

Semi-Annual Report – Baird Funds

June 30, 2023

Baird Mid Cap Growth Fund

Baird Small/Mid Cap Growth Fund

Baird Equity Opportunity Fund

Baird Chautauqua International Growth Fund

Baird Chautauqua Global Growth Fund

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This report has been prepared for shareholders and may be distributed to others only if preceded or accompanied by a current prospectus.

Baird Mid Cap Growth Fund

June 30, 2023 (Unaudited)

Portfolio Characteristics

A June 30, 2023 summary of the Fund's top 10 holdings and equity sector analysis compared to the Russell Midcap® Growth Index is shown below.

Top 10 Holdings⁽¹⁾

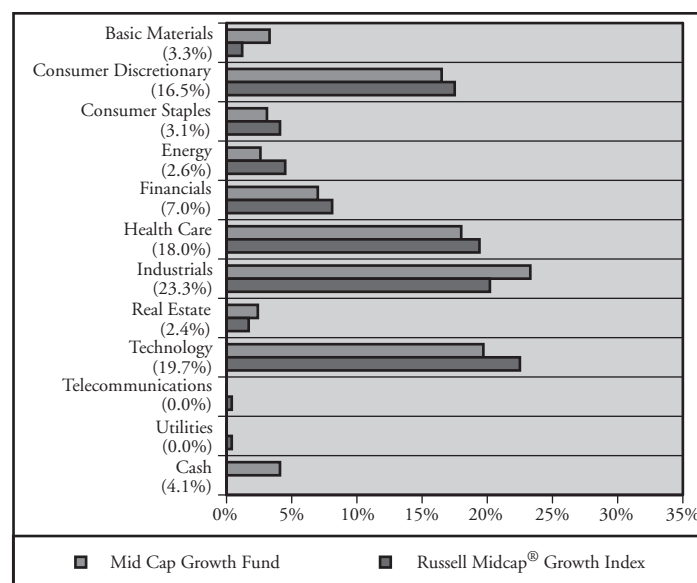
IDEXX Laboratories, Inc.	2.8%
DexCom, Inc.	2.6%
Copart, Inc.	2.6%
Floor & Decor Holdings, Inc.	2.5%
HEICO Corp.	2.4%
CoStar Group, Inc.	2.4%
ICON PLC	2.4%
Pool Corp.	2.3%
Insulet Corp.	2.3%
PTC, Inc.	2.2%

Net Assets:	\$2,321,586,311
Portfolio Turnover Rate:	26% ⁽⁵⁾
Number of Equity Holdings:	55

Annualized Portfolio Expense Ratio⁽³⁾:

Institutional Class:	0.82%
Investor Class:	1.07% ⁽⁴⁾

Equity Sector Analysis⁽²⁾



⁽¹⁾ The Fund's portfolio composition is subject to change and there is no assurance that the Fund will continue to hold any particular security. Percentages shown relate to the Fund's total net assets as of June 30, 2023.

⁽²⁾ Percentages shown in parentheses relate to the Fund's total value of investments as of June 30, 2023, and may not add up to 100% due to rounding.

⁽³⁾ Reflects expense ratios as stated in the Fund's current prospectus dated May 1, 2023. The Advisor has contractually agreed to limit the Fund's total annual fund operating expenses to 0.85% of average daily net assets for the Institutional Class shares and 1.10% of average daily net assets for the Investor Class shares, at least through April 30, 2024.

⁽⁴⁾ Includes 0.25% 12b-1 fee.

⁽⁵⁾ Not annualized.

Baird Mid Cap Growth Fund

June 30, 2023 (Unaudited)

Total Returns

			Average Annual				
			Six Months	One Year	Five Years	Ten Years	Since Inception ⁽¹⁾
For the Periods Ended June 30, 2023							
Institutional Class Shares			16.56%	21.68%	11.82%	11.67%	8.48%
Investor Class Shares			16.37%	21.33%	11.51%	11.39%	8.22%
Russell Midcap® Growth Index ⁽²⁾			15.94%	23.13%	9.71%	11.53%	7.68%

⁽¹⁾ For the period from December 29, 2000 (inception date) through June 30, 2023.

⁽²⁾ The Russell Midcap[®] Growth Index measures the performance of the mid-capitalization growth segment of the U.S. equity universe. It includes those Russell Midcap[®] Index companies with higher price-to-book ratios and higher forecasted growth values. This index does not reflect any deduction for fees, expenses or taxes. A direct investment in the index is not possible.

The returns table shown above reflects reinvestment of dividends and/or capital gains distributions in additional shares. The returns in the table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. The returns reflect the actual performance for each period and do not include the impact of trades executed on the last business day of the period that were recorded on the first business day of the next period.

The expense ratio for each Class, as reflected in the Fund's current prospectus, is set forth under "Portfolio Characteristics".

The Fund focuses on growth-style stocks and therefore the performance of the Fund will typically be more volatile than the performance of funds that focus on types of stocks that have a broader investment style. The Fund may invest up to 15% of its total assets in equity securities (consisting of common stock, ordinary shares and ADRs) of foreign companies. Foreign investments involve additional risks such as currency rate fluctuations, political and economic instability, and different and sometimes less strict financial reporting standards and regulation. The Fund invests a substantial portion of its assets in the stocks of mid-capitalization companies. Mid-capitalization companies often are more volatile and face greater risks than larger, more established companies. U.S. and international markets have experienced significant periods of volatility in recent years and months due to a number of economic, political and global macro factors. Russia's ongoing war with Ukraine has heightened global geopolitical tensions, resulting in an elevated risk environment and increased volatility in asset prices. The uncertain course of the war may have a significant negative impact on the global economy. U.S. relations with China have become increasingly strained, and tension between the U.S. and China may have a significant negative impact on the global economy and asset prices. Measures of inflation reached levels not experienced in several decades, leading the Federal Reserve to raise short term interest rates significantly over the last year, with the potential for further rate increases in 2023. Uncertainty regarding the ability of the Federal Reserve to successfully control inflation, the potential for incremental rate increases, and the full impact of prior rate increases on the economy may negatively impact asset prices and increase market volatility. The possibility of a U.S. or global recession may also contribute to market volatility. The coronavirus (COVID-19) pandemic caused significant economic disruption in recent years as countries worked to limit the negative health impacts of the virus. While the virus has entered an endemic stage, significant outbreaks or new variants present a continued risk to the global economy. These and other geopolitical events may cause market disruptions and could have an adverse effect on the value of the Fund's investments.

Past performance does not guarantee future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost.

For information about the performance of the Fund as of the most recent month-end, please call 1-866-442-2473 or visit www.bairdfunds.com. Mutual fund performance changes over time and current performance may be lower or higher than that stated.

Baird Mid Cap Growth Fund

Schedule of Investments, June 30, 2023 (Unaudited)

Common Stocks

	<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>		<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>
Aerospace & Defense				IT Services			
HEICO Corp.	315,379	\$ 55,803,160	2.4%	EPAM Systems, Inc. ⁽¹⁾	128,705	\$ 28,926,449	1.2%
Air Freight & Logistics				Globant SA ⁽¹⁾	277,134	49,806,522	2.1%
GXO Logistics, Inc. ⁽¹⁾	588,059	36,941,866	1.6%			78,732,971	3.3%
Automobile Components				Life Sciences Tools & Services			
Aptiv PLC ⁽¹⁾	284,618	29,056,652	1.3%	ICON PLC ⁽¹⁾	219,822	54,999,464	2.4%
Beverages				Repligen Corp. ⁽¹⁾	199,837	28,268,942	1.2%
Boston Beer Co., Inc. ⁽¹⁾	93,107	28,717,923	1.2%			83,268,406	3.6%
Building Products				Machinery			
Trex Co., Inc. ⁽¹⁾	619,248	40,597,899	1.7%	Graco, Inc.	494,944	42,738,414	1.8%
Capital Markets				IDEX Corp.	203,756	43,860,517	1.9%
MarketAxess Holdings, Inc.	85,821	22,435,326	1.0%	Ingersoll Rand, Inc.	616,512	40,295,224	1.7%
MSCI, Inc.	93,686	43,965,903	1.9%	RBC Bearings, Inc. ⁽¹⁾	168,223	36,583,456	1.6%
		66,401,229	2.9%	Toro Co.	226,146	22,987,741	1.0%
Commercial Services & Supplies						186,465,352	8.0%
Copart, Inc. ⁽¹⁾	654,063	59,657,086	2.6%	Oil, Gas, & Consumable Fuels			
Consumer Staples Distribution & Retail				Diamondback Energy, Inc.	262,037	34,421,180	1.5%
Dollar Tree, Inc. ⁽¹⁾	251,267	36,056,815	1.6%	Professional Services			
Distributors				Broadridge Financial Solutions, Inc.	310,937	51,500,495	2.2%
Pool Corp.	141,235	52,912,280	2.3%	CoStar Group, Inc. ⁽¹⁾	619,476	55,133,364	2.4%
Electrical Equipment				Equifax, Inc.	150,411	35,391,708	1.5%
Generac Holdings, Inc. ⁽¹⁾	191,934	28,623,117	1.2%	Paycom Software, Inc.	137,724	44,242,458	1.9%
Electronic Equipment, Instruments, & Components						186,268,025	8.0%
CDW Corp.	254,197	46,645,149	2.0%	Semiconductors & Semiconductor Equipment			
Financial Services				Lattice Semiconductor Corp. ⁽¹⁾	494,544	47,510,842	2.0%
Euronet Worldwide, Inc. ⁽¹⁾	340,944	40,016,597	1.7%	Monolithic Power Systems, Inc.	71,635	38,699,376	1.7%
Jack Henry & Associates, Inc.	219,981	36,809,421	1.6%	SolarEdge Technologies, Inc. ⁽¹⁾	96,964	26,088,164	1.1%
		76,826,018	3.3%			112,298,382	4.8%
Food Products				Software			
Lamb Weston Holdings, Inc.	366,325	42,109,059	1.8%	ANSYS, Inc. ⁽¹⁾	130,183	42,995,539	1.9%
Ground Transportation				Bentley Systems, Inc.	447,311	24,257,676	1.0%
J.B. Hunt Transport Services, Inc.	197,095	35,680,108	1.5%	Descartes Systems Group, Inc. ⁽¹⁾⁽²⁾	161,182	12,912,290	0.6%
Health Care Equipment & Supplies				PTC, Inc. ⁽¹⁾	363,336	51,702,713	2.2%
Align Technology, Inc. ⁽¹⁾	136,106	48,132,526	2.1%	Tyler Technologies, Inc. ⁽¹⁾	110,457	46,002,027	2.0%
DexCom, Inc. ⁽¹⁾	477,360	61,345,534	2.6%			177,870,245	7.7%
IDEXX Laboratories, Inc. ⁽¹⁾	129,880	65,229,632	2.8%	Specialty Retail			
Insulet Corp. ⁽¹⁾	181,755	52,407,237	2.3%	Five Below, Inc. ⁽¹⁾	217,637	42,774,376	1.8%
ResMed, Inc.	197,330	43,116,605	1.9%	Floor & Decor Holdings, Inc. ⁽¹⁾	553,999	57,593,736	2.5%
		270,231,534	11.7%	Tractor Supply Co.	227,898	50,388,248	2.2%
Health Care Technology						150,756,360	6.5%
Doximity, Inc. ⁽¹⁾	918,738	31,255,467	1.3%	Trading Companies & Distributors			
Veeva Systems, Inc. ⁽¹⁾	167,662	33,151,807	1.4%	Fastenal Co.	697,117	41,122,932	1.8%
		64,407,274	2.7%	Ferguson PLC	193,295	30,407,237	1.3%
Hotels, Restaurants & Leisure				Watsco, Inc.	133,141	50,789,297	2.2%
Churchill Downs, Inc.	166,481	23,169,161	1.0%			122,319,466	5.3%
Household Durables				Total Common Stocks			
DR Horton, Inc.	264,543	32,192,238	1.4%	(Cost \$1,611,948,296)		2,228,292,001	95.9%
Insurance							
Kinsale Capital Group, Inc.	122,151	45,708,904	2.0%				
Interactive Media & Services							
ZoomInfo Technologies, Inc. ⁽¹⁾	951,325	24,154,142	1.0%				

The accompanying notes are an integral part of these financial statements.

Baird Mid Cap Growth Fund

Schedule of Investments, June 30, 2023 (Unaudited)

Short-Term Investment

	<u>Shares</u>	<u>Value</u>	<u>% of Net Assets</u>
Money Market Mutual Fund			
First American Government Obligations Fund, Class U, 5.03% ⁽³⁾	96,540,527	\$ 96,540,527	4.2%
Total Short-Term Investment (Cost \$96,540,527)		96,540,527	4.2%
Total Investments (Cost \$1,708,488,823)		2,324,832,528	100.1%
Liabilities in Excess of Other Assets		(3,246,217)	(0.1)%
TOTAL NET ASSETS		\$2,321,586,311	100.0%

Notes to Schedule of Investments

(1) Non-Income Producing.

(2) Foreign Security.

(3) Seven-Day Yield.

Industry classifications shown in the Schedule of Investments are based off of the Global Industry Classification Standard (GICS®). GICS® was developed by and/or is the exclusive property of MSCI, Inc. ("MSCI") and Standard & Poor's Financial Services LLC ("S&P"). GICS® is a service mark of MSCI and S&P and has been licensed for use by U.S. Bancorp Fund Services, LLC.

Summary of Fair Value Exposure at June 30, 2023 (Unaudited)

The Fund has adopted authoritative fair valuation accounting standards which establish a definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion on changes in valuation techniques and related inputs during the period. These standards define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value hierarchy is organized into three levels based upon the assumptions (referred to as "inputs") used in pricing the asset or liability. These standards state that "observable inputs" reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from independent sources and "unobservable inputs" reflect an entity's own assumptions about the assumptions market participants would use in pricing the asset or liability. These inputs are summarized into three broad levels and described below:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 – Unobservable inputs for the asset or liability.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used to value the Fund's investments as of June 30, 2023:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Equity				
Common Stocks	\$2,228,292,001	\$ —	\$ —	\$2,228,292,001
Total Equity	2,228,292,001	—	—	2,228,292,001
Short-Term Investment				
Money Market Mutual Fund	96,540,527	—	—	96,540,527
Total Short-Term Investment	96,540,527	—	—	96,540,527
Total Investments*	<u>\$2,324,832,528</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$2,324,832,528</u>

* Additional information regarding the industry classifications of these investments is disclosed in the Schedule of Investments.

