QUARTERLY REPORT

Harbor SMID Cap Core ETF

Quarterly Commentary & Attribution

Subadvisor (since 05/01/2025):

EARNEST Partners LLC

Portfolio Manager(s):

Paul E. Viera

Benchmark 1 Name: Russell 2500® Index

Investment Philosophy:

The Harbor SMID Cap Core ETF offers investors a fundamental approach to SMID-cap investing, grounded in deep research and delivered through a flexible, actively managed ETF structure. With a focus on identifying companies believed to exhibit strong financial and market characteristics, the Fund seeks to capture the long-term growth potential of small- and medium-sized stocks.

Harbor

Harbor SMID Cap Core ETF

PERFORMANCE

As of 09/30/2026

Average Annual Returns

	Ticker	CUSIP	3 Months	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception	Inception Date	Gross Expense Ratio %
Harbor SMID Cap Core ETF (NAV)	EPSB	41151J653	-5.32%	15.38%	16.68%	N/A	N/A	N/A	22.82%	05/01/2025	0.88
Harbor SMID Cap Core ETF (Market)	EPSB	41151J653	-5.18%	15.42%	16.77%	N/A	N/A	N/A	22.89%	05/01/2025	0.88
Russell 2500® Index			-6.37%	14.90%	17.45%	N/A	N/A	N/A	27.64%	05/01/2025	

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 09/30/2026

"Despite these allocation effects, favorable net security selection more than offset the positioning headwinds, allowing the strategy to outperform the benchmark."
Earnest Partners LLC

Market in Review

The U.S. small- and mid-cap market, as measured by the Russell 2500® Index, declined 6.4% during the quarter as escalating conflict in the Middle East, elevated energy prices, and persistent inflation weighed on investor sentiment. Only two of the eleven GICS sectors generated positive returns, reflecting broad market weakness. Brent and WTI crude remained above $90 per barrel at quarter-end, providing a tailwind for Energy, which led the Index with a gain of 7.0%. More than 2,000 basis points separated Energy from Industrials, the weakest-performing sector, highlighting significant dispersion in sector returns. Industrials and Consumer Discretionary were the primary laggards, declining 14.6% and 10.4%, respectively. Within Industrials, weakness was pronounced across companies exposed to energy infrastructure, transportation, and aerospace as investors reassessed valuations amid uncertainty surrounding capital requirements, operating costs, and earnings visibility. Consumer Discretionary faced a similarly challenging environment as elevated gasoline prices and persistent inflation constrained household purchasing power, particularly among lower-income consumers. The Federal Reserve's rate increase, alongside market expectations for additional tightening, created further headwinds for interest rate-sensitive spending, including automobiles, housing-related products, and other discretionary purchases.

Portfolio Performance

In the third quarter of 2026, the Harbor SMID Cap Core ETF ("ETF") (NAV) returned –5.32%, outperforming its benchmark, the Russell 2500® Index, which returned –6.37%.

Health Care, Financials, Information Technology, and Industrials were notable contributors, as portfolio holdings outperformed their respective Index constituents. This broad-based stock selection was particularly meaningful in a period when most sectors of the Index generated negative returns. Favorable stock selection was partially offset by sector positioning during the period. A relative overweight to Industrials, the Index's worst-performing sector, detracted from results, while underweights to Energy and Health Care created additional headwinds, as these were the only two sectors within the Index to generate positive returns during the quarter. Despite these allocation effects, favorable net security selection more than offset the positioning headwinds, allowing the strategy to outperform the benchmark.

