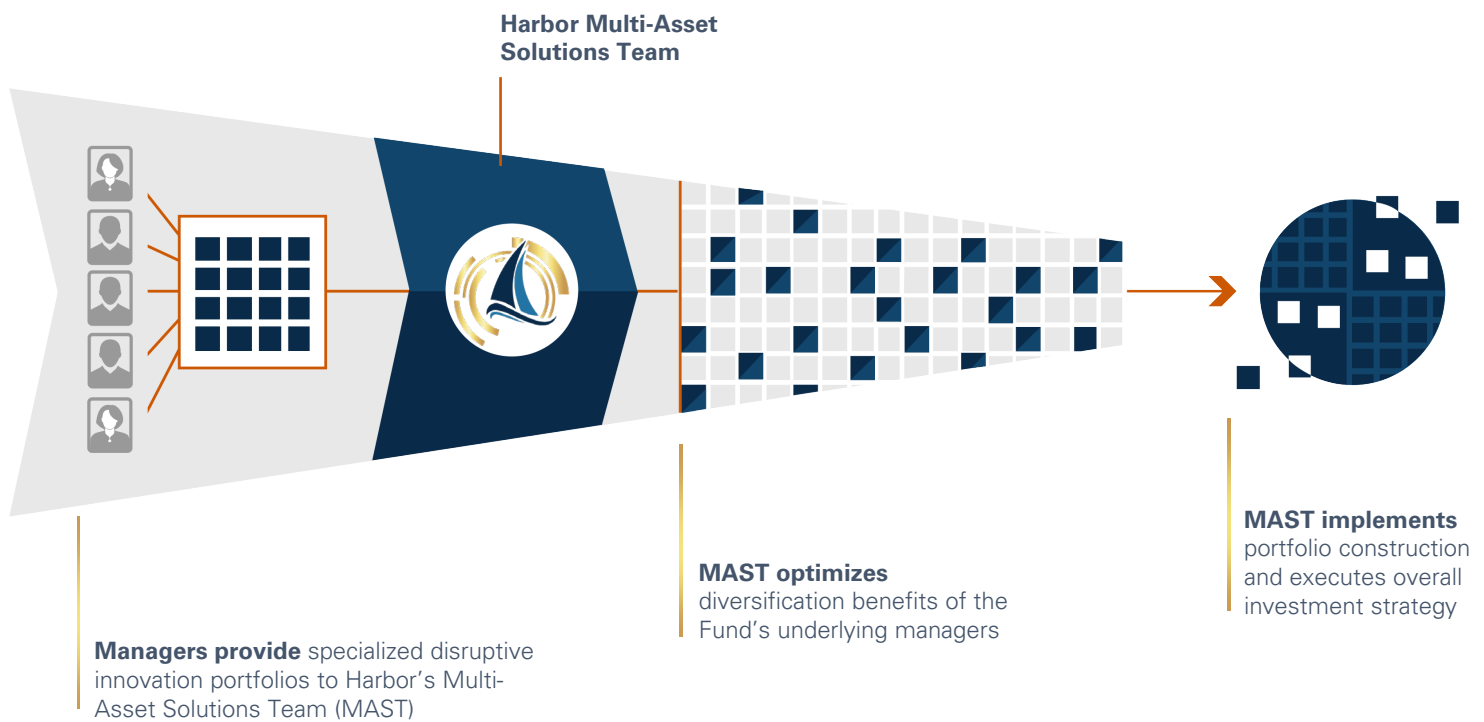
¹The net expense ratios reflect a contractual expense reimbursement in effect through August 21, 2022

²On September 1, 2021, the Harbor Mid Cap Growth Fund's name changed to the Harbor Disruptive Innovation Fund and the Fund's principal investment strategy changed.



Investment Process

Harbor Disruptive Innovation combines our deep expertise and capabilities in manager selection and multi-asset investing. Through our rigorous manager due diligence, we have selected a network of five expert asset managers to contribute allocations to the overall Disruptive Innovation portfolio. The underlying managers were selected employing a framework designed to provide enhanced diversification benefits and mitigate overall portfolio risk given low correlation of excess returns.



Benefits of Harbor's Multi-Manager Approach

- **Philosophical Diversification:** Underlying managers have their own distinct philosophies and definitions of disruption & innovation
- **Alpha & Security Selection Diversification:** The managers have differentiated processes for identifying securities that demonstrate disruption & Innovation
- **Sector & Industry Group Specialization:** Each manager has biases and/or specializations within certain sectors or industry groups
- **Increased Level of Risk Management:** Diversification provided by varying strategies with low correlations to one another helps mitigate portfolio risk

Overall, the multi-manager approach employed by the Harbor Disruptive Innovation Fund seeks to maximize risk-adjusted returns and enables a stronger opportunity set of thematic beneficiaries and leading-edge company specific opportunities.



Legal Notices & Disclosures

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

The views expressed herein are those of Harbor investment professionals at the time the comments were made. They may not be reflective of their current opinions, are subject to change without prior notice, and should not be considered investment advice.

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.

The Russell 3000® Growth Index measures the performance of the broad growth segment of the US equity universe. It includes Russell 3000 Index companies with higher price-to-book ratios and higher forecasted growth values. It is market-capitalization weighted. 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.

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. Since the Fund may hold foreign securities, it may be subject to greater risks than funds invested only in the U.S. Investing in REITs will subject the Fund to additional risk. Investing in international and emerging markets poses special risks, including potentially greater price volatility due to social, political and economic factors, as well as currency exchange rate fluctuations. These risks are more severe for securities of issuers in emerging market regions.

Distributed by Harbor Funds Distributors, Inc.