Changes in valuation techniques may result in transfers into or out of assigned levels within the fair value hierarchy. There were no transfers into or out of Level 3 during the reporting period, as compared to the security classifications from the prior year's annual report. See the Fund's Valuation Policy in Note 2a to the financial statements.

The accompanying notes are an integral part of these financial statements.

Baird Small/Mid Cap Growth Fund

June 30, 2023 (Unaudited)

Portfolio Characteristics

A June 30, 2023 summary of the Fund's top 10 holdings and equity sector analysis compared to the Russell 2500® Growth Index is shown below.

Top 10 Holdings⁽¹⁾

Pool Corp.	3.1%
PTC, Inc.	3.1%
Watsco, Inc.	3.0%
Five Below, Inc.	2.5%
ICON PLC	2.4%
Inspire Medical Systems, Inc.	2.4%
Lamb Weston Holdings, Inc.	2.3%
Deckers Outdoor Corp.	2.3%
BWX Technologies, Inc.	2.2%
Vita Coco Co., Inc.	2.2%

Net Assets:	\$177,365,939
Portfolio Turnover Rate:	26% ⁽⁵⁾
Number of Equity Holdings:	58

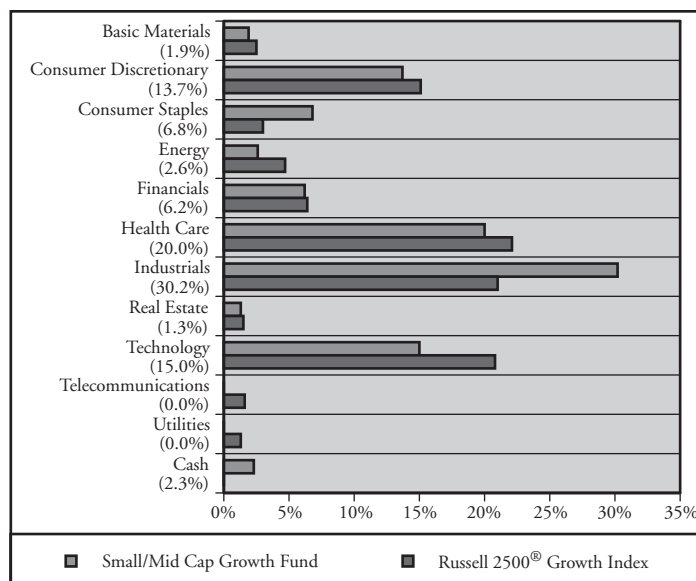
Annualized Portfolio Expense Ratio⁽³⁾:

Gross	
Institutional Class:	0.98%
Investor Class:	1.23% ⁽⁴⁾

Net

Institutional Class:	0.85%
Investor Class:	1.10% ⁽⁴⁾

Equity Sector Analysis⁽²⁾



⁽¹⁾ The Fund's portfolio composition is subject to change and there is no assurance that the Fund will continue to hold any particular security. Percentages shown relate to the Fund's total net assets as of June 30, 2023.

⁽²⁾ Percentages shown in parentheses relate to the Fund's total value of investments as of June 30, 2023, and may not add up to 100% due to rounding.

⁽³⁾ Reflects expense ratios as stated in the Fund's current prospectus dated May 1, 2023. The Advisor has contractually agreed to limit the Fund's total annual fund operating expenses to 0.85% of average daily net assets for the Institutional Class shares and 1.10% of average daily net assets for the Investor Class shares, at least through April 30, 2024.

⁽⁴⁾ Includes 0.25% 12b-1 fee.

⁽⁵⁾ Not annualized.

Baird Small/Mid Cap Growth Fund

June 30, 2023 (Unaudited)

Total Returns

For the Periods Ended June 30, 2023	Six Months	One Year	Average Annual	
			Three Years	Since Inception ⁽¹⁾
Institutional Class Shares	12.89%	15.01%	9.00%	12.42%
Investor Class Shares	12.78%	14.76%	8.67%	12.09%
Russell 2500® Growth Index ⁽²⁾	13.38%	18.58%	6.56%	8.89%

⁽¹⁾ For the period from October 31, 2018 (inception date) through June 30, 2023.

⁽²⁾ The Russell 2500® Growth Index measures the performance of the small- to mid-capitalization growth segment of the U.S. equity universe. It includes those Russell 2500® Index companies with higher price-to-book ratios and higher forecasted growth values. This index does not reflect any deduction for fees, expenses or taxes. A direct investment in the index is not possible.

The returns table shown above reflects reinvestment of dividends and/or capital gains distributions in additional shares. The returns in the table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. The returns reflect the actual performance for each period and do not include the impact of trades executed on the last business day of the period that were recorded on the first business day of the next period.

The gross and net expense ratio for each Class, as reflected in the Fund's current prospectus, is set forth under "Portfolio Characteristics".

The Fund focuses on growth-style stocks and therefore the performance of the Fund will typically be more volatile than the performance of funds that focus on types of stocks that have a broader investment style. The Fund may invest up to 15% of its total assets in equity securities (consisting of common stock, ordinary shares and ADRs) of foreign companies. Foreign investments involve additional risks such as currency rate fluctuations, political and economic instability, and different and sometimes less strict financial reporting standards and regulation. The Fund invests a substantial portion of its assets in the stocks of small- and mid-capitalization companies. Small- and mid-capitalization companies often are more volatile and face greater risks than larger, more established companies. U.S. and international markets have experienced significant periods of volatility in recent years and months due to a number of economic, political and global macro factors. Russia's ongoing war with Ukraine has heightened global geopolitical tensions, resulting in an elevated risk environment and increased volatility in asset prices. The uncertain course of the war may have a significant negative impact on the global economy. U.S. relations with China have become increasingly strained, and tension between the U.S. and China may have a significant negative impact on the global economy and asset prices. Measures of inflation reached levels not experienced in several decades, leading the Federal Reserve to raise short term interest rates significantly over the last year, with the potential for further rate increases in 2023. Uncertainty regarding the ability of the Federal Reserve to successfully control inflation, the potential for incremental rate increases, and the full impact of prior rate increases on the economy may negatively impact asset prices and increase market volatility. The possibility of a U.S. or global recession may also contribute to market volatility. The coronavirus (COVID-19) pandemic caused significant economic disruption in recent years as countries worked to limit the negative health impacts of the virus. While the virus has entered an endemic stage, significant outbreaks or new variants present a continued risk to the global economy. These and other geopolitical events may cause market disruptions and could have an adverse effect on the value of the Fund's investments.

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Baird Small/Mid Cap Growth Fund

Schedule of Investments, June 30, 2023 (Unaudited)

Common Stocks

	<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>		<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>
Aerospace & Defense				Insurance			
BWX Technologies, Inc.	55,285	\$ 3,956,748	2.2%	Kinsale Capital Group, Inc.	10,309	\$ 3,857,628	2.2%
HEICO Corp.	20,180	3,570,649	2.0%	Interactive Media & Services			
		7,527,397	4.2%	ZoomInfo Technologies, Inc. ⁽¹⁾	71,524	1,815,994	1.0%
Air Freight & Logistics				IT Services			
GXO Logistics, Inc. ⁽¹⁾	39,842	2,502,874	1.4%	DigitalOcean Holdings, Inc. ⁽¹⁾	46,359	1,860,850	1.1%
Beverages				Globant SA ⁽¹⁾	11,298	2,030,477	1.1%
Boston Beer Co., Inc. ⁽¹⁾	6,918	2,133,788	1.2%			3,891,327	2.2%
Vita Coco Co., Inc. ⁽¹⁾	147,106	3,952,738	2.2%	Life Sciences Tools & Services			
		6,086,526	3.4%	Bio-Techne Corp.	34,561	2,821,214	1.6%
Biotechnology				ICON PLC ⁽¹⁾	16,931	4,236,137	2.4%
Exact Sciences Corp. ⁽¹⁾	31,620	2,969,118	1.7%	Repligen Corp. ⁽¹⁾	11,452	1,620,000	0.9%
Halozyne Therapeutics, Inc. ⁽¹⁾	72,766	2,624,670	1.5%			8,677,351	4.9%
		5,593,788	3.2%	Machinery			
Building Products				Chart Industries, Inc. ⁽¹⁾	11,736	1,875,295	1.1%
Trex Co., Inc. ⁽¹⁾	45,278	2,968,426	1.7%	IDEX Corp.	18,018	3,878,555	2.2%
Capital Markets				Kadant, Inc.	17,030	3,782,363	2.1%
Focus Financial Partners, Inc. ⁽¹⁾	69,121	3,629,543	2.1%	RBC Bearings, Inc. ⁽¹⁾	15,233	3,312,721	1.9%
MarketAxess Holdings, Inc.	6,375	1,666,553	0.9%	Toro Co.	29,495	2,998,167	1.7%
		5,296,096	3.0%			15,847,101	9.0%
Construction & Engineering				Oil, Gas & Consumable Fuels			
MasTec, Inc. ⁽¹⁾	26,376	3,111,577	1.8%	Matador Resources Co.	52,876	2,766,472	1.6%
WillScot Mobile Mini Holdings Corp. ⁽¹⁾	56,971	2,722,644	1.5%	Pharmaceuticals			
		5,834,221	3.3%	Revance Therapeutics, Inc. ⁽¹⁾	59,207	1,498,529	0.8%
Distributors				Professional Services			
Pool Corp.	14,720	5,514,701	3.1%	Paylocity Holding Corp. ⁽¹⁾	11,360	2,096,261	1.2%
Electronic Equipment, Instruments, & Components				WNS Holdings Ltd. – ADR ⁽¹⁾⁽²⁾	42,405	3,126,096	1.8%
Littelfuse, Inc.	12,360	3,600,592	2.0%			5,222,357	3.0%
Energy Equipment & Services				Semiconductors & Semiconductor Equipment			
ChampionX Corp.	58,898	1,828,194	1.0%	Lattice Semiconductor Corp. ⁽¹⁾	41,108	3,949,245	2.2%
Financial Services				SiTime Corp. ⁽¹⁾	17,049	2,011,271	1.2%
Jack Henry & Associates, Inc.	14,862	2,486,858	1.4%			5,960,516	3.4%
Shift4 Payments, Inc. ⁽¹⁾	48,243	3,276,182	1.8%	Software			
		5,763,040	3.2%	Clearwater Analytics Holdings, Inc. ⁽¹⁾	109,883	1,743,843	1.0%
Food Products				Descartes Systems Group, Inc. ⁽¹⁾⁽²⁾	46,544	3,728,640	2.1%
Lamb Weston Holdings, Inc.	36,012	4,139,579	2.3%	PTC, Inc. ⁽¹⁾	38,489	5,476,985	3.1%
Simply Good Foods Co. ⁽¹⁾	47,718	1,746,002	1.0%	Sprout Social, Inc. ⁽¹⁾	45,173	2,085,186	1.2%
		5,885,581	3.3%	Tyler Technologies, Inc. ⁽¹⁾	8,475	3,529,583	2.0%
Ground Transportation						16,564,237	9.4%
Knight-Swift Transportation Holdings, Inc.	39,564	2,198,176	1.2%	Specialized REITs			
Health Care Equipment & Supplies				National Storage Affiliates Trust	64,705	2,253,675	1.3%
CONMED Corp.	28,013	3,806,687	2.1%	Specialty Retail			
Inspire Medical Systems, Inc. ⁽¹⁾	12,929	4,197,270	2.4%	Boot Barn Holdings, Inc. ⁽¹⁾	21,953	1,859,200	1.0%
Insulet Corp. ⁽¹⁾	11,526	3,323,407	1.9%	Five Below, Inc. ⁽¹⁾	22,911	4,502,927	2.5%
iRhythm Technologies, Inc. ⁽¹⁾	17,654	1,841,665	1.0%	Floor & Decor Holdings, Inc. ⁽¹⁾	36,123	3,755,347	2.1%
QuidelOrtho Corp. ⁽¹⁾	15,047	1,246,794	0.7%			10,117,474	5.6%
Shockwave Medical, Inc. ⁽¹⁾	10,674	3,046,466	1.7%	Textiles, Apparel, & Luxury Goods			
		17,462,289	9.8%	Deckers Outdoor Corp. ⁽¹⁾	7,721	4,074,063	2.3%
Health Care Technology				Trading Companies & Distributors			
Doximity, Inc. ⁽¹⁾	64,235	2,185,275	1.2%	Watsco, Inc.	13,818	5,271,152	3.0%
Hotels, Restaurants & Leisure				Total Common Stocks			
Churchill Downs, Inc.	12,910	1,796,685	1.0%	(Cost \$147,567,058)		172,481,436	97.2%
Household Durables							
LGI Homes, Inc. ⁽¹⁾	19,421	2,619,699	1.5%				

The accompanying notes are an integral part of these financial statements.

Baird Small/Mid Cap Growth Fund

Schedule of Investments, June 30, 2023 (Unaudited)

Short-Term Investment

	<u>Shares</u>	<u>Value</u>	<u>% of Net Assets</u>
Money Market Mutual Fund			
First American Government Obligations Fund, Class U, 5.03% ⁽³⁾	6,545,884	\$ 6,545,884	3.7%
Total Short-Term Investment (Cost \$6,545,884)		6,545,884	3.7%
Total Investments (Cost \$154,112,942)		179,027,320	100.9%
Liabilities in Excess of Other Assets		(1,661,381)	(0.9)%
TOTAL NET ASSETS		\$177,365,939	100.0%

Notes to Schedule of Investments

(1) Non-Income Producing.

(2) Foreign Security.

(3) Seven-Day Yield.