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 SMID Cap Core ETF

MANAGER COMMENTARY

As of 09/30/2026

Contributors and Detractors

Contributors:

Contributing to performance was Bio-Rad Laboratories, a provider of products and systems used by researchers, biotechnology companies, and healthcare laboratories to study biological materials and perform diagnostic testing. Shares gained more than 25% during the quarter following second-quarter results that exceeded expectations. Revenue came in approximately 4% above consensus, supported by better-than-expected demand in the company's clinical diagnostics business. Earnings per share also exceeded consensus by nearly 50% as gross and operating margins surpassed expectations, reflecting stronger sales and improved operating efficiency. Management announced a restructuring program expected to generate material cost savings by the end of 2027, with a portion of those savings said to be reinvested in growth and innovation. We believe Bio-Rad remains well positioned as these efficiency initiatives are expected to support sustained margin expansion and stronger earnings growth. Longer term, steady demand across its core laboratory and diagnostic markets, combined with growth opportunities in areas such as DNA sequencing, should support improving revenue growth. Together, better operating efficiency, disciplined investment, and an improving growth profile provide multiple avenues for continued potential earnings expansion and shareholder value creation.

Contributing to performance was Box, a cloud software company that helps businesses securely store, manage, share, and collaborate on digital content while automating document-based workflows. Shares gained more than 18% during the quarter following better-than-expected second-quarter results and an increase in the company's full-year revenue outlook. Customer retention improved as existing customers added users and adopted higher-priced offerings, while revenue from Box's bundled product suites grew 20%. The number of larger customers also increased 10% year over year, demonstrating continued adoption among enterprise clients. Importantly, growing use of Box's artificial intelligence capabilities could strengthen its competitive position, as AI enhances how customers search, analyze, and extract value from business content already stored within Box. This creates opportunities to deepen customer relationships and increase adoption as AI becomes more embedded in workplace processes. We believe Box remains well positioned as organizations increasingly prioritize secure content management and workflow automation. Continued adoption of higher-value products, expansion within existing customers, and growing AI usage could support revenue growth, while disciplined investment and strong profitability provide additional potential for earnings growth over time.

Contributing to performance was CACI International, a technology and defense services company that helps U.S. government agencies protect national security, manage information, and modernize critical systems. Its capabilities include cybersecurity, intelligence analysis, communications technology, and systems that detect and counter emerging threats, including drones. Shares gained more than 30% during the quarter following strong fiscal fourth-quarter results and better-than-expected guidance for the coming year. Revenue increased nearly 18% year over year, including approximately 12% growth excluding acquisitions, supported by expanding demand for advanced defense technologies. Earnings before interest, taxes, depreciation, and amortization ("EBITDA") grew approximately 34%, while profit margins improved as higher-value technology solutions represented a larger share of the business. New contract awards remained strong, with funded backlog increasing 29%, providing visibility into future revenue. We believe CACI remains well positioned as government customers prioritize cybersecurity, electronic warfare, space technology, and modern communications systems. Its growing technology portfolio allows the company to provide more sophisticated solutions while strengthening customer relationships. Continued investment in national security, a substantial backlog of contracted work, and improving operating efficiency could support revenue growth, margin expansion, and stronger free cash flow over time.

Contributing to performance was Avantor, a supplier of laboratory materials, equipment, and services used by pharmaceutical companies, biotechnology researchers, and healthcare organizations to develop medicines and conduct scientific testing. Shares gained more than 50% during the quarter following better-than-expected second-quarter results and improving business momentum. Revenue exceeded consensus expectations by approximately 4%, while earnings per share surpassed estimates by 11%. Profit margins also exceeded expectations, supported by improving sales trends and operating efficiency. Avantor's laboratory supplies business returned to growth, benefiting from new customer contracts, increased purchases from existing customers, and stronger online sales. Meanwhile, orders for specialized materials used in pharmaceutical manufacturing increased at a double-digit rate, providing visibility into future demand. We believe Avantor remains well positioned given its extensive product portfolio and established relationships with leading pharmaceutical and biotechnology companies. Many of its products are essential to daily laboratory operations and medicine production, creating recurring customer demand. Continued improvements in customer service, digital sales capabilities, and operating efficiency, combined with recovering pharmaceutical research activity, could support revenue growth, improving profitability, and attractive earnings growth over time.

