

HARBOR DISRUPTIVE INNOVATION ETF

CHARACTERISTICS & ALLOCATION

As of 06/30/2024

Harbor Capital Advisors, Inc.

Manager Since 12/01/2021

Ticker: INNO
CUSIP: 41151J307
Net Expense Ratio: 0.75%
Gross Expense Ratio: 0.75%
Total Net Assets: \$31,940,802
Benchmark 1 Name: S&P 500 Index
Benchmark 2 Name: Russell 3000® Growth Index

Portfolio Managers



Spenser Lerner, CFA



Kristof Gleich, CFA

Investment Philosophy

The 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 advisor, Harbor Capital Advisors, Inc. ("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.

Portfolio Characteristics				Economic Sectors			
	Portfolio	Bench 1	Bench 2		Portfolio %	Bench 1 %	Bench 2 %
Number of Holdings	66	503	1,494	Information Technology	50.08	32.45	45.76
Wtd Avg Market Cap (\$Mil)	528,135.30	1,010,474.00	1,446,734.10	Health Care	11.79	11.72	10.35
Median Market Cap (\$Mil)	43,199.00	35,083.00	2,251.00	Consumer Discretionary	9.57	9.96	13.78
Price/Book Ratio	10.42	8.55	13.12	Financials	9.01	12.41	5.60
Adjusted Trailing P/E Ratio	46.20	32.80	38.70	Communication Services	8.61	9.33	12.15
% EPS Growth - Past 3 Yr	22.20	25.00	28.70	Industrials	4.51	8.14	5.60
Est 3-5 Yr EPS Growth Rate (%)	21.90	16.20	19.30	Materials	2.66	2.14	0.73
Return on Equity (%)	25.11	26.88	33.86	Real Estate	0.00	2.21	0.74
Beta vs. Fund Benchmark	1.61			Utilities	0.00	2.26	0.09
Forecasted P/E Ratio	42.20	26.00	31.90	Consumer Staples	0.00	5.79	3.81
				Energy	0.00	3.65	0.60

Top 10 Holdings				Top 10 Industries			
	Portfolio %	Bench 1 %	Bench 2 %		Portfolio %	Bench 1 %	Bench 2 %
Lam Research Corporation	4.99	0.30	0.45	Software	22.61	10.98	17.42
NVIDIA Corporation	4.20	6.63	9.89	Semiconductors	20.03	12.04	15.59
Alphabet Inc. Class C	3.79	1.96	3.10	Interactive Media	7.65	6.72	10.65
ServiceNow Inc.	3.57	0.35	0.54	Financial Services	6.10	3.83	3.39
ASML Holding NV	3.15	0.00	0.00	It Services	6.07	1.04	1.17
Progressive Corporation	2.91	0.27	0.31	Broadline Retail	5.56	3.94	5.99
Cadence Design Systems Inc.	2.91	0.18	0.28	Biotechnology	4.25	1.90	2.46
Amazon.com Inc.	2.86	3.86	5.87	Hotels Rest & Leisure	4.01	1.90	2.54
Texas Instruments Incorporated	2.82	0.39	0.24	Life Sciences Tools	3.61	1.22	1.04
Danaher Corporation	2.74	0.36	0.00	Health Care Equip	3.26	2.38	1.60
Total	33.94	14.30	20.68	Total	83.15	45.95	61.85

Market Capitalization		
		Portfolio %
Large	Above 25.0B	77.71
	10.0B - 25.0B	7.59
Mid	5.0B - 10.0B	10.34
	1.0B - 5.0B	0.54
Small	0.0 - 1.0B	0.00

Harbor Disruptive Innovation ETF



PERFORMANCE

As of 06/30/2024

Average Annual Returns

	3 Months	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception	Inception Date
Harbor Disruptive Innovation ETF (NAV)	-4.42%	7.60%	14.73%	N/A	N/A	N/A	-9.22%	12/01/2021
Harbor Disruptive Innovation ETF (Market)	-4.41%	7.81%	14.71%	N/A	N/A	N/A	-9.17%	12/01/2021
S&P 500 Index	4.28%	15.29%	24.56%	N/A	N/A	N/A	9.38%	12/01/2021
Russell 3000® Growth Index	7.80%	19.90%	32.22%	N/A	N/A	N/A	9.02%	12/01/2021

MANAGER COMMENTARY

As of 06/30/2024

"We remain focused on the heightened risk that could occur from unexpected outcomes in global elections or geopolitics, but our base case is for continued trend growth with easing global financial conditions."

Harbor Multi-Assets Solutions Team

Market in Review

During the second quarter of 2024, the market continued to favor technology stocks, with semiconductors being particularly strong. The focus on artificial intelligence ("AI") remained, with AI-related stocks driving a great deal of the return. In addition, interest rate policy, while remaining important, became less of a driver of market volatility. We have not adjusted our outlook. We remain positive on the opportunities for investing in innovation and disruption, but we are cautious on some stock valuations, where AI enthusiasm has overtaken a prudent appreciation of the range of options.