ADR – American Depositary Receipt

Industry classifications shown in the Schedule of Investments are based off of the Global Industry Classification Standard (GICS®). GICS® was developed by and/or is the exclusive property of MSCI, Inc. ("MSCI") and Standard & Poor's Financial Services LLC ("S&P"). GICS® is a service mark of MSCI and S&P and has been licensed for use by U.S. Bancorp Fund Services, LLC.

Summary of Fair Value Exposure at June 30, 2023 (Unaudited)

The Fund has adopted authoritative fair valuation accounting standards which establish a definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion on changes in valuation techniques and related inputs during the period. These standards define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value hierarchy is organized into three levels based upon the assumptions (referred to as "inputs") used in pricing the asset or liability. These standards state that "observable inputs" reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from independent sources and "unobservable inputs" reflect an entity's own assumptions about the assumptions market participants would use in pricing the asset or liability. These inputs are summarized into three broad levels and described below:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 – Unobservable inputs for the asset or liability.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used to value the Fund's investments as of June 30, 2023:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Equity				
Common Stocks	\$172,481,436	\$ —	\$ —	\$172,481,436
Total Equity	172,481,436	—	—	172,481,436
Short-Term Investment				
Money Market Mutual Fund	6,545,884	—	—	6,545,884
Total Short-Term Investment	6,545,884	—	—	6,545,884
Total Investments*	\$179,027,320	\$ —	\$ —	\$179,027,320

* Additional information regarding the industry classifications of these investments is disclosed in the Schedule of Investments.

Changes in valuation techniques may result in transfers into or out of assigned levels within the fair value hierarchy. There were no transfers into or out of Level 3 during the reporting period, as compared to the security classifications from the prior year's annual report. See the Fund's Valuation Policy in Note 2a to the financial statements.

The accompanying notes are an integral part of these financial statements.

Baird Equity Opportunity Fund

June 30, 2023 (Unaudited)

Portfolio Characteristics

A June 30, 2023 summary of the Fund's top 10 holdings and equity sector analysis compared to the Russell 2000® Index is shown below.

Top 10 Holdings⁽¹⁾

Chefs' Warehouse Inc.	7.1%
Blackbaud, Inc.	6.8%
Global Payments, Inc.	5.6%
Madison Square Garden Sports Corp.	5.0%
nVent Electric PLC	4.6%
NeoGenomics, Inc.	4.2%
Sportradar Holding AG	4.1%
Euronet Worldwide, Inc.	4.0%
NexTier Oilfield Solutions, Inc.	3.8%
ZoomInfo Technologies, Inc.	3.7%

Net Assets:	\$62,233,092
Portfolio Turnover Rate:	31%⁽⁵⁾
Number of Equity Holdings:	31

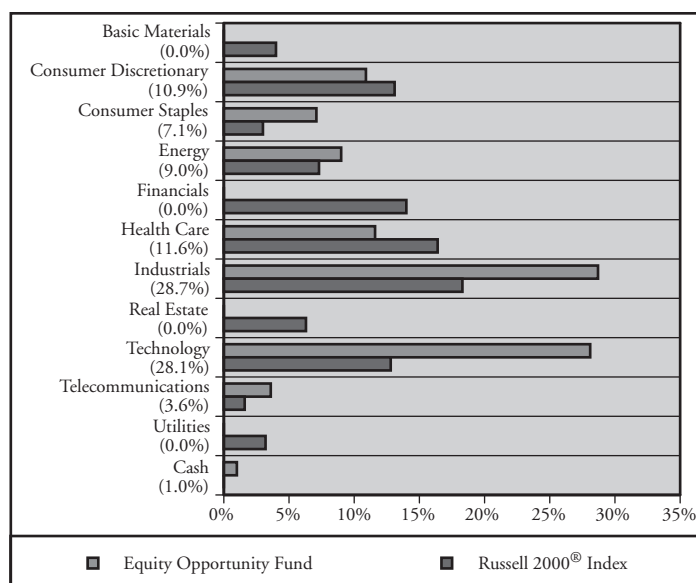
Annualized Portfolio Expense Ratio⁽³⁾:

Gross	
Institutional Class:	1.73%
Investor Class:	1.98% ⁽⁴⁾

Net

Institutional Class:	1.25%
Investor Class:	1.50% ⁽⁴⁾

Equity Sector Analysis⁽²⁾



⁽¹⁾ The Fund's portfolio composition is subject to change and there is no assurance that the Fund will continue to hold any particular security. Percentages shown relate to the Fund's total net assets as of June 30, 2023.

⁽²⁾ Percentages shown in parentheses relate to the Fund's total value of investments as of June 30, 2023, and may not add up to 100% due to rounding.

⁽³⁾ Reflects expense ratios as stated in the Fund's current prospectus dated May 1, 2023. The Advisor has contractually agreed to limit the Fund's total annual fund operating expenses to 1.25% of average daily net assets for the Institutional Class shares and 1.50% of average daily net assets for the Investor Class shares, at least through April 30, 2025.

⁽⁴⁾ Includes 0.25% 12b-1 fee.

⁽⁵⁾ Not annualized.

Baird Equity Opportunity Fund

June 30, 2023 (Unaudited)

Total Returns

			Average Annual		
	Six Months	One Year	Five Years	Ten Years	Since Inception ⁽¹⁾
For the Periods Ended June 30, 2023					
Institutional Class Shares	9.90%	17.37%	3.09%	6.34%	7.37%
Investor Class Shares	9.87%	17.19%	2.85%	6.09%	7.12%
Russell 2000® Index ⁽²⁾	8.09%	12.31%	4.21%	8.26%	9.27%

⁽¹⁾ For the period from May 1, 2012 (inception date) through June 30, 2023.

⁽²⁾ The Russell 2000® Index measures the performance of the small-capitalization segment of the U.S. equity universe. The Russell 2000® Index is a subset of the Russell 3000® Index representing approximately 10% of the total market capitalization of that index. It includes approximately 2,000 of the smallest securities based on a combination of their market capitalization and current index membership. The Russell 2000® is constructed to provide a comprehensive and unbiased small-capitalization barometer and is completely reconstituted annually to ensure larger stocks do not distort the performance and characteristics of the true small-capitalization opportunity set. This index does not reflect any deduction for fees, expenses or taxes. A direct investment in the index is not possible.

The returns table shown above reflects reinvestment of dividends and/or capital gains distributions in additional shares. The returns in the table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. The returns reflect the actual performance for each period and do not include the impact of trades executed on the last business day of the period that were recorded on the first business day of the next period.

The gross and net expense ratio for each Class, as reflected in the Fund's current prospectus, is set forth under "Portfolio Characteristics".

The Fund invests primarily in a select portfolio of equity securities of companies with small- to medium-market capitalizations (those with market capitalizations, at the time of purchase, of less than \$20 billion). The Fund may invest up to 15% of its total assets in equity securities of foreign companies. Foreign investments involve additional risks such as currency rate fluctuations and the potential for political and economic instability, and different and sometimes less strict financial reporting standards and regulation. The Fund invests a substantial portion of its assets in the stocks of smaller-capitalization companies. Smaller-capitalization companies often are more volatile and face greater risks than larger, more established companies. U.S. and international markets have experienced significant periods of volatility in recent years and months due to a number of economic, political and global macro factors. Russia's ongoing war with Ukraine has heightened global geopolitical tensions, resulting in an elevated risk environment and increased volatility in asset prices. The uncertain course of the war may have a significant negative impact on the global economy. U.S. relations with China have become increasingly strained, and tension between the U.S. and China may have a significant negative impact on the global economy and asset prices. Measures of inflation reached levels not experienced in several decades, leading the Federal Reserve to raise short term interest rates significantly over the last year, with the potential for further rate increases in 2023. Uncertainty regarding the ability of the Federal Reserve to successfully control inflation, the potential for incremental rate increases, and the full impact of prior rate increases on the economy may negatively impact asset prices and increase market volatility. The possibility of a U.S. or global recession may also contribute to market volatility. The coronavirus (COVID-19) pandemic caused significant economic disruption in recent years as countries worked to limit the negative health impacts of the virus. While the virus has entered an endemic stage, significant outbreaks or new variants present a continued risk to the global economy. These and other geopolitical events may cause market disruptions and could have an adverse effect on the value of the Fund's investments.

The Fund is "non-diversified," meaning that it may invest a greater percentage of its assets in a smaller number of companies than a diversified mutual fund. Given Greenhouse Funds LLLP's ("Greenhouse") opportunistic investment strategy, the Fund will generally be overweight in certain sectors and underweight in other sectors, as compared to the sector weightings in the Russell 2000® Index (the Fund's benchmark index), based on Greenhouse's judgment of the sectors' relative attractiveness and its individual securities selection.

The Fund may purchase and sell (or write) call and put options. Options are subject to various types of risks, including market risk, liquidity risk, volatility risk, counterparty risk, legal risk and operations risk. With options purchased by the Fund, the risk is limited to the premium paid for the option if the underlying stock price moves in the opposite direction from desired and the option expires worthless. For options sold or written by the Fund, the primary risk is that the underlying stock price may move directionally away from the exercise price resulting in the option holder exercising the option and requiring the Fund to either deliver the securities (in the case of a call option) or pay for the securities (in the case of a put option) and recognize a significant loss.

Past performance does not guarantee future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost.

For information about the performance of the Fund as of the most recent month-end, please call 1-866-442-2473 or visit www.bairdfunds.com. Mutual fund performance changes over time and current performance may be lower or higher than that stated.

Baird Equity Opportunity Fund

Schedule of Investments, June 30, 2023 (Unaudited)

Common Stocks

	<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>		<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>
Aerospace & Defense				Software			
Cadre Holdings, Inc.	105,300	\$ 2,295,540	3.7%	Bill.com Holdings, Inc. ⁽¹⁾	8,776	\$ 1,025,476	1.6%
Communications Equipment				Blackbaud, Inc. ⁽¹⁾	59,232	4,216,134	6.8%
Infinera Corp. ⁽¹⁾	465,172	2,246,781	3.6%	Clear Secure, Inc.	57,003	1,320,759	2.1%
Construction & Engineering				ON24, Inc.	136,221	1,106,115	1.8%
Fluor Corporation ⁽¹⁾	45,519	1,347,363	2.2%	Opera Ltd. – ADR ⁽²⁾	116,116	2,307,225	3.7%
Valmont Industries, Inc.	7,947	2,312,974	3.7%	RingCentral, Inc. ⁽¹⁾	52,684	1,724,347	2.8%
		3,660,337	5.9%			11,700,056	18.8%
Consumer Staples Distribution				Total Common Stocks			
Chefs' Warehouse Inc. ⁽¹⁾	122,816	4,391,900	7.1%	(Cost \$57,811,077)		61,557,738	98.9%
Diversified Consumer Services							
Mister Car Wash, Inc. ⁽¹⁾	158,397	1,528,531	2.4%	Purchased Option Contracts			
Electrical Equipment					<i>Notional Amount</i>	<i>Number of Contracts⁽⁵⁾</i>	
nVent Electric PLC ⁽⁴⁾	55,628	2,874,299	4.6%	Call Option Contracts			
Energy Equipment & Services				Global Payments, Inc.,			
NexTier Oilfield Solutions, Inc. ⁽¹⁾	265,991	2,377,959	3.8%	Exercise Price: \$105.00,			
Oceaneering International, Inc. ⁽¹⁾	75,751	1,416,544	2.3%	Expiration: 08/18/2023	\$1,054,164	107	24,075 0.0%
		3,794,503	6.1%	Infinera Corp.,			
Entertainment				Exercise Price: \$8.00,			
Madison Square Garden Sports Corp.	16,579	3,117,681	5.0%	Expiration: 07/21/2023	66,171	137	685 0.0%
Financial Services				PayPal Holdings, Inc.,			
Euronet Worldwide, Inc. ⁽¹⁾	21,178	2,485,662	4.0%	Exercise Price: \$80.00,			
Global Payments, Inc.	35,529	3,500,317	5.6%	Expiration: 01/19/2024 ⁽⁶⁾	3,042,888	456	157,320 0.3%
		5,985,979	9.6%	Total Purchased			
Health Care Equipment & Supplies				Option Contracts			
Merit Medical Systems, Inc. ⁽¹⁾	14,852	1,242,221	2.0%	(Cost \$163,788)		182,080	0.3%
Paragon 28, Inc. ⁽¹⁾	64,537	1,144,887	1.8%	Total Long-Term Investments			
		2,387,108	3.8%	(Cost \$57,974,865)		61,739,818	99.2%
Health Care Providers & Services							
Castle Biosciences, Inc. ⁽¹⁾	7,071	97,014	0.1%	Short-Term Investment		<i>Shares</i>	
NeoGenomics, Inc. ⁽¹⁾	161,499	2,595,289	4.2%	Money Market Mutual Fund			
		2,692,303	4.3%	First American Government Obligations			
Health Care Technology				Fund, Class U, 5.03% ⁽³⁾	602,386	602,386	1.0%
Evolent Health, Inc. ⁽¹⁾	69,978	2,120,333	3.4%	Total Short-Term Investment			
Hotels, Restaurants, & Leisure				(Cost \$602,386)		602,386	1.0%
Sportradar Holding AG ⁽¹⁾⁽²⁾	198,690	2,563,101	4.1%	Total Investments			
Interactive Media & Services				(Cost \$58,577,251)		62,342,204	100.2%
ZoomInfo Technologies, Inc. ⁽¹⁾	91,614	2,326,079	3.7%	Liabilities in Excess of Other Assets		(109,112)	(0.2)%
Leisure Products				TOTAL NET ASSETS		\$62,233,092	100.0%
Clarus Corp.	230,232	2,104,320	3.4%				
Machinery				Notes to Schedule of Investments			
Ingersoll Rand, Inc.	20,965	1,370,272	2.2%	(1) Non-Income Producing.			
Oil, Gas, & Consumable Fuels				(2) Foreign Security.			
Devon Energy Corp.	10,000	483,400	0.8%	(3) Seven-Day Yield.			
Diamondback Energy, Inc.	10,252	1,346,703	2.2%	(4) All or a portion of this security was held as collateral for options written. At June 30, 2023, the value of this collateral was \$2,712,675.			
		1,830,103	3.0%	(5) Each contract is equivalent to 100 shares of common stock.			
Professional Services				(6) Held in connection with written option contracts. See Schedule of Written Option Contracts for further information.			
Equifax, Inc.	2,820	663,546	1.1%	ADR – American Depositary Receipt			
Semiconductors & Semiconductor Equipment				Industry classifications shown in the Schedule of Investments are based off of the Global Industry Classification Standard (GICS®). GICS® was developed by and/or is the exclusive property of MSCI, Inc. ("MSCI") and Standard & Poor's Financial Services LLC ("S&P"). GICS® is a service mark of MSCI and S&P and has been licensed for use by U.S. Bancorp Fund Services, LLC.			
Universal Display Corp.	13,217	1,904,966	3.1%				

The accompanying notes are an integral part of these financial statements.