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MANAGER COMMENTARY

As of 09/30/2026

Detractors:

Detracting from performance was Woodward, a manufacturer of specialized systems that control how engines and equipment operate. Its products regulate fuel flow and engine performance in commercial and military aircraft and help control aircraft movement, while its industrial products manage engines and turbines used to generate electricity and power ships. Shares declined more than 20% during the quarter following substantial earlier gains but remain up nearly 10% year to date. Underlying performance remained strong, with revenue increasing 21% year over year and earnings per share growing 43%, exceeding consensus expectations. Profit margins also improved significantly as higher production volumes and manufacturing efficiencies supported profitability. Management increased full-year earnings guidance amid healthy aerospace and industrial demand. We believe Woodward remains well positioned as commercial aircraft production increases and the company supplies more equipment on newer aircraft. Its industrial business also benefits from growing electricity demand, including power generation supporting data centers, and healthy marine demand. Investments in automation, manufacturing capacity, and workforce productivity are improving efficiency. Combined with increasing content on next-generation aircraft and expanding power-generation opportunities, these advantages could support future earnings growth.

Detracting from performance was FormFactor, a semiconductor equipment company that makes specialized testing tools used to check computer chips before they are assembled into finished products. Its products help manufacturers identify defects and ensure that advanced processors and memory chips, including those used in artificial intelligence systems, perform reliably. Shares declined approximately 29% during the quarter following substantial earlier gains but remain up nearly 100% year to date. Underlying operating performance remained strong, with revenue increasing 25% year over year and exceeding expectations, while earnings per share grew 41% and surpassed consensus by approximately 3%. Profit margins also improved, marking the thirteenth consecutive quarter of year over year expansion. Management expects revenue growth to accelerate to 51% next quarter, reflecting continued demand for advanced chip testing. We believe FormFactor remains well positioned as increasingly complex semiconductor designs require more extensive testing to ensure performance and reliability. Growing demand for high-performance memory used in AI applications should support additional opportunities. Its specialized technology, established customer relationships, and improving profitability provide a compelling foundation for potential revenue and earnings growth over time.

Detracting from performance was EMCOR Group, a provider of electrical and mechanical construction services that designs, installs, and maintains essential building systems, including electrical wiring, heating, cooling, and power infrastructure. Shares declined approximately 9% during the quarter following substantial earlier gains but remain up nearly 20% year to date. Underlying operating performance remained strong, with second-quarter results exceeding expectations, supported by healthy demand and improved profitability across its electrical and mechanical construction businesses. The company's backlog of contracted projects increased 44% year over year, driven by growing investment in data centers, healthcare facilities, and water infrastructure. New project awards also increased significantly, providing visibility into future revenue. Management raised its full-year revenue, margin, and earnings outlook while announcing five acquisitions that expand its electrical contracting capabilities. We believe EMCOR remains well positioned as rising electricity demand and increasingly complex buildings require greater investment in specialized infrastructure. Its established customer relationships, skilled workforce, and broad service capabilities provide competitive advantages in securing large projects. Continued data-center investment, an expanding project backlog, and disciplined execution could support potential revenue growth, improving profitability, and attractive earnings growth over time.

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MANAGER COMMENTARY

As of 09/30/2026

Detracting from performance was Archrock, a U.S. energy infrastructure company that provides equipment and services needed to move natural gas through pipelines. Its compression equipment increases gas pressure, allowing producers and pipeline operators to transport natural gas efficiently over long distances. Shares declined approximately 25% during the quarter following second-quarter results that fell below expectations. However, Archrock's core compression business remained resilient, with equipment utilization exceeding 94% and operating margins above 71%, supported by steady demand and improving pricing. The company also secured a new eight-year agreement with an existing customer, reinforcing long-term demand for its services. Management increased its planned investment in additional compression equipment to support future expansion. We believe Archrock remains well positioned as growing natural gas production and rising electricity demand increase the need for reliable transportation infrastructure. Its equipment operates under long-term customer contracts, providing recurring revenue and visibility into future earnings. High utilization, disciplined pricing, and planned capacity additions could support continued growth, while the company's strong financial position and recently increased dividend provide additional opportunities to create shareholder value over time.