Portfolio Performance

During the quarter, the Harbor Disruptive Innovation ETF ("ETF") returned -4.42% (NAV), outperforming its primary benchmark, the S&P 500 Index, which returned 4.28%, and the Russell 3000® Growth Index, which returned 7.80%.

The ETF's allocation to the biotech industry, as well as stock selection within the industry, detracted from overall results. In addition, stock selection within the Information Technology sector was a drag on performance, compared to the Russell 3000® Growth Index.

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.

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Harbor Disruptive Innovation ETF



MANAGER COMMENTARY

As of 06/30/2024

Contributors & Detractors

Alphabet, the parent company of Google, is a large position in the ETF and was one of the top contributors during the quarter. The investment thesis around the company's progress in AI and its ability to grow its YouTube business has not changed.

A detractor from performance was Adyen, a Dutch payment service company that reported a disappointing revenue forecast. The investment thesis around long-term growth and the potential for increased profitability remains.

Buys & Sells

During the quarter, the ETF established a position in Roku, a leading U.S. streaming platform. Roku has a strategic focus on enhanced monetization and operational efficiency. The company is poised for growth with its shift toward monetizing its platform through new ad units, third-party ad platform integration, and enhanced subscription capabilities.

During the quarter, the ETF sold down Alkermes, a commercial stage biopharma company focused on neuropsychology assets, such as for schizophrenia. The stock started to break down ahead of the company's orexin data on narcolepsy and due to some continued concerns about management's plans for capital allocation, following the spin-out of Mural Oncology.

Outlook

As our base case, we expect risk assets to experience continued strong returns in the coming quarters, with economic growth remaining resilient, inflationary pressures easing, and central banks beginning an easing cycle to support risk assets. We remain focused on the heightened risk that could occur from unexpected outcomes in global elections or geopolitics, but our base case is for continued trend growth with easing global financial conditions.

Harbor Disruptive Innovation ETF

QUARTERLY ATTRIBUTION

As of 06/30/2024



Best & Worst Performers

Best Performers	Average Weight %	Return % (NAV)
AVIDITY BIOSCIENCES INC	0.94	50.20
NVIDIA CORP	3.08	36.74
SEA LTD-ADR	0.40	32.97
LANTHEUS HOLDINGS INC	0.29	29.00
ALPHABET INC-CL C	2.94	20.86

Worst Performers	Average Weight %	Return % (NAV)
C4 THERAPEUTICS INC	0.53	-50.43
IOVANCE BIOTHERAPEUTICS INC	0.89	-46.02
ALLOGENE THERAPEUTICS INC	0.25	-45.41
REGENXBIO INC	0.60	-43.62
ARVINAS INC	0.67	-39.87

Contributors & Detractors

Greatest Contributors	Return % (NAV)	Contribution to Return %
NVIDIA CORP	36.74	0.95
ALPHABET INC-CL C	20.86	0.60
AVIDITY BIOSCIENCES INC	50.20	0.53
LAM RESEARCH CORP	9.80	0.37
ALPHABET INC-CL A	20.82	0.35
Total		2.80

Greatest Detractors	Return % (NAV)	Contribution to Return %
ADYEN NV	-29.55	-0.69
AUTOLUS THERAPEUTICS PLC	-39.50	-0.67
IOVANCE BIOTHERAPEUTICS INC	-46.02	-0.61
DOORDASH INC - A	-21.01	-0.45
C4 THERAPEUTICS INC	-50.43	-0.40
Total		-2.82

Harbor Disruptive Innovation ETF



ATTRIBUTION

As of 06/30/2024

Quarterly Attribution:

Harbor Disruptive Innovation ETF vs S&P 500 Index

Performance

	Portfolio	Benchmark	Active
Return Ex Currency	-4.44	4.28	-8.73
Currency Contribution	-0.03	0.00	-0.03
Total Return	-4.47	4.28	-8.75

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
Communication Services	6.66	9.28	-2.62	18.69	9.38	9.31	1.12	0.85	-0.20	0.50	0.31
Energy	0.00	3.90	-3.90	0.00	-2.42	2.42	0.00	-0.11	0.24	0.00	0.24
Consumer Staples	0.00	5.97	-5.97	0.00	1.35	-1.35	0.00	0.11	0.15	0.00	0.15
Real Estate	0.00	2.17	-2.17	0.00	-1.91	1.91	0.00	-0.05	0.14	0.00	0.14
Industrials	4.12	8.59	-4.47	-10.01	-2.89	-7.12	-0.42	-0.26	0.30	-0.31	-0.01
Utilities	0.00	2.34	-2.34	0.00	4.66	-4.66	0.00	0.13	-0.02	0.00	-0.02
Materials	2.40	2.31	0.09	-5.19	-4.50	-0.69	-0.13	-0.11	-0.01	-0.02	-0.03
Consumer Discretionary	8.58	10.08	-1.50	-0.82	0.65	-1.47	-0.08	0.04	0.10	-0.13	-0.04
Financials	8.31	12.86	-4.55	-10.05	-2.03	-8.01	-0.87	-0.26	0.30	-0.73	-0.43
Health Care	23.57	12.06	11.51	-15.18	-0.96	-14.22	-3.95	-0.12	-0.75	-3.74	-4.49
Information Technology	44.23	30.43	13.80	-0.42	13.81	-14.23	-0.17	4.06	0.95	-5.51	-4.56
Total	100.00	100.00	0.00	-4.47	4.28	-8.75	-4.47	4.28	1.19	-9.94	-8.75