Baird Equity Opportunity Fund

Schedule of Written Option Contracts, June 30, 2023 (Unaudited)

Written Option Contracts	Notional Amount	Number of Contracts ^(a)	Value
Call Option Contracts			
Oceaneering International, Inc., (Exercise Price: \$25.00, Expiration: 07/21/2023)	\$ 110,330	(59)	\$ (4,278)
Total Call Option Contracts (Premiums Received \$7,893)			<u>(4,278)</u>
Put Option Contracts			
PayPal Holdings, Inc., (Exercise Price: \$50.00, Expiration: 01/19/2024)	3,042,888	(456)	(72,048)
Clear Secure, Inc., (Exercise Price: \$22.30, Expiration: 08/18/2023)	523,642	(226)	(22,826)
Total Put Option Contracts (Premium Received \$190,200)			<u>(94,874)</u>
Total Written Option Contracts (Premiums Received \$198,093)			<u><u>\$(99,152)</u></u>

^(a) Each contract is equivalent to 100 shares of common stock.

Summary of Fair Value Exposure at June 30, 2023 (Unaudited)

The Fund has adopted authoritative fair valuation accounting standards which establish a definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion on changes in valuation techniques and related inputs during the period. These standards define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value hierarchy is organized into three levels based upon the assumptions (referred to as “inputs”) used in pricing the asset or liability. These standards state that “observable inputs” reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from independent sources and “unobservable inputs” reflect an entity’s own assumptions about the assumptions market participants would use in pricing the asset or liability. These inputs are summarized into three broad levels and described below:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 – Unobservable inputs for the asset or liability.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used to value the Fund’s investments as of June 30, 2023:

	Level 1	Level 2	Level 3	Total
Equity				
Common Stocks	\$61,557,738	\$ —	\$ —	\$61,557,738
Total Equity	<u>61,557,738</u>	<u>—</u>	<u>—</u>	<u>61,557,738</u>
Purchased Option Contracts				
Call Option Contracts	181,395	685	—	182,080
Total Purchased Option Contracts	<u>181,395</u>	<u>685</u>	<u>—</u>	<u>182,080</u>
Short-Term Investment				
Money Market Mutual Fund	602,386	—	—	602,386
Total Short-Term Investment	<u>602,386</u>	<u>—</u>	<u>—</u>	<u>602,386</u>
Total Investments*	<u>\$62,341,519</u>	<u>\$ 685</u>	<u>\$ —</u>	<u>\$62,342,204</u>
Written Option Contracts				
Call Option Contracts	\$ —	\$(4,278)	\$ —	\$ (4,278)
Put Option Contracts	(94,874)	—	—	(94,874)
Total Written Option Contracts	<u>\$(94,874)</u>	<u>\$(4,278)</u>	<u>\$ —</u>	<u>\$(99,152)</u>

* Additional information regarding the industry classifications of these investments is disclosed in the Schedule of Investments.

Changes in valuation techniques may result in transfers into or out of assigned levels within the fair value hierarchy. There were no transfers into or out of Level 3 during the reporting period, as compared to the security classifications from the prior year’s annual report. See the Fund’s Valuation Policy in Note 2a to the financial statements.

The accompanying notes are an integral part of these financial statements.

Baird Chautauqua International Growth Fund

June 30, 2023 (Unaudited)

Portfolio Characteristics

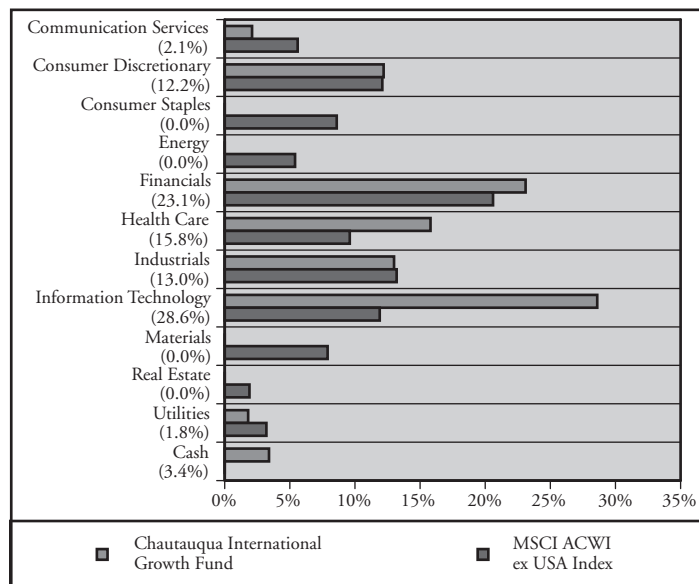
A June 30, 2023 summary of the Fund's top 10 holdings and equity sector analysis compared to the MSCI ACWI ex USA Index is shown below.

Top 10 Holdings⁽¹⁾

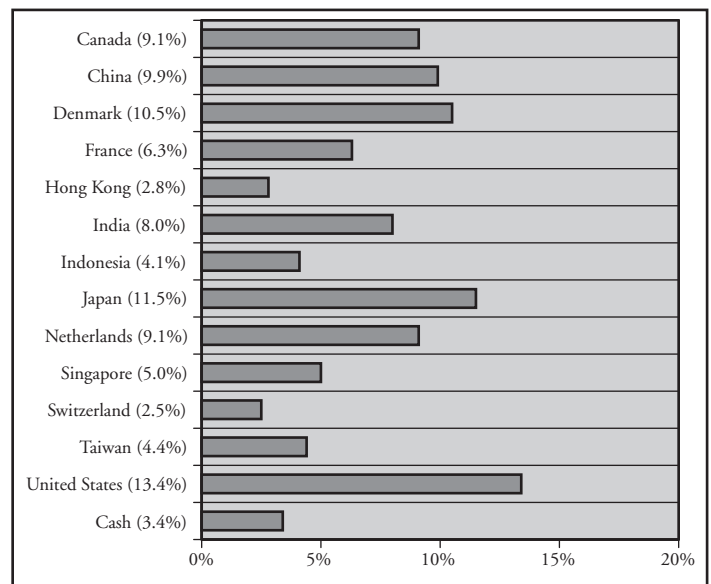
Fairfax Financial Holdings Ltd.	4.8%
ASML Holding NV	4.7%
Novo Nordisk A/S	4.6%
Taiwan Semiconductor Manufacturing Co. Ltd.	4.4%
Adyen NV	4.4%
Constellation Software, Inc.	4.3%
Waste Connections, Inc.	4.1%
Bank Rakyat Indonesia Persero Tbk PT	4.1%
HDFC Bank Ltd.	4.1%
Safran SA	4.0%

Net Assets:	\$662,985,811
Portfolio Turnover Rate:	4% ⁽⁵⁾
Number of Equity Holdings:	31
Annualized Portfolio Expense Ratio⁽³⁾:	
Gross	
Institutional Class:	0.87%
Investor Class:	1.12% ⁽⁴⁾
Net	
Institutional Class:	0.80%
Investor Class:	1.05% ⁽⁴⁾

Equity Sector Analysis⁽²⁾



Country Allocation⁽²⁾



- (1) The Fund's portfolio composition is subject to change and there is no assurance that the Fund will continue to hold any particular security. Percentages shown relate to the Fund's total net assets as of June 30, 2023.
- (2) Percentages shown in parentheses relate to the Fund's total value of investments as of June 30, 2023, and may not add up to 100% due to rounding.
- (3) Reflects expense ratios as stated in the Fund's current prospectus dated May 1, 2023. The Advisor has contractually agreed to limit the Fund's total annual fund operating expenses to 0.80% of average daily net assets for the Institutional Class shares and 1.05% of average daily net assets for the Investor Class shares, at least through April 30, 2024.
- (4) Includes 0.25% 12b-1 fee.
- (5) Not annualized.

Baird Chautauqua International Growth Fund⁽¹⁾

June 30, 2023 (Unaudited)

Total Returns

			Average Annual		
	Six Months	One Year	Three Years	Five Years	Since Inception ⁽²⁾
<i>For the Periods Ended June 30, 2023</i>					
Institutional Class Shares	12.05%	16.96%	9.55%	7.52%	9.21%
Investor Class Shares	11.91%	16.74%	9.25%	7.23%	8.93%
MSCI ACWI ex USA Index ⁽³⁾	9.47%	12.72%	7.22%	3.52%	5.77%

⁽¹⁾ Effective April 30, 2023, the Fund changed its name from the Chautauqua International Growth Fund to the Baird Chautauqua International Growth Fund.

⁽²⁾ For the period from April 15, 2016 (inception date) through June 30, 2023.

⁽³⁾ The MSCI ACWI ex USA Index is a market-capitalization-weighted index maintained by MSCI, Inc. and designed to provide a broad measure of stock performance throughout the world, with the exception of U.S. based companies. The MSCI ACWI ex USA Index includes both developed and emerging markets. This index does not reflect any deduction for fees, expenses or taxes. A direct investment in the index is not possible.

The returns table shown above reflects reinvestment of dividends and/or capital gains distributions in additional shares. The returns in the table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. The returns reflect the actual performance for each period and do not include the impact of trades executed on the last business day of the period that were recorded on the first business day of the next period.

The gross and net expense ratio for each Class, as reflected in the Fund's current prospectus, is set forth under "Portfolio Characteristics".

The Fund focuses primarily on non-U.S. stocks with medium to large market capitalizations and therefore the performance of the Fund may be more volatile than the performance of funds that focus on types of stocks that have a broader investment style. Under normal market conditions, the Fund will invest at least 65% of its total assets at the time of purchase in non-U.S. companies. Foreign investments involve additional risks such as currency rate fluctuations and the potential for political and economic instability, and different and sometimes less strict financial reporting standards and regulation. U.S. and international markets have experienced significant periods of volatility in recent years and months due to a number of economic, political and global macro factors. Russia's ongoing war with Ukraine has heightened global geopolitical tensions, resulting in an elevated risk environment and increased volatility in asset prices. The uncertain course of the war may have a significant negative impact on the global economy. U.S. relations with China have become increasingly strained, and tension between the U.S. and China may have a significant negative impact on the global economy and asset prices. Measures of inflation reached levels not experienced in several decades, leading the Federal Reserve to raise short term interest rates significantly over the last year, with the potential for further rate increases in 2023. Uncertainty regarding the ability of the Federal Reserve to successfully control inflation, the potential for incremental rate increases, and the full impact of prior rate increases on the economy may negatively impact asset prices and increase market volatility. The possibility of a U.S. or global recession may also contribute to market volatility. The coronavirus (COVID-19) pandemic caused significant economic disruption in recent years as countries worked to limit the negative health impacts of the virus. While the virus has entered an endemic stage, significant outbreaks or new variants present a continued risk to the global economy. These and other geopolitical events may cause market disruptions and could have an adverse effect on the value of the Fund's investments.

Past performance does not guarantee future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost.

For information about the performance of the Fund as of the most recent month-end, please call 1-866-442-2473 or visit www.bairdfunds.com. Mutual fund performance changes over time and current performance may be lower or higher than that stated.