Buys and Sells

Buys:

During the third quarter, we purchased Midera Food Processing. Midera, which was spun off from The Middleby Corporation in July 2026, designs, manufactures, and installs food processing equipment and technology, from preparation and thermal processing through packaging.

We also purchased Sanmina. Sanmina is a global provider of integrated manufacturing solutions, components, and after-market services for OEMs in the industrial, medical, defense and aerospace, automotive, communications networks, and cloud infrastructure markets.

Sells:

We sold Webster Financial. Webster Financial is a bank holding company headquartered in Stamford, Connecticut, that provides commercial, consumer, and specialized financial services through Webster Bank. We sold this stock due to the investment thesis coming to fruition.

Sector Underweights and Overweights

As of September 30, 2026, the largest sector overweights are Industrials, Information Technology, and Materials. The largest sector underweights are Health Care, Consumer Staples, and Financials. Sector weights are an outgrowth of our fundamental bottom-up investment process.

Outlook

We do not manage to a forecast but rather seek to identify the best relative values. We believe that over meaningful periods of time stocks have the potential to produce the best returns. By consistently owning the better-performing stocks, we believe our clients can achieve attractive long-term results. As such, we do not maintain a go-forward market outlook.

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Harbor SMID Cap Core ETF

TOP 10 HOLDINGS

As of 09/30/2026

Top 10 Holdings		
	Portfolio %	Benchmark 1 %
FormFactor Inc.	3.50	0.16
Moog Inc. Class A	3.26	0.15
Charles River Laboratories	2.87	0.20
Woodward Inc.	2.79	0.28
Reinsurance Group of America	2.68	0.23
Ryder System Inc.	2.61	0.12
Arrow Electronics Inc.	2.57	0.16
Archrock Inc.	2.55	0.07
Teledyne Technologies Inc.	2.49	0.00
FirstCash Holdings Inc.	2.23	0.12
Total	**27.55**	**1.50**

QUARTERLY ATTRIBUTION

As of 09/30/2026

Best & Worst Performers

Best Performers	Average Weight %	Gross Return % (NAV)
AVANTOR INC	1.73	52.02
CONMED CORP	0.81	41.25
CACI INTERNATIONAL INC -CL A	1.99	31.48
CHARLES RIVER LABORATORIES	2.45	30.08
BIO-RAD LABORATORIES-A	1.60	28.64

Worst Performers	Average Weight %	Gross Return % (NAV)
PAPA JOHN'S INTL INC	0.87	-46.41
PENN ENTERTAINMENT INC	1.17	-31.41
STANDARDAERO INC	1.41	-28.62
MIDDLEBY CORP	1.33	-25.14
ARCHROCK INC	2.75	-25.12

Contributors & Detractors

Greatest Contributors	Gross Return % (NAV)	Contribution to Return %
AVANTOR INC	52.02	0.63
CHARLES RIVER LABORATORIES	30.08	0.59
CACI INTERNATIONAL INC -CL A	31.48	0.46
BIO-RAD LABORATORIES-A	28.64	0.36
REINSURANCE GROUP OF AMERICA	16.26	0.34
Total		**2.39**

Greatest Detractors	Gross Return % (NAV)	Contribution to Return %
WOODWARD INC	-22.69	-0.80
ARCHROCK INC	-25.12	-0.78
PAPA JOHN'S INTL INC	-46.41	-0.53
VALMONT INDUSTRIES	-19.71	-0.49
STANDARDAERO INC	-28.62	-0.44
Total		**-3.05**

Holdings are subject to change. Go to harborcapital.com/etf/epsb for current holdings.