Quarterly Attribution:

Harbor Disruptive Innovation ETF vs Russell 3000® Growth Index

Performance

	Portfolio	Benchmark	Active
Return Ex Currency	-4.44	7.80	-12.24
Currency Contribution	-0.03	0.00	-0.03
Total Return	-4.47	7.80	-12.26

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
Consumer Staples	0.00	4.00	-4.00	0.00	1.07	-1.07	0.00	0.06	0.25	0.00	0.25
Consumer Discretionary	8.58	14.29	-5.72	-0.82	1.63	-2.45	-0.08	0.19	0.40	-0.21	0.19
Real Estate	0.00	0.81	-0.81	0.00	-3.15	3.15	0.00	-0.03	0.09	0.00	0.09
Industrials	4.12	6.17	-2.05	-10.01	-5.04	-4.98	-0.42	-0.36	0.27	-0.22	0.05
Energy	0.00	0.67	-0.67	0.00	2.72	-2.72	0.00	0.02	0.03	0.00	0.03
Utilities	0.00	0.12	-0.12	0.00	6.07	-6.07	0.00	0.01	0.00	0.00	0.00
Communication Services	6.66	12.19	-5.53	18.69	13.54	5.14	1.12	1.63	-0.42	0.29	-0.12
Materials	2.40	0.83	1.57	-5.19	-6.61	1.42	-0.13	-0.06	-0.22	0.03	-0.19
Financials	8.31	6.15	2.16	-10.05	-4.53	-5.52	-0.87	-0.30	-0.24	-0.52	-0.77
Health Care	23.57	10.76	12.80	-15.18	2.53	-17.71	-3.95	0.27	-0.96	-4.53	-5.49
Information Technology	44.23	44.00	0.23	-0.42	14.74	-15.17	-0.17	6.37	-0.19	-6.03	-6.21
Total	100.00	100.00	0.00	-4.47	7.80	-12.26	-4.47	7.80	-1.08	-11.19	-12.26

Performance data shown represents past performance and is no guarantee of future results.

Harbor Disruptive Innovation 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. Since the Fund may hold foreign securities, it may be subject to greater risks than funds invested only in the U.S. These risks are more severe for securities issuers in emerging market regions. Investing in REITs will subject the Fund to additional risk.

Benchmarks

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. The Standard & Poor's 500 Index is an unmanaged index generally representative of the U.S. market for large capitalization equities. These unmanaged indices do not reflect fees and expenses and are not available for direct investment. The Russell 3000® Growth Index 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.

All holdings-related data is provided by FactSet. Because FactSet relies on external sources for its data, that data may differ slightly from actual values maintained by Harbor Funds. 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, total net asset levels, expenses and other statistics may change at any time and may differ from those shown.

The total amount shown for sector, industries, or country holdings may be greater than 100% because of the inclusion of derivatives and the collateral securities supporting those instruments.

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 Disruptive Innovation 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

Median Market Cap: The median size of the companies in a portfolio or index as measured by the market value of outstanding shares.

Weighted Average Market Capitalization: The average size of the companies in a portfolio or index as measured by the market value of outstanding shares.

Earnings per share (EPS) is the portion of a company's profit allocated to each outstanding share.

% EPS Growth - Past 3 Year: Earnings per share refers to the bottom-line measure of a company's profitability defined as net income divided by the number of outstanding shares.

The Est 3-5 Yr EPS Growth (%) is the estimated growth of earnings per share over the next 3-5 years, using pre-calculated mean long-term EPS growth rate estimates, which are calculated using each individual broker's methodology, from FactSet, First Call, I/B/E/S Consensus, and Reuters. Forward looking estimates may not come to pass.

The Adjusted Trailing P/E (price-to-earnings) Ratio is the closing stock price divided by the sum of the last 12 months actual EPS.

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.

Forecasted P/E Ratio: a measure of the P/E (price-to-earnings) ratio using forecasted earnings for the P/E calculation.

Return on Equity (ROE) is a measure of financial performance calculated by dividing net income by shareholders' equity.

The Price/Book (price-to-book) Ratio evaluates a firm's market value relative to its book value.

All P/E, ROE and P/B statistics are calculated as weighted medians.