Baird Chautauqua International Growth Fund

Schedule of Investments, June 30, 2023 (Unaudited)

Common Stocks

	<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>		<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>
Aerospace & Defense				Life Sciences Tools & Services			
Safran SA (France) ⁽²⁾	169,203	\$ 26,515,821	4.0%	Wuxi Biologics Cayman, Inc. (China) ⁽¹⁾⁽²⁾	1,757,285	\$ 8,445,607	1.3%
Automobile Components				Machinery			
Aptiv PLC (United States) ⁽¹⁾	139,103	14,201,025	2.1%	FANUC Corp. (Japan) ⁽²⁾	466,707	16,384,052	2.5%
Automobiles				Pharmaceuticals			
Suzuki Motor Corp. (Japan) ⁽²⁾	593,262	21,513,342	3.2%	Novo Nordisk A/S – ADR (Denmark)	189,060	30,595,580	4.6%
Banks				Professional Services			
Bank Rakyat Indonesia Persero Tbk PT (Indonesia) ⁽²⁾	74,462,298	27,185,564	4.1%	Recruit Holdings Co. Ltd. (Japan) ⁽²⁾	486,447	15,525,124	2.3%
DBS Group Holdings Ltd. (Singapore) ⁽²⁾	835,146	19,502,983	2.9%	Semiconductors & Semiconductor Equipment			
HDFC Bank Ltd. – ADR (India)	388,145	27,053,706	4.1%	ASML Holding NV (Netherlands)	43,209	31,315,722	4.7%
		73,742,253	11.1%	SolarEdge Technologies, Inc. (United States) ⁽¹⁾	75,031	20,187,091	3.0%
Biotechnology				Taiwan Semiconductor Manufacturing Co. Ltd. – ADR (Taiwan)	287,537	29,018,234	4.4%
BeiGene Ltd. – ADR (China) ⁽¹⁾	71,134	12,683,192	1.9%			80,521,047	12.1%
Genmab A/S (Denmark) ⁽¹⁾⁽²⁾	63,463	24,049,793	3.6%	Software			
		36,732,985	5.5%	Atlassian Corp. (United States) ⁽¹⁾	90,510	15,188,483	2.3%
Broadline Retail				Constellation Software, Inc. (Canada)	13,595	28,167,588	4.3%
Alibaba Group Holding Ltd. – ADR (China) ⁽¹⁾	136,966	11,416,116	1.7%	Temenos Group AG (Switzerland) ⁽²⁾	210,002	16,721,548	2.5%
Prosus NV (China) ⁽²⁾	258,680	18,944,258	2.9%			60,077,619	9.1%
		30,360,374	4.6%	Textiles, Apparel, & Luxury Goods			
Capital Markets				Kering SA (France) ⁽²⁾	26,802	14,800,076	2.2%
Hong Kong Exchanges & Clearing Ltd. (Hong Kong) ⁽²⁾	490,063	18,568,002	2.8%	Total Common Stocks			
Commercial Services & Supplies				(Cost \$530,750,224)		638,550,724	96.3%
Waste Connections, Inc. (United States)	191,101	27,314,066	4.1%	Short-Term Investment			
Electronic Equipment, Instruments, & Components				Money Market Mutual Fund			
Keyence Corp. (Japan) ⁽²⁾	47,363	22,504,847	3.4%	First American Government Obligations Fund, Class U, 5.03% ⁽³⁾	21,155,617	21,155,617	3.2%
Entertainment				Total Short-Term Investment			
Sea Ltd. – ADR (Singapore) ⁽¹⁾	237,827	13,803,479	2.1%	(Cost \$21,155,617)		21,155,617	3.2%
Financial Services				Total Investments			
Adyen NV (Netherlands) ⁽¹⁾⁽²⁾	16,687	28,896,412	4.4%	(Cost \$551,905,841)		659,706,341	99.5%
Health Care Equipment & Supplies				Other Assets in Excess of Liabilities		3,279,470	0.5%
Coloplast A/S (Denmark) ⁽²⁾	119,293	14,927,874	2.3%	TOTAL NET ASSETS		\$662,985,811	100.0%
Health Care Providers & Services							
Sinopharm Group Co. Ltd. (China) ⁽²⁾	4,359,335	13,646,874	2.1%	Notes to Schedule of Investments			
Independent Power and Renewable Electricity Producers				(1) Non-Income Producing.			
Brookfield Renewable Corp. (United States)	375,560	11,837,651	1.8%	(2) Level 2 Security – See Note 2a to the financial statements.			
Insurance				(3) Seven-Day Yield.			
Fairfax Financial Holdings Ltd. (Canada)	42,448	31,795,226	4.8%	ADR – American Depositary Receipt			
IT Services				<i>Industry classifications shown in the Schedule of Investments are based off of the Global Industry Classification Standard (GICS®). GICS® was developed by and/or is the exclusive property of MSCI, Inc. (“MSCI”) and Standard & Poor’s Financial Services LLC (“S&P”). GICS® is a service mark of MSCI and S&P and has been licensed for use by U.S. Bancorp Fund Services, LLC.</i>			
Tata Consultancy Services Ltd. (India) ⁽²⁾	639,522	25,841,388	3.9%				

The accompanying notes are an integral part of these financial statements.

Baird Chautauqua International Growth Fund

Schedule of Investments, June 30, 2023 (Unaudited)

Summary of Fair Value Exposure at June 30, 2023 (Unaudited)

The Fund has adopted authoritative fair valuation accounting standards which establish a definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion on changes in valuation techniques and related inputs during the period. These standards define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value hierarchy is organized into three levels based upon the assumptions (referred to as “inputs”) used in pricing the asset or liability. These standards state that “observable inputs” reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from independent sources and “unobservable inputs” reflect an entity’s own assumptions about the assumptions market participants would use in pricing the asset or liability. These inputs are summarized into three broad levels and described below:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 – Unobservable inputs for the asset or liability.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used to value the Fund’s investments as of June 30, 2023:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Equity				
Common Stocks	\$304,577,159	\$333,973,565	\$ —	\$638,550,724
Total Equity	304,577,159	333,973,565	—	638,550,724
Short-Term Investment				
Money Market Mutual Fund	21,155,617	—	—	21,155,617
Total Short-Term Investment	21,155,617	—	—	21,155,617
Total Investments*	<u>\$325,732,776</u>	<u>\$333,973,565</u>	<u>\$ —</u>	<u>\$659,706,341</u>

* Additional information regarding the industry classifications of these investments is disclosed in the Schedule of Investments.

Changes in valuation techniques may result in transfers into or out of assigned levels within the fair value hierarchy. There were no transfers into or out of Level 3 during the reporting period, as compared to the security classifications from the prior year’s annual report. See the Fund’s Valuation Policy in Note 2a to the financial statements.

The accompanying notes are an integral part of these financial statements.

Baird Chautauqua Global Growth Fund

June 30, 2023 (Unaudited)

Portfolio Characteristics

A June 30, 2023 summary of the Fund's top 10 holdings and equity sector analysis compared to the MSCI ACWI Index is shown below.

Top 10 Holdings⁽¹⁾

Novo Nordisk A/S	4.2%
Fairfax Financial Holdings Ltd.	3.8%
MasterCard, Inc. – Class A	3.8%
Constellation Software, Inc.	3.4%
Adyen NV	3.4%
Alphabet, Inc. – Class A	3.3%
TJX Companies, Inc.	3.2%
Nvidia Corp.	3.1%
ASML Holding NV	3.1%
Waste Connections, Inc.	3.1%

Net Assets:	\$304,954,519
Portfolio Turnover Rate:	7% ⁽⁵⁾
Number of Equity Holdings:	43

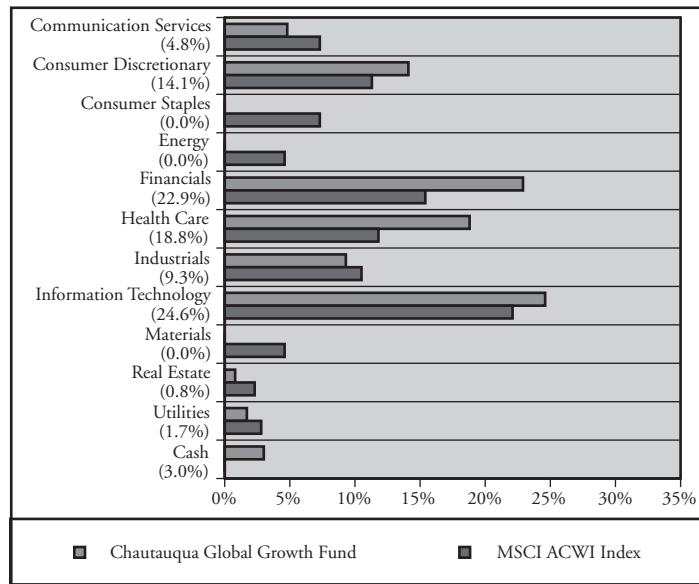
Annualized Portfolio Expense Ratio⁽³⁾:

<u>Gross</u>	
Institutional Class:	0.92%
Investor Class:	1.17% ⁽⁴⁾

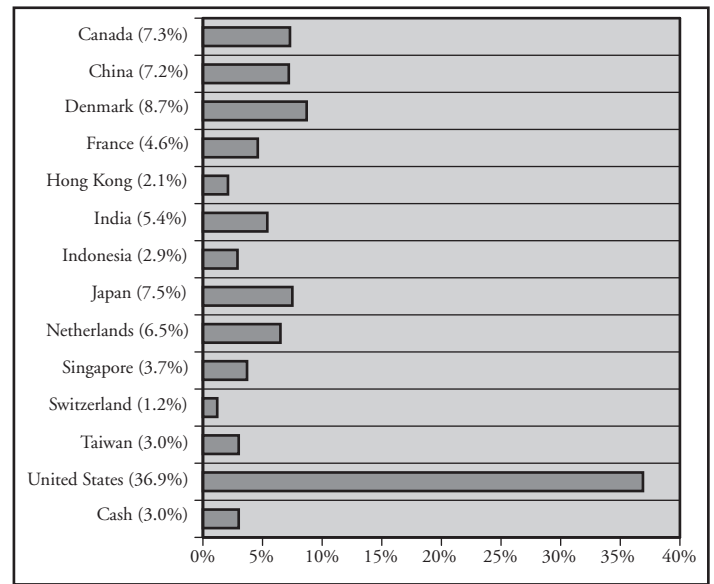
Net

Institutional Class:	0.80%
Investor Class:	1.05% ⁽⁴⁾

Equity Sector Analysis⁽²⁾



Country Allocation⁽²⁾



⁽¹⁾ The Fund's portfolio composition is subject to change and there is no assurance that the Fund will continue to hold any particular security. Percentages shown relate to the Fund's total net assets as of June 30, 2023.

⁽²⁾ Percentages shown in parentheses relate to the Fund's total value of investments as of June 30, 2023, and may not add up to 100% due to rounding.

⁽³⁾ Reflects expense ratios as stated in the Fund's current prospectus dated May 1, 2023. The Advisor has contractually agreed to limit the Fund's total annual fund operating expenses to 0.80% of average daily net assets for the Institutional Class shares and 1.05% of average daily net assets for the Investor Class shares, at least through April 30, 2024.

⁽⁴⁾ Includes 0.25% 12b-1 fee.

⁽⁵⁾ Not annualized.

Baird Chautauqua Global Growth Fund⁽¹⁾

June 30, 2023 (Unaudited)

Total Returns

			Average Annual		
	Six Months	One Year	Three Years	Five Years	Since Inception ⁽²⁾
For the Periods Ended June 30, 2023					
Institutional Class Shares	11.88%	16.74%	9.40%	8.94%	11.20%
Investor Class Shares	11.73%	16.42%	9.09%	8.72%	10.95%
MSCI ACWI Index ⁽³⁾	13.93%	16.53%	10.99%	8.10%	9.57%

⁽¹⁾ Effective April 30, 2023, the Fund changed its name from the Chautauqua Global Growth Fund to the Baird Chautauqua Global Growth Fund.

⁽²⁾ For the period from April 15, 2016 (inception date) through June 30, 2023.

⁽³⁾ The MSCI ACWI Index is a market-capitalization-weighted index maintained by MSCI, Inc. and designed to provide a broad measure of stock performance throughout the world. The MSCI ACWI Index includes both developed and emerging markets. This index does not reflect any deduction for fees, expenses or taxes. A direct investment in the index is not possible.

The returns table shown above reflects reinvestment of dividends and/or capital gains distributions in additional shares. The returns in the table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. The returns reflect the actual performance for each period and do not include the impact of trades executed on the last business day of the period that were recorded on the first business day of the next period.

The gross and net expense ratio for each Class, as reflected in the Fund's current prospectus, is set forth under "Portfolio Characteristics".

The Fund focuses on both U.S. and non-U.S. stocks with medium to large market capitalizations and therefore the performance of the Fund may be more volatile than the performance of funds that focus on types of stocks that have a broader investment style. Under normal market conditions, the Fund will invest at least 40% of its total assets at the time of purchase in non-U.S. companies. Foreign investments involve additional risks such as currency rate fluctuations and the potential for political and economic instability, and different and sometimes less strict financial reporting standards and regulation. U.S. and international markets have experienced significant periods of volatility in recent years and months due to a number of economic, political and global macro factors. Russia's ongoing war with Ukraine has heightened global geopolitical tensions, resulting in an elevated risk environment and increased volatility in asset prices. The uncertain course of the war may have a significant negative impact on the global economy. U.S. relations with China have become increasingly strained, and tension between the U.S. and China may have a significant negative impact on the global economy and asset prices. Measures of inflation reached levels not experienced in several decades, leading the Federal Reserve to raise short term interest rates significantly over the last year, with the potential for further rate increases in 2023. Uncertainty regarding the ability of the Federal Reserve to successfully control inflation, the potential for incremental rate increases, and the full impact of prior rate increases on the economy may negatively impact asset prices and increase market volatility. The possibility of a U.S. or global recession may also contribute to market volatility. The coronavirus (COVID-19) pandemic caused significant economic disruption in recent years as countries worked to limit the negative health impacts of the virus. While the virus has entered an endemic stage, significant outbreaks or new variants present a continued risk to the global economy. These and other geopolitical events may cause market disruptions and could have an adverse effect on the value of the Fund's investments.

Past performance does not guarantee future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost.

For information about the performance of the Fund as of the most recent month-end, please call 1-866-442-2473 or visit www.bairdfunds.com. Mutual fund performance changes over time and current performance may be lower or higher than that stated.

Baird Chautauqua Global Growth Fund

Schedule of Investments, June 30, 2023 (Unaudited)

Common Stocks

	<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>		<i>Shares</i>	<i>Value</i>	<i>% of Net Assets</i>
Aerospace & Defense				Independent Power and Renewable Electricity Producers			
Safran SA (France) ⁽²⁾	54,891	\$ 8,601,975	2.8%	Brookfield Renewable Corp. (United States)	162,766	\$ 5,130,384	1.7%
Automobile Components				Insurance			
Aptiv PLC (United States) ⁽¹⁾	45,575	4,652,752	1.5%	Fairfax Financial Holdings Ltd. (Canada)	15,498	11,608,613	3.8%
Automobiles				Interactive Media & Services			
Suzuki Motor Corp. (Japan) ⁽²⁾	179,862	6,522,300	2.1%	Alphabet, Inc. – Class A (United States) ⁽¹⁾	83,344	9,976,277	3.3%
Banks				IT Services			
Bank Rakyat Indonesia Persero Tbk PT (Indonesia) ⁽²⁾	24,226,155	8,844,767	2.9%	Tata Consultancy Services Ltd. (India) ⁽²⁾	187,315	7,568,902	2.5%
DBS Group Holdings Ltd. (Singapore) ⁽²⁾	284,176	6,636,300	2.2%	Life Sciences Tools & Services			
HDFC Bank Ltd. – ADR (India)	129,065	8,995,832	2.9%	Illumina, Inc. (United States) ⁽¹⁾	19,945	3,739,488	1.2%
		24,476,899	8.0%	Wuxi Biologics Cayman, Inc. (China) ⁽¹⁾⁽²⁾	628,278	3,019,538	1.0%
Biotechnology						6,759,026	2.2%
BeiGene Ltd. – ADR (China) ⁽¹⁾	19,119	3,408,918	1.1%	Machinery			
Genmab A/S (Denmark) ⁽¹⁾⁽²⁾	24,177	9,162,059	3.0%	FANUC Corp. (Japan) ⁽²⁾	146,842	5,154,984	1.7%
Incyte Corp. (United States) ⁽¹⁾	102,114	6,356,597	2.1%	Office REITs			
Regeneron Pharmaceuticals, Inc. (United States) ⁽¹⁾	11,046	7,936,993	2.6%	Alexandria Real Estate Equities, Inc. (United States)	20,698	2,349,016	0.8%
		26,864,567	8.8%	Pharmaceuticals			
Broadline Retail				Novo Nordisk A/S – ADR (Denmark)	78,543	12,710,614	4.2%
Alibaba Group Holding Ltd. – ADR (China) ⁽¹⁾	35,359	2,947,173	1.0%	Professional Services			
Amazon.com, Inc. (United States) ⁽¹⁾	56,418	7,354,651	2.4%	Recruit Holdings Co. Ltd. (Japan) ⁽²⁾	160,406	5,119,413	1.7%
Prosus NV (China) ⁽²⁾	84,248	6,169,846	2.0%	Semiconductors & Semiconductor Equipment			
		16,471,670	5.4%	ASML Holding NV (Netherlands)	13,072	9,473,931	3.1%
Capital Markets				Micron Technology, Inc. (United States)	71,362	4,503,656	1.5%
Charles Schwab Corp. (United States)	98,261	5,569,433	1.8%	Nvidia Corp. (United States)	22,528	9,529,794	3.1%
Hong Kong Exchanges & Clearing Ltd. (Hong Kong) ⁽²⁾	164,764	6,242,745	2.0%	SolarEdge Technologies, Inc. (United States) ⁽¹⁾	24,051	6,470,922	2.1%
		11,812,178	3.8%	Taiwan Semiconductor Manufacturing Co. Ltd. – ADR (Taiwan)	91,914	9,275,961	3.1%
Commercial Services & Supplies				Universal Display Corp. (United States)	24,052	3,466,615	1.1%
Waste Connections, Inc. (United States)	65,393	9,346,621	3.1%			42,720,879	14.0%
Electronic Equipment, Instruments, & Components				Software			
Keyence Corp. (Japan) ⁽²⁾	12,438	5,909,999	1.9%	Atlassian Corp. (United States) ⁽¹⁾	27,447	4,605,881	1.5%
Entertainment				Constellation Software, Inc. (Canada)	5,055	10,473,493	3.4%
Sea Ltd. – ADR (Singapore) ⁽¹⁾	80,394	4,666,068	1.5%	Temenos Group AG (Switzerland) ⁽²⁾	47,717	3,799,498	1.3%
Financial Services						18,878,872	6.2%
Adyen NV (Netherlands) ⁽¹⁾⁽²⁾	5,897	10,211,670	3.4%	Specialty Retail			
MasterCard, Inc. – Class A (United States)	29,426	11,573,246	3.8%	TJX Companies, Inc. (United States)	116,451	9,873,880	3.2%
		21,784,916	7.2%	Textiles, Apparel, & Luxury Goods			
Health Care Equipment & Supplies				Kering SA (France) ⁽²⁾	10,044	5,546,301	1.8%
Coloplast A/S (Denmark) ⁽²⁾	38,007	4,756,052	1.6%	Total Common Stocks (Cost \$261,052,142)		295,606,216	96.9%
Health Care Providers & Services							
Sinopharm Group Co. Ltd. (China) ⁽²⁾	2,026,216	6,343,058	2.1%				

The accompanying notes are an integral part of these financial statements.

Baird Chautauqua Global Growth Fund

Schedule of Investments, June 30, 2023 (Unaudited)

Short-Term Investment

	<u>Shares</u>	<u>Value</u>	<u>% of Net Assets</u>
Money Market Mutual Fund			
First American Government Obligations Fund, Class U, 5.03% ⁽³⁾	8,394,849	\$ 8,394,849	2.8%
Total Short-Term Investment (Cost \$8,394,849)		8,394,849	2.8%
Total Investments (Cost \$269,446,991)		304,001,065	99.7%
Other Assets in Excess of Liabilities		953,454	0.3%
TOTAL NET ASSETS		\$304,954,519	100.0%

Notes to Schedule of Investments

(1) Non-Income Producing.

(2) Level 2 Security – See Note 2a to the financial statements.

(3) Seven-Day Yield.

ADR – American Depositary Receipt

Industry classifications shown in the Schedule of Investments are based off of the Global Industry Classification Standard (GICS®). GICS® was developed by and/or is the exclusive property of MSCI, Inc. (“MSCI”) and Standard & Poor’s Financial Services LLC (“S&P”). GICS® is a service mark of MSCI and S&P and has been licensed for use by U.S. Bancorp Fund Services, LLC.

Summary of Fair Value Exposure at June 30, 2023 (Unaudited)

The Fund has adopted authoritative fair valuation accounting standards which establish a definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion on changes in valuation techniques and related inputs during the period. These standards define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value hierarchy is organized into three levels based upon the assumptions (referred to as “inputs”) used in pricing the asset or liability. These standards state that “observable inputs” reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from independent sources and “unobservable inputs” reflect an entity’s own assumptions about the assumptions market participants would use in pricing the asset or liability. These inputs are summarized into three broad levels and described below:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 – Unobservable inputs for the asset or liability.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used to value the Fund’s investments as of June 30, 2023:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Equity				
Common Stocks	\$185,996,809	\$109,609,407	\$ —	\$295,606,216
Total Equity	185,996,809	109,609,407	—	295,606,216
Short-Term Investment				
Money Market Mutual Fund	8,394,849	—	—	8,394,849
Total Short-Term Investment	8,394,849	—	—	8,394,849
Total Investments*	\$194,391,658	\$109,609,407	\$ —	\$304,001,065

* Additional information regarding the industry classifications of these investments is disclosed in the Schedule of Investments.

Changes in valuation techniques may result in transfers into or out of assigned levels within the fair value hierarchy. There were no transfers into or out of Level 3 during the reporting period, as compared to the security classifications from the prior year’s annual report. See the Fund’s Valuation Policy in Note 2a to the financial statements.

The accompanying notes are an integral part of these financial statements.

Additional Information on Fund Expenses

June 30, 2023 (Unaudited)

Expense Example

As a shareholder of the Funds, you incur ongoing costs, such as management fees; distribution and/or service (12b-1) fees; and other fund expenses. The Funds do not charge any sales loads, redemption fees or other transaction fees; however, you will be assessed fees for outgoing wire transfers, returned checks and stop payment orders at prevailing rates charged by U.S. Bancorp Fund Services, LLC, doing business as U.S. Bank Global Fund Services, the Funds' transfer agent. If you request that a redemption be made by wire transfer, currently the Funds' transfer agent charges a \$15.00 fee.

This Example is intended to help you understand your ongoing costs (in dollars) of investing in each Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (1/1/23 – 6/30/23).

Actual Expenses

The third and fourth columns of the following table provide information about account values and actual expenses. You may use the information in these columns, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the fourth column entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The fifth and sixth columns of the following table provide information about hypothetical account values and hypothetical expenses based on the Funds' actual expense ratios and an assumed rate of return of 5% per year before expenses, which is not the Funds' actual returns. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Funds and other mutual funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other mutual funds. Please note that the expenses shown in the table are meant to highlight your ongoing costs only. Therefore, the sixth column of the table (entitled "Expenses Paid During Period") is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different mutual funds.

Actual vs. Hypothetical Returns

	Fund's Annualized Expense Ratio ⁽¹⁾	Beginning Account Value 1/1/23	Actual		Hypothetical (5% return before expenses)	
			Ending Account Value 6/30/23	Expenses Paid During Period ⁽¹⁾	Ending Account Value 6/30/23	Expenses Paid During Period ⁽¹⁾
Baird Mid Cap Growth Fund						
Institutional Class	0.81%	\$1,000.00	\$1,165.60	\$4.35	\$1,020.78	\$4.06
Investor Class	1.06%	\$1,000.00	\$1,163.70	\$5.69	\$1,019.54	\$5.31
Baird Small/Mid Cap Growth Fund						
Institutional Class	0.85%	\$1,000.00	\$1,128.90	\$4.49	\$1,020.58	\$4.26
Investor Class	1.10%	\$1,000.00	\$1,127.80	\$5.80	\$1,019.34	\$5.51
Baird Equity Opportunity Fund						
Institutional Class	1.25%	\$1,000.00	\$1,099.00	\$6.51	\$1,018.60	\$6.26
Investor Class	1.50%	\$1,000.00	\$1,098.70	\$7.81	\$1,017.36	\$7.50
Baird Chautauqua International Growth Fund						
Institutional Class	0.80%	\$1,000.00	\$1,120.50	\$4.21	\$1,020.83	\$4.01
Investor Class	1.05%	\$1,000.00	\$1,119.10	\$5.52	\$1,019.59	\$5.26
Baird Chautauqua Global Growth Fund						
Institutional Class	0.80%	\$1,000.00	\$1,118.80	\$4.20	\$1,020.83	\$4.01
Investor Class	1.05%	\$1,000.00	\$1,117.30	\$5.51	\$1,019.59	\$5.26

⁽¹⁾ Expenses are equal to the Fund's annualized net expense ratio multiplied by the average account value over the period, 181 days and divided by 365 to reflect the one-half year period.

Statements of Assets and Liabilities

June 30, 2023 (Unaudited)

	Baird Mid Cap Growth Fund	Baird Small/Mid Cap Growth Fund	Baird Equity Opportunity Fund
ASSETS:			
Investments, at value (cost \$1,708,488,823, \$154,112,942, and \$58,577,251, respectively)	\$2,324,832,528	\$179,027,320	\$62,342,204
Dividends receivable	473,573	17,364	51,215
Interest receivable	390,677	34,456	1,989
Receivable for investments sold	—	—	72,342
Receivable for Fund shares sold	3,838,665	1,285,848	1,877
Prepaid expenses and other assets	63,464	31,268	33,402
Total assets	<u>2,329,598,907</u>	<u>180,396,256</u>	<u>62,503,029</u>
LIABILITIES:			
Written option contracts, at value (premiums received \$0, \$0, and \$198,093, respectively)	—	—	99,152
Payable for investments purchased	2,745,525	2,576,494	66,310
Payable for Fund shares redeemed	3,662,557	307,660	20,092
Payable to Advisor, net (Note 5)	1,374,307	97,023	41,568
Payable to Directors	23,245	23,207	23,207
Accrued shareholder servicing fees	80,719	5,170	4,462
Accrued fund accounting and administration fees	22,607	6,209	4,791
Accrued professional fees	7,513	7,514	8,009
Accrued custody fees	3,374	878	472
Accrued Rule 12b-1 fees (Note 7)	69,029	828	461
Accrued expenses and other liabilities	23,720	5,334	1,413
Total liabilities	<u>8,012,596</u>	<u>3,030,317</u>	<u>269,937</u>
NET ASSETS	<u>\$2,321,586,311</u>	<u>\$177,365,939</u>	<u>\$62,233,092</u>
NET ASSETS CONSIST OF:			
Paid-in capital	\$1,623,157,605	\$179,944,117	\$60,302,420
Total distributable earnings (accumulated deficit)	698,428,706	(2,578,178)	1,930,672
NET ASSETS	<u>\$2,321,586,311</u>	<u>\$177,365,939</u>	<u>\$62,233,092</u>
INSTITUTIONAL CLASS SHARES			
Net Assets	\$2,139,896,890	\$176,341,019	\$62,230,604
Shares outstanding (\$0.01 par value, unlimited shares authorized)	87,393,480	10,823,140	4,830,060
Net asset value, offering and redemption price per share	<u>\$ 24.49</u>	<u>\$ 16.29</u>	<u>\$ 12.88</u>
INVESTOR CLASS SHARES			
Net Assets	\$ 181,689,421	\$ 1,024,920	\$ 2,488
Shares outstanding (\$0.01 par value, unlimited shares authorized)	8,138,519	63,832	194
Net asset value, offering and redemption price per share	<u>\$ 22.32</u>	<u>\$ 16.06</u>	<u>\$ 12.80</u>

The accompanying notes are an integral part of these financial statements.

Statements of Assets and Liabilities

June 30, 2023 (Unaudited)

	Baird Chautauqua International Growth Fund	Baird Chautauqua Global Growth Fund
ASSETS:		
Investments, at value (cost \$551,905,841 and \$269,446,991, respectively)	\$659,706,341	\$304,001,065
Foreign currency, at value (cost \$1,128,827 and \$679,407, respectively)	1,119,326	676,975
Dividends receivable	1,350,564	479,508
Interest receivable	75,279	32,248
Receivable for Fund shares sold	1,707,695	388,577
Uninvested cash	107,739	46,694
Prepaid expenses and other assets	45,037	38,090
Total assets	<u>664,111,981</u>	<u>305,663,157</u>
LIABILITIES:		
Payable for Fund shares redeemed	404,787	379,373
Payable to Advisor, net (Note 5)	384,704	170,019
Payable to Directors	23,207	23,207
Accrued shareholder servicing fees	22,247	9,754
Accrued fund accounting and administration fees	12,744	10,596
Accrued custody fees	13,163	6,000
Accrued professional fees	8,554	8,554
Accrued Rule 12b-1 fees (Note 7)	9,678	840
Deferred tax	213,343	85,628
Accrued expenses and other liabilities	33,743	14,667
Total liabilities	<u>1,126,170</u>	<u>708,638</u>
NET ASSETS	<u>\$662,985,811</u>	<u>\$304,954,519</u>
NET ASSETS CONSIST OF:		
Paid-in capital	\$577,081,130	\$275,357,894
Total distributable earnings	<u>85,904,681</u>	<u>29,596,625</u>
NET ASSETS	<u>\$662,985,811</u>	<u>\$304,954,519</u>
INSTITUTIONAL CLASS SHARES		
Net Assets	\$645,358,632	\$303,898,686
Shares outstanding (\$0.01 par value, unlimited shares authorized)	37,922,292	15,225,336
Net asset value, offering and redemption price per share	<u>\$ 17.02</u>	<u>\$ 19.96</u>
INVESTOR CLASS SHARES		
Net Assets	\$ 17,627,179	\$ 1,055,833
Shares outstanding (\$0.01 par value, unlimited shares authorized)	1,042,625	53,533
Net asset value, offering and redemption price per share	<u>\$ 16.91</u>	<u>\$ 19.72</u>

The accompanying notes are an integral part of these financial statements.

