

## Investment Overview

The Fund invests in equity securities that are determined by the Subadviser to have strong growth characteristics and that are undervalued in the marketplace. Under normal market conditions, the Fund invests primarily (at least 65% of its net assets) in equity securities, principally common and preferred stocks, of U.S. companies. The Fund tends to invest more significantly in equity securities of companies with larger market capitalizations, but may also invest in equity securities of companies with mid and small market capitalizations.

## Portfolio Management

### Subadviser:

Mar Vista Investment Partners, LLC  
Since 03/06/2017

### Portfolio Managers:

Silas A. Myers, CFA  
Brian L. Massey, CFA  
Joshua J. Honeycutt, CFA  
Jeffrey B. Prestine

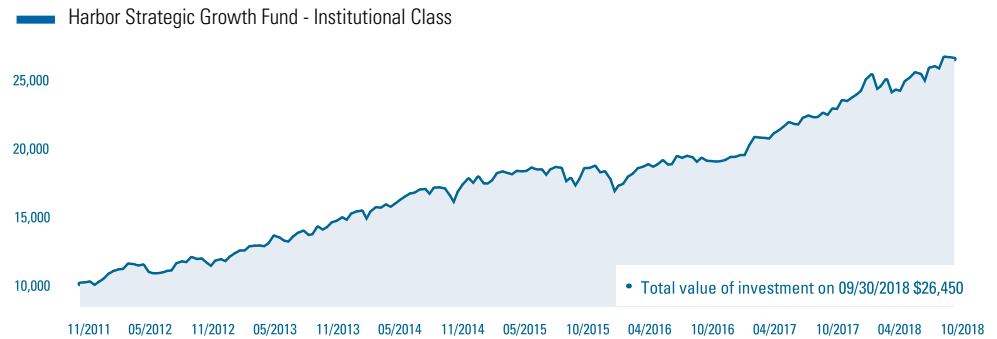
### Investment Risks

Since the Fund typically invests in a limited number of companies, an adverse event affecting a particular company may hurt the Fund's performance more than if it had invested in a larger number of companies.

At times, a growth investing style may be out of favor with investors which could cause growth securities to underperform value or other equity securities.

Stock markets are volatile and equity values can decline significantly in response to adverse issuer, political, regulatory, market and economic conditions.

## Growth of a Hypothetical \$10,000 investment



## Performance

	Three Months	Year to Date	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception
<b>Institutional Class</b>	6.96%	11.16%	18.32%	15.84%	13.87%	N/A	15.10%
<b>Retirement Class</b>	6.95%	11.21%	18.41%	N/A	N/A	N/A	17.75%
<b>Administrative Class</b>	6.92%	11.01%	18.02%	N/A	N/A	N/A	17.37%
<b>Investor Class</b>	6.83%	10.81%	17.80%	N/A	N/A	N/A	17.20%
Russell 1000® Growth Index	9.17%	17.09%	26.30%	20.55%	16.58%	N/A	17.16%

**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. Past performance reflects the beneficial effect of any expense waivers or reimbursements, without which returns would have been lower. 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 harborfunds.com or by calling 800-422-1050.**

The Russell 1000® Growth Index is an unmanaged index generally representative of the U.S. market for larger capitalization growth stocks. This unmanaged index does not reflect fees and expenses and is not available for direct investment. The Russell 1000® Growth Index and Russell® are trademarks of Frank Russell Company. The Russell 1000® Growth Index since inception returns use 10/31/2011 as the period begin date.

Retirement Class shares commenced operations on March 6, 2017. The performance attributed to the Retirement Class shares prior to that date is that of the Institutional Class shares. Performance prior to March 6, 2017 has not been adjusted to reflect the lower expenses of Retirement Class shares. During this period, Retirement Class shares would have had returns similar to, but potentially higher than, Institutional Class shares due to the fact that Retirement Class shares represent interests in the same portfolio as Institutional Class shares but are subject to lower expenses.