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Harbor SMID Cap Core ETF

ATTRIBUTION

As of 09/30/2026

Quarterly Attribution:
Harbor SMID Cap Core ETF vs Russell 2500® Index

Performance

	Portfolio	Benchmark	Active
Return Ex Currency	-5.19	-6.37	1.18
Currency Contribution	0.00	0.00	0.00
Total Return	**-5.19**	**-6.37**	**1.18**

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
Health Care	9.64	14.92	-5.28	25.43	1.78	23.65	1.97	0.20	-0.42	1.82	1.40
Financials	14.07	16.81	-2.75	1.99	-4.05	6.04	0.27	-0.70	-0.05	0.80	0.75
Industrials	31.97	19.00	12.97	-10.12	-14.64	4.52	-3.28	-2.86	-1.11	1.56	0.45
Information Technology	18.04	13.97	4.08	-4.54	-5.38	0.84	-0.63	-0.72	0.04	0.32	0.35
Real Estate	5.80	6.89	-1.09	-6.46	-8.62	2.17	-0.38	-0.58	0.01	0.14	0.15
Consumer Staples	0.00	3.35	-3.35	0.00	-6.49	6.49	0.00	-0.22	0.00	0.00	0.00
Communication Services	0.00	2.70	-2.70	0.00	-4.48	4.48	0.00	-0.12	-0.05	0.00	-0.05
Utilities	2.62	2.78	-0.16	-12.39	-9.23	-3.16	-0.34	-0.26	0.01	-0.09	-0.08
Materials	6.93	5.19	1.74	-8.31	-5.95	-2.36	-0.58	-0.33	0.04	-0.18	-0.15
Consumer Discretionary	6.97	9.86	-2.89	-19.31	-10.46	-8.85	-1.44	-1.02	0.12	-0.69	-0.58
Energy	2.75	4.54	-1.79	-25.12	7.00	-32.12	-0.78	0.24	-0.18	-0.96	-1.14
Total	**100.00**	**100.00**	**0.00**	**-5.19**	**-6.37**	**1.18**	**-5.19**	**-6.37**	**-1.52**	**2.71**	**1.19**

Trailing 1 Year Attribution:
Harbor SMID Cap Core ETF vs Russell 2500® Index

Performance

	Portfolio	Benchmark	Active
Return Ex Currency	17.29	17.45	-0.15
Currency Contribution	0.00	0.00	0.00
Total Return	**17.29**	**17.45**	**-0.15**

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
Materials	7.52	5.08	2.44	19.27	4.60	14.67	1.76	0.29	-0.33	1.31	0.98
Consumer Discretionary	6.64	10.22	-3.58	-8.33	-7.30	-1.03	-0.74	-0.78	1.15	-0.24	0.91
Consumer Staples	0.00	3.06	-3.06	0.00	-4.04	4.04	0.00	-0.18	0.71	0.00	0.71
Financials	14.85	16.12	-1.28	8.11	4.64	3.47	1.21	0.72	0.12	0.54	0.66
Industrials	31.17	20.72	10.45	13.93	9.83	4.10	4.54	2.70	-1.00	1.39	0.39
Health Care	8.83	13.06	-4.24	46.32	34.42	11.90	3.22	3.90	-0.47	0.76	0.28
Communication Services	0.00	2.75	-2.75	0.00	9.98	-9.98	0.00	0.29	0.21	0.00	0.21
Utilities	2.99	2.87	0.12	-3.14	-5.27	2.13	0.00	-0.12	-0.13	0.15	0.02
Energy	2.77	4.32	-1.55	18.33	36.45	-18.12	0.46	1.41	-0.24	-0.52	-0.76
Real Estate	6.42	6.33	0.09	-10.76	2.42	-13.19	-0.64	0.09	-0.02	-1.01	-1.03
Information Technology	17.50	15.47	2.03	47.59	67.12	-19.53	7.44	9.12	1.18	-3.40	-2.22
Total	**100.00**	**100.00**	**0.00**	**17.29**	**17.45**	**-0.15**	**17.29**	**17.45**	**0.87**	**-1.03**	**-0.15**

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Harbor SMID Cap Core 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.

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 and mid cap companies pose special risks, including possible illiquidity and greater price volatility than stocks of larger, more established companies.

Benchmarks

The Russell 2500® Index is an unmanaged index generally representative of the U.S. market for small and mid-capitalization stocks. This unmanaged index does not reflect fees and expenses and is not available for direct investment. Russell 2500® and Russell® are trademarks of Frank Russell Company.

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 SMID Cap Core 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

Basis point – one hundredth of 1 percentage point.