Statements of Operations

Six Months Ended June 30, 2023 (Unaudited)

	Baird Mid Cap Growth Fund	Baird Small/Mid Cap Growth Fund	Baird Equity Opportunity Fund
INVESTMENT INCOME:			
Dividends (net of issuance fees and/or foreign taxes withheld of \$0, \$440, and \$3,384, respectively)	\$ 6,323,653	\$ 375,947	\$ 483,463
Interest	1,570,582	149,794	45,353
Total investment income	7,894,235	525,741	528,816
EXPENSES:			
Investment advisory fees (Note 5)	7,939,785	606,650	381,322
Shareholder servicing fees	409,051	14,939	11,517
Directors fees	48,073	48,034	48,034
Fund accounting and administration fees	70,262	20,753	17,615
Federal and state registration	54,486	28,954	25,110
Professional fees	17,708	17,540	21,775
Reports to shareholders	36,999	3,193	2,174
Custody fees	10,045	1,560	2,789
Interest expense (Note 6)	—	47	81
Miscellaneous expenses	1,403	194	168
Rule 12b-1 fees – Investor Class Shares (Note 7)	210,106	1,144	4
Total expenses	8,797,918	743,008	510,589
Fee waiver by Advisor (Note 5)	—	(54,280)	(129,183)
Net expenses	8,797,918	688,728	381,406
NET INVESTMENT INCOME (LOSS)	(903,683)	(162,987)	147,410
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:			
Net realized gain (loss) on:			
Investments	132,581,727	(7,523,269)	(1,245,915)
Written option contracts	—	—	119,165
Net change in unrealized appreciation on:			
Investments	188,720,520	27,188,451	6,534,469
Written option contracts	—	—	15,179
Net realized and unrealized gain on investments	321,302,247	19,665,182	5,422,898
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$320,398,564	\$19,502,195	\$ 5,570,308

The accompanying notes are an integral part of these financial statements.

Statements of Operations

Six Months Ended June 30, 2023 (Unaudited)

	Baird Chautauqua International Growth Fund	Baird Chautauqua Global Growth Fund
INVESTMENT INCOME:		
Dividends (net of issuance fees and/or foreign taxes withheld of \$847,161 and \$304,225, respectively)	\$ 6,116,849	\$ 2,430,974
Interest	394,800	157,372
Total investment income	<u>6,511,649</u>	<u>2,588,346</u>
EXPENSES:		
Investment advisory fees (Note 5)	2,203,731	1,084,455
Shareholder servicing fees	83,549	29,151
Directors fees	48,034	48,034
Custody fees	42,131	18,036
Federal and state registration	45,431	39,418
Fund accounting and administration fees	36,126	28,000
Professional fees	18,584	18,584
Reports to shareholders	10,702	4,253
Miscellaneous expenses	4,564	4,587
Rule 12b-1 fees – Investor Class Shares (Note 7)	20,341	1,294
Total expenses	<u>2,513,193</u>	<u>1,275,812</u>
Fee waiver by Advisor (Note 5)	(142,206)	(117,766)
Net expenses	<u>2,370,987</u>	<u>1,158,046</u>
NET INVESTMENT INCOME	<u>4,140,662</u>	<u>1,430,300</u>
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCY TRANSLATION:		
Net realized gain (loss) on:		
Investments (net of foreign taxes withheld of \$18 and \$856, respectively)	412,334	(2,066,754)
Foreign currency translation	(131,082)	(27,322)
Net change in unrealized appreciation (depreciation) on:		
Investments	56,211,994	32,410,182
Foreign currency translation	(8,590)	(2,217)
Net realized and unrealized gain on investments and foreign currency translation	<u>56,484,656</u>	<u>30,313,889</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$60,625,318</u>	<u>\$31,744,189</u>

The accompanying notes are an integral part of these financial statements.

Statements of Changes in Net Assets

	Baird Mid Cap Growth Fund		Baird Small/Mid Cap Growth Fund	
	Six Months Ended	Year Ended	Six Months Ended	Year Ended
	June 30, 2023 (Unaudited)	December 31, 2022	June 30, 2023 (Unaudited)	December 31, 2022
OPERATIONS:				
Net investment loss	\$ (903,683)	\$ (6,399,901)	\$ (162,987)	\$ (522,310)
Net realized gain (loss) on investments	132,581,727	(45,618,233)	(7,523,269)	(19,684,321)
Net change in unrealized appreciation (depreciation) on investments	188,720,520	(676,294,509)	27,188,451	(28,001,622)
Net increase (decrease) in net assets resulting from operations	<u>320,398,564</u>	<u>(728,312,643)</u>	<u>19,502,195</u>	<u>(48,208,253)</u>
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	286,617,494	630,389,326	19,963,915	46,431,461
Shares issued to holders in reinvestment of distributions	—	26,758,497	—	993,301
Cost of shares redeemed	(201,836,728)	(549,380,616)	(9,963,912)	(15,543,812)
Net increase in net assets resulting from capital share transactions	<u>84,780,766</u>	<u>107,767,207</u>	<u>10,000,003</u>	<u>31,880,950</u>
DISTRIBUTIONS TO SHAREHOLDERS:				
Net distributions to shareholders:				
Institutional Class	—	(28,370,957)	—	(994,847)
Investor Class	—	(2,701,934)	—	(5,385)
Total net distributions to shareholders	<u>—</u>	<u>(31,072,891)</u>	<u>—</u>	<u>(1,000,232)</u>
TOTAL INCREASE (DECREASE) IN NET ASSETS	405,179,330	(651,618,327)	29,502,198	(17,327,535)
NET ASSETS:				
Beginning of period	<u>1,916,406,981</u>	<u>2,568,025,308</u>	<u>147,863,741</u>	<u>165,191,276</u>
End of period	<u>\$2,321,586,311</u>	<u>\$1,916,406,981</u>	<u>\$177,365,939</u>	<u>\$147,863,741</u>

The accompanying notes are an integral part of these financial statements.

Statements of Changes in Net Assets

	Baird Equity Opportunity Fund	
	Six Months Ended	Year Ended
	June 30, 2023	December 31, 2022
	(Unaudited)	
OPERATIONS:		
Net investment income (loss)	\$ 147,410	\$ (314,797)
Net realized gain (loss) on investments and written option contracts	(1,126,750)	628,660
Net change in unrealized appreciation (depreciation) on investments and written option contracts	6,549,648	(7,300,490)
Net increase (decrease) in net assets resulting from operations	<u>5,570,308</u>	<u>(6,986,627)</u>
CAPITAL SHARE TRANSACTIONS:		
Proceeds from shares sold	4,081,551	12,850,612
Shares issued to holders in reinvestment of distributions	—	14,261,145
Cost of shares redeemed	(5,233,270)	(8,777,787)
Net increase (decrease) in net assets resulting from capital share transactions	<u>(1,151,719)</u>	<u>18,333,970</u>
DISTRIBUTIONS TO SHAREHOLDERS:		
Net distributions to shareholders:		
Institutional Class	—	(14,495,880)
Investor Class	—	(570)
Total net distributions to shareholders	<u>—</u>	<u>(14,496,450)</u>
TOTAL INCREASE (DECREASE) IN NET ASSETS	4,418,589	(3,149,107)
NET ASSETS:		
Beginning of period	57,814,503	60,963,610
End of period	<u>\$62,233,092</u>	<u>\$ 57,814,503</u>

The accompanying notes are an integral part of these financial statements.

Statements of Changes in Net Assets

	Baird Chautauqua International Growth Fund		Baird Chautauqua Global Growth Fund	
	Six Months Ended	Year Ended	Six Months Ended	Year Ended
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
	(Unaudited)		(Unaudited)	
OPERATIONS:				
Net investment income	\$ 4,140,662	\$ 1,716,204	\$ 1,430,300	\$ 548,276
Net realized gain (loss) on investments and foreign currency translation	281,252	(22,963,179)	(2,094,076)	(3,016,153)
Net change in unrealized appreciation (depreciation) on investments and foreign currency translation	56,203,404	(71,271,860)	32,407,965	(62,326,005)
Net increase (decrease) in net assets resulting from operations	60,625,318	(92,518,835)	31,744,189	(64,793,882)
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	162,709,464	284,419,533	19,090,583	56,027,768
Shares issued to holders in reinvestment of distributions	—	3,796,060	—	326,779
Cost of shares redeemed	(53,414,666)	(167,135,571)	(11,748,438)	(41,676,691)
Net increase in net assets resulting from capital share transactions	109,294,798	121,080,022	7,342,145	14,677,856
DISTRIBUTIONS TO SHAREHOLDERS:				
Net distributions to shareholders:				
Institutional Class	—	(4,214,970)	—	(343,463)
Investor Class	—	(110,964)	—	(1,217)
Total net distributions to shareholders	—	(4,325,934)	—	(344,680)
TOTAL INCREASE (DECREASE) IN NET ASSETS	169,920,116	24,235,253	39,086,334	(50,460,706)
NET ASSETS:				
Beginning of period	493,065,695	468,830,442	265,868,185	316,328,891
End of period	\$662,985,811	\$ 493,065,695	\$304,954,519	\$265,868,185

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Mid Cap Growth Fund – Institutional Class

	Six Months Ended June 30, 2023 (Unaudited)	Year Ended December 31,				
		2022	2021	2020	2019	2018
Per Share Data:						
Net asset value, beginning of period	\$21.01	\$29.50	\$28.17	\$22.90	\$17.72	\$19.16
Income from investment operations:						
Net investment loss ⁽¹⁾	(0.01)	(0.07)	(0.15)	(0.08)	(0.02)	(0.03)
Net realized and unrealized gains (losses) on investments	3.49	(8.08)	6.30	7.99	6.44	(0.30)
Total from investment operations	3.48	(8.15)	6.15	7.91	6.42	(0.33)
Less distributions:						
Distributions from net realized gains	—	(0.34)	(4.82)	(2.64)	(1.24)	(1.11)
Total distributions	—	(0.34)	(4.82)	(2.64)	(1.24)	(1.11)
Net asset value, end of period	\$24.49	\$21.01	\$29.50	\$28.17	\$22.90	\$17.72
Total return	16.56% ⁽²⁾	(27.64)%	22.51%	34.81%	36.31%	(1.61)%
Supplemental data and ratios:						
Net assets, end of period (millions)	\$2,139.9	\$1,762.8	\$2,334.3	\$2,065.5	\$1,825.8	\$1,337.4
Ratio of expenses to average net assets	0.81% ⁽³⁾	0.81%	0.80%	0.82%	0.82%	0.81%
Ratio of net investment loss to average net assets	(0.07)% ⁽³⁾	(0.29)%	(0.49)%	(0.35)%	(0.07)%	(0.15)%
Portfolio turnover rate ⁽⁴⁾	26% ⁽²⁾	26%	31%	47%	43%	38%

⁽¹⁾ Calculated using average shares outstanding during the period.

⁽²⁾ Not annualized.

⁽³⁾ Annualized.

⁽⁴⁾ Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Mid Cap Growth Fund – Investor Class

	Six Months Ended	Year Ended December 31,				
	June 30, 2023 (Unaudited)	2022	2021	2020	2019	2018
Per Share Data:						
Net asset value, beginning of period	\$19.18	\$27.04	\$26.22	\$21.53	\$16.76	\$18.23
Income from investment operations:						
Net investment loss ⁽¹⁾	(0.03)	(0.11)	(0.21)	(0.14)	(0.07)	(0.08)
Net realized and unrealized gains (losses) on investments	3.17	(7.41)	5.85	7.47	6.08	(0.28)
Total from investment operations	3.14	(7.52)	5.64	7.33	6.01	(0.36)
Less distributions:						
Distributions from net realized gains	—	(0.34)	(4.82)	(2.64)	(1.24)	(1.11)
Total distributions	—	(0.34)	(4.82)	(2.64)	(1.24)	(1.11)
Net asset value, end of period	\$22.32	\$19.18	\$27.04	\$26.22	\$21.53	\$16.76
Total return	16.37% ⁽²⁾	(27.82)%	22.25%	34.32%	35.94%	(1.86)%
Supplemental data and ratios:						
Net assets, end of period (millions)	\$181.7	\$153.6	\$233.7	\$200.3	\$148.3	\$95.5
Ratio of expenses to average net assets	1.06% ⁽³⁾	1.06%	1.05%	1.07%	1.07%	1.06%
Ratio of net investment loss to average net assets	(0.32)% ⁽³⁾	(0.54)%	(0.74)%	(0.60)%	(0.32)%	(0.40)%
Portfolio turnover rate ⁽⁴⁾	26% ⁽²⁾	26%	31%	47%	43%	38%

⁽¹⁾ Calculated using average shares outstanding during the period.

⁽²⁾ Not annualized.

⁽³⁾ Annualized.

