

Harbor Small Cap Growth Opportunities Fund 2020 Distribution Estimate

UPDATED – The following information has been updated as of [March 26, 2020](#).

With the upcoming reorganization of Harbor Small Cap Growth Opportunities Fund into Harbor Small Cap Growth Fund (To add link: <https://www.harborfunds.com/news/2020/02/harbor-merging-small-cap-growth-opportunities-into-small-cap-growth>) the Harbor Small Cap Growth Opportunities Fund ("the Fund") expects to make a final distribution of ordinary income and capital gains, if any, shortly before the reorganization.

The table below includes an estimate of the final distribution for the Fund. The most significant drivers for the capital gain distribution are realized gains/losses and tax adjustments, primarily wash sale losses that have been deferred but will be recognized upon sale of the securities that the wash sale losses relate to. As of March 26, 2020, the Fund had net realized gains of approximately \$8.2 million or \$0.38 per share, net unrealized losses on securities that will likely be sold prior to the distribution date (and therefore become realized) of \$52.2 million or \$2.49 per share, and deferred wash sale losses (which also will become recognized) of \$13.9 million or \$0.66 per share. As a result, based on the market values of the securities as of March 26, 2020, the Fund would be in a net capital loss position of \$57.9 million or \$2.77 per share and as such, there would be no capital gain distribution. Based on the income and expenses of the Fund, we are projecting an ordinary loss and therefore, do not currently expect to issue an ordinary income dividend.

The estimate in the table below is provided to assist shareholders in distribution and investment planning. The estimated final distribution is based upon projected ordinary income through the date of the reorganization and portfolio market values as of March 26, 2020. The actual distribution may vary, potentially materially, from the estimate provided. For example, certain estimates and assumptions have been made about income and the number of shares outstanding to estimate the final distribution. Actual income and capital gains may be higher than the estimated amount, which could result in the actual distribution being higher than the estimated distribution. The number of shares outstanding may also fluctuate materially between the date the estimate was made and the record date of the distribution. This fluctuation could result in a higher distribution than is included in this estimate.

The table below will be posted with revised estimated per share income and capital gains distributions approximately one week before the stated record date.

Please refer to the Prospectus, or the Tax Center for general tax information about Harbor Funds. The information in the table below should not be construed as specific tax, legal or investment advice. If you have questions, please consult with your tax adviser to determine the appropriate use of this information for your tax situation.

Fund and Share Class	Ordinary Income	Short-Term Capital Gains*	Long-Term Capital Gains	Total Distribution	Net Asset Value Per Share**	Total Distribution % of NAV
Harbor Small Cap Growth Opportunities (Retirement)	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 7.53	0%
Harbor Small Cap Growth Opportunities (Institutional)	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 7.50	0%
Harbor Small Cap Growth Opportunities (Administrative)	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 7.43	0%
Harbor Small Cap Growth Opportunities (Investor)	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 7.27	0%

* Short-Term Capital Gains are considered ordinary income for tax purposes.

**The Net Asset Value Per Share is as of March 26, 2020.