Fund Facts	Institutional Class	Retirement Class	Administrative Class	Investor Class
Ticker	MVSGX	HNGSX	HSRGX	HISWX
Fund Number	2040	2540	2240	2440
CUSIP	411512353	411512346	411512338	411512361
Inception Date	11/01/2011	03/06/2017	03/06/2017	03/06/2017
12b-1 Fee	None	None	0.25%	0.25%
Total Net Assets (\$MM)	71.099	3.887	0.017	0.333
Redemption Fee	None	None	None	None
Net Expense Ratio	0.70	0.62	0.95	1.07
Gross Expense Ratio	0.89	0.81	1.14	1.26

**Expense ratio information is as of the Fund's current prospectus, as supplemented. Gross expenses are the Fund's total annual operating expenses. The net expense ratios for this fund are subject to an expense limitation agreement, excluding interest expense, if any, through 02/28/2019.**

## Top Industries



Software	9.70%
Industrial Conglomerates	7.11%
Internet Software & Services	5.86%
Diversified Financial Serv...	4.89%
Insurance	4.77%
Chemicals	4.65%
Air Freight & Logistics	4.61%
Equity Real Estate Investmen...	4.34%
Energy Equipment & Services	3.86%
Pharmaceuticals	3.75%
Total	53.54%

## Top Holdings

	Portfolio %
1. Berkshire Hathaway Inc. Class B	4.89%
2. Markel Corp.	4.77%
3. XPO Logistics Inc.	4.61%
4. American Tower Corp.	4.34%
5. Honeywell International Inc.	4.16%
6. Alphabet Inc. Class C	4.12%
7. Apple Inc.	3.72%
8. Intuit Inc.	3.53%
9. Microchip Technology Inc.	3.17%
10. Oracle Corp.	3.11%
Total	40.42%

## Sector Allocation vs. Benchmark

Sector	Portfolio	Russell 1000® Growth Index	Portfolio vs. Benchmark Underweight/Overweight
Information Technology	25.41%	41.92%	-16.51
Industrials	20.03%	12.00%	8.03
Financials	15.57%	4.18%	11.39
Health Care	8.42%	13.79%	-5.37
Consumer Discretionary	6.65%	17.97%	-11.32
Consumer Staples	6.47%	5.45%	1.02
Materials	4.65%	1.65%	3.00
Real Estate	4.34%	1.99%	2.35
Energy	3.86%	0.90%	2.96
Telecommunication Services	0.00%	0.15%	-0.15

## Portfolio Statistics

Number of Securities	35
Adjusted Price to Earnings Ratio	31.44
Unannualized Turnover - as of 10/31/2017	9%
Weighted Avg Market Cap (\$MM)	208,130.58
Beta	0.81

## Risk Statistics

	The Fund	Russell 1000® Growth Index
Alpha	-0.61%	0.00%
R-Squared	85.11%	100.00%
Standard Deviation	8.88%	10.17%
Sharpe Ratio	1.60%	1.81%

### Definitions:

**Adjusted Price to Earnings (P/E) Ratio** – the closing share price divided by the last 12 months of actual earnings per share. Only P/E's of 2.0 or greater are included. The higher the P/E ratio, the greater expectation there is for growth.

**Alpha** – a fund's risk-adjusted excess return relative to the benchmark.

**Beta** – measures fund volatility relative to the overall market. With a beta for every index at 1.0, a beta under 1.0 means the fund is less volatile and more than 1.0 means the fund is more volatile than the index.

**Duration** – an estimated measure of the price sensitivity of the aggregate market value of a portfolio of debt securities to changes in interest rates.

**R-Squared** – a measure of a fund's returns that are explained by movements in an index. A number lower than 70% suggests fund performance acts less like the index with performance more reflective of the active management of the fund.

**Sharpe Ratio** – measures return vs. risk; a higher number suggests less risk to achieve fund performance.

**Standard Deviation** – a statistical measure of historic volatility of a fund's returns; a higher number suggests greater volatility.

Beta is rolling three year, unless the Fund has a track record of less than three years, in which case it is since inception. All Risk Statistics are Rolling three year. If the Fund does not have a three year track record, the statistics will be listed as N/A.

Certain portfolio and risk statistics are provided by FactSet and Morningstar Direct.

The holdings, sectors or countries shown 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.

**Investors should carefully consider the investment objectives, risks, charges and expenses of a Harbor fund before investing. A summary prospectus or prospectus for this and other information is available at harborfunds.com or by calling 800-422-1050. Read it carefully before investing.**

**Distributed by Harbor Funds Distributors, Inc.**

**Not FDIC Insured. No Bank Guarantee. May Lose Value.**