⁽⁴⁾ Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Small/Mid Cap Growth Fund – Institutional Class

	Six Months Ended June 30, 2023 (Unaudited)	Year Ended December 31,				Period Ended December 31, 2018 ⁽¹⁾
		2022	2021	2020	2019	
Per Share Data:						
Net asset value, beginning of period	\$14.43	\$19.94	\$17.39	\$12.26	\$ 8.95	\$10.00
Income from investment operations:						
Net investment loss ⁽²⁾	(0.02)	(0.05)	(0.12)	(0.06)	(0.03)	(0.00) ⁽³⁾
Net realized and unrealized gains (losses) on investments	1.88	(5.36)	3.29	5.52	3.34	(1.05)
Total from investment operations	1.86	(5.41)	3.17	5.46	3.31	(1.05)
Less distributions:						
Distributions from net realized gains	—	(0.10)	(0.62)	(0.33)	—	—
Total distributions	—	(0.10)	(0.62)	(0.33)	—	—
Net asset value, end of period	\$16.29	\$14.43	\$19.94	\$17.39	\$12.26	\$ 8.95
Total return	12.89% ⁽⁴⁾	(27.14)%	18.42%	44.57%	36.98%	(10.50)% ⁽⁴⁾
Supplemental data and ratios:						
Net assets, end of period (millions)	\$176.3	\$147.1	\$164.3	\$51.2	\$18.3	\$7.3
Ratio of expenses to average net assets	0.85% ⁽⁵⁾	0.85%	0.85%	0.85%	0.85%	0.85% ⁽⁵⁾
Ratio of expenses to average net assets (before waivers)	0.92% ⁽⁵⁾	0.98%	1.00%	1.43%	2.10%	3.88% ⁽⁵⁾
Ratio of net investment loss to average net assets	(0.20)% ⁽⁵⁾	(0.33)%	(0.63)%	(0.41)%	(0.25)%	(0.03)% ⁽⁵⁾
Ratio of net investment loss to average net assets (before waivers)	(0.27)% ⁽⁵⁾	(0.45)%	(0.78)%	(0.99)%	(1.50)%	(3.06)% ⁽⁵⁾
Portfolio turnover rate ⁽⁶⁾	26% ⁽⁴⁾	39%	50%	65%	60%	9% ⁽⁴⁾

⁽¹⁾ Inception was close of business on October 31, 2018.

⁽²⁾ Calculated using average shares outstanding during the period.

⁽³⁾ Amount is less than \$0.005.

⁽⁴⁾ Not annualized.

⁽⁵⁾ Annualized.

⁽⁶⁾ Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Small/Mid Cap Growth Fund – Investor Class

	Six Months Ended June 30, 2023 (Unaudited)	Year Ended December 31,				Period Ended December 31, 2018 ⁽¹⁾
	2022	2021	2020	2019		
Per Share Data:						
Net asset value, beginning of period	\$14.24	\$19.72	\$17.25	\$12.21	\$ 8.94	\$10.00
Income from investment operations:						
Net investment loss ⁽²⁾	(0.03)	(0.09)	(0.17)	(0.09)	(0.06)	(0.00) ⁽³⁾
Net realized and unrealized gains (losses) on investments	1.85	(5.29)	3.26	5.46	3.33	(1.06)
Total from investment operations	1.82	(5.38)	3.09	5.37	3.27	(1.06)
Less distributions:						
Distributions from net realized gains	—	(0.10)	(0.62)	(0.33)	—	—
Total distributions	—	(0.10)	(0.62)	(0.33)	—	—
Net asset value, end of period	\$16.06	\$14.24	\$19.72	\$17.25	\$12.21	\$ 8.94
Total return	12.78% ⁽⁴⁾	(27.29)%	18.10%	43.89%	36.69%	(10.60)% ⁽⁴⁾
Supplemental data and ratios:						
Net assets, end of period (thousands)	\$1,024.9	\$779.4	\$863.7	\$661.0	\$287.3	\$8.9
Ratio of expenses to average net assets	1.10% ⁽⁵⁾	1.10%	1.10%	1.10%	1.10%	1.10% ⁽⁵⁾
Ratio of expenses to average net assets (before waivers)	1.17% ⁽⁵⁾	1.23%	1.25%	1.68%	2.35%	4.13% ⁽⁵⁾
Ratio of net investment loss to average net assets	(0.45)% ⁽⁵⁾	(0.58)%	(0.88)%	(0.66)%	(0.50)%	(0.28)% ⁽⁵⁾
Ratio of net investment loss to average net assets (before waivers)	(0.52)% ⁽⁵⁾	(0.70)%	(1.03)%	(1.24)%	(1.75)%	(3.31)% ⁽⁵⁾
Portfolio turnover rate ⁽⁶⁾	26% ⁽⁴⁾	39%	50%	65%	60%	9% ⁽⁴⁾

⁽¹⁾ Inception was close of business on October 31, 2018.

⁽²⁾ Calculated using average shares outstanding during the period.

⁽³⁾ Amount is less than \$0.005.

⁽⁴⁾ Not annualized.

⁽⁵⁾ Annualized.

⁽⁶⁾ Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Equity Opportunity Fund – Institutional Class

	Six Months Ended June 30, 2023 (Unaudited)	Year Ended December 31,				
		2022	2021	2020	2019	2018
Per Share Data:						
Net asset value, beginning of period	\$11.72	\$17.68	\$15.56	\$15.96	\$13.58	\$16.99
Income from investment operations:						
Net investment income (loss) ⁽¹⁾	0.03	(0.09)	0.14	0.03	0.13	0.05
Net realized and unrealized gains (losses) on investments	1.13	(1.95)	2.82	0.43 ⁽²⁾	2.36	(2.85)
Total from investment operations	1.16	(2.04)	2.96	0.46	2.49	(2.80)
Less distributions:						
Distributions from net investment income	—	—	(0.17)	(0.03)	(0.11)	(0.06)
Distributions from net realized gains	—	(3.92)	(0.67)	(0.83)	—	(0.55)
Total distributions	—	(3.92)	(0.84)	(0.86)	(0.11)	(0.61)
Net asset value, end of period	\$12.88	\$11.72	\$17.68	\$15.56	\$15.96	\$13.58
Total return	9.90%⁽³⁾	(11.56)%	19.40%	2.85%	18.40%	(16.45)%
Supplemental data and ratios:						
Net assets, end of period (millions)	\$62.2	\$57.8	\$61.0	\$30.4	\$33.0	\$28.8
Ratio of expenses to average net assets	1.25% ⁽⁴⁾	1.25%	0.98% ⁽⁶⁾	0.95%	0.95%	1.00% ⁽⁵⁾
Ratio of expenses to average net assets (before waivers)	1.67% ⁽⁴⁾	1.73%	1.53%	1.64%	1.44%	1.38%
Ratio of net investment income (loss) to average net assets	0.48% ⁽⁴⁾	(0.55)%	0.82%	0.21%	0.87%	0.29%
Ratio of net investment income (loss) to average net assets (before waivers)	0.06% ⁽⁴⁾	(1.02)%	0.27%	(0.48)%	0.38%	(0.09)%
Portfolio turnover rate ⁽⁸⁾	31% ⁽³⁾	72%	67% ⁽⁷⁾	61%	55%	36%

(1) Calculated using average shares outstanding during the period.

(2) Due to timing of capital share transactions, the per share amount of net realized and unrealized gain (loss) on investments varies from the amounts shown in the Statement of Operations.

(3) Not annualized.

(4) Annualized.

(5) Blended rate. Pursuant to the Expense Cap/Reimbursement Agreement effective December 1, 2018, the expense cap decreased to 0.95%. Prior to December 1, 2018, the expense cap was 1.00%.

(6) Blended rate. Pursuant to the Expense Cap/Reimbursement Agreement effective December 12, 2021, the expense cap increased to 1.25%. Prior to December 12, 2021, the expense cap was 0.95%.

(7) The cost of purchases and proceeds from sales of securities that were incurred by the Fund subsequent to Greenhouse's appointment as subadvisor to the Baird Equity Opportunity Fund that related to the alignment of the Fund's portfolio with Greenhouse's investment style are excluded from the portfolio turnover rate calculation. If such amounts had not been excluded, the portfolio turnover rate would have been 189% for the year ended December 31, 2021.

(8) Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Equity Opportunity Fund – Investor Class

	Six Months Ended June 30, 2023 (Unaudited)	Year Ended December 31,				
		2022	2021	2020	2019	2018
Per Share Data:						
Net asset value, beginning of period	\$11.65	\$17.65	\$15.52	\$15.97	\$13.58	\$16.97
Income from investment operations:						
Net investment income (loss) ⁽¹⁾	0.01	(0.13)	0.10	(0.01)	0.09	0.01
Net realized and unrealized gains (losses) on investments	1.14	(1.95)	2.83	0.42 ⁽²⁾	2.37	(2.85)
Total from investment operations	1.15	(2.08)	2.93	0.41	2.46	(2.84)
Less distributions:						
Distributions from net investment income	—	—	(0.13)	(0.03)	(0.07)	—
Distributions from net realized gains	—	(3.92)	(0.67)	(0.83)	—	(0.55)
Total distributions	—	(3.92)	(0.80)	(0.86)	(0.07)	(0.55)
Net asset value, end of period	\$12.80	\$11.65	\$17.65	\$15.52	\$15.97	\$13.58
Total return	9.87%⁽³⁾	(11.77)%	19.16%	2.54%	18.19%	(16.71)%
Supplemental data and ratios:						
Net assets, end of period (thousands)	\$2.5	\$2.3	\$2.6	\$295.7	\$883.8	\$758.6
Ratio of expenses to average net assets	1.50% ⁽⁴⁾	1.50%	1.23% ⁽⁶⁾	1.20%	1.20%	1.25% ⁽⁵⁾
Ratio of expenses to average net assets (before waivers)	1.92% ⁽⁴⁾	1.98%	1.78%	1.89%	1.69%	1.63%
Ratio of net investment income (loss) to average net assets	0.23% ⁽⁴⁾	(0.80)%	0.57%	(0.04)%	0.62%	0.04%
Ratio of net investment income (loss) to average net assets (before waivers)	(0.19)% ⁽⁴⁾	(1.27)%	0.02%	(0.73)%	0.13%	(0.34)%
Portfolio turnover rate ⁽⁸⁾	31% ⁽³⁾	72%	67% ⁽⁷⁾	61%	55%	36%

(1) Calculated using average shares outstanding during the period.

(2) Due to timing of capital share transactions, the per share amount of net realized and unrealized gain (loss) on investments varies from the amounts shown in the Statement of Operations.

(3) Not annualized.

(4) Annualized.

(5) Blended rate. Pursuant to the Expense Cap/Reimbursement Agreement effective December 1, 2018, the expense cap decreased to 1.20%. Prior to December 1, 2018, the expense cap was 1.25%.

(6) Blended rate. Pursuant to the Expense Cap/Reimbursement Agreement effective December 12, 2021, the expense cap increased to 1.50%. Prior to December 12, 2021, the expense cap was 1.20%.

(7) The cost of purchases and proceeds from sales of securities that were incurred by the Fund subsequent to Greenhouse's appointment as subadvisor to the Baird Equity Opportunity Fund that related to the alignment of the Fund's portfolio with Greenhouse's investment style are excluded from the portfolio turnover rate calculation. If such amounts had not been excluded, the portfolio turnover rate would have been 189% for the year ended December 31, 2021.

(8) Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Chautauqua International Growth Fund – Institutional Class

	Six Months Ended June 30, 2023 (Unaudited)	Year Ended December 31,				
		2022	2021	2020	2019	2018
Per Share Data:						
Net asset value, beginning of period	\$15.19	\$18.65	\$17.51	\$12.62	\$10.17	\$12.59
Income from investment operations:						
Net investment income ⁽¹⁾	0.12	0.06	0.04	0.01	0.30	0.06
Net realized and unrealized gains (losses) on investments and foreign currency translation	1.71	(3.38)	1.19	5.00	2.42	(2.19)
Total from investment operations	1.83	(3.32)	1.23	5.01	2.72	(2.13)
Less distributions:						
Distributions from net investment income	—	(0.03)	(0.09)	(0.12)	(0.27)	(0.06)
Distributions from net realized gains	—	(0.11)	—	—	—	(0.23)
Total distributions	—	(0.14)	(0.09)	(0.12)	(0.27)	(0.29)
Paid in capital from redemption fees ⁽²⁾	—	—	0.00 ⁽³⁾	0.00 ⁽³⁾	0.00 ⁽³⁾	0.00 ⁽³⁾
Net asset value, end of period	\$17.02	\$15.19	\$18.65	\$17.51	\$12.62	\$10.17
Total return	12.05%⁽⁴⁾	(17.84)%	6.90%	39.84%	26.72%	(16.94)%
Supplemental data and ratios:						
Net assets, end of period (millions)	\$645.4	\$479.1	\$468.2	\$321.8	\$172.7	\$85.4
Ratio of expenses to average net assets	0.80% ⁽⁵⁾	0.80%	0.80%	0.80%	0.80%	0.94% ⁽⁶⁾
Ratio of expenses to average net assets (before waivers)	0.85% ⁽⁵⁾	0.87%	0.86%	0.90%	0.96%	1.07%
Ratio of net investment income to average net assets	1.42% ⁽⁵⁾	0.37%	0.20%	0.07%	2.56%	0.51%
Ratio of net investment income (loss) to average net assets (before waivers)	1.37% ⁽⁵⁾	0.31%	0.14%	(0.03)%	2.40%	0.38%
Portfolio turnover rate ⁽⁷⁾	4% ⁽⁴⁾	23%	14%	31%	31%	42%

⁽¹⁾ Calculated using average shares outstanding during the period.

⁽²⁾ Effective December 1, 2021, the Fund eliminated the 2.00% redemption fee charged on amounts redeemed for shares held 90 days or less.

⁽³⁾ Amount is less than \$0.005.

⁽⁴⁾ Not annualized.

⁽⁵⁾ Annualized.

⁽⁶⁾ Blended rate. Pursuant to the Expense Cap/Reimbursement Agreement effective December 1, 2018, the expense cap decreased to 0.80%. Prior to December 1, 2018, the expense cap was 0.95%.

⁽⁷⁾ Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Chautauqua International Growth Fund – Investor Class

	Six Months Ended June 30, 2023 (Unaudited)	Year Ended December 31,				
		2022	2021	2020	2019	2018
Per Share Data:						
Net asset value, beginning of period	\$15.11	\$18.58	\$17.48	\$12.60	\$10.15	\$12.57
Income from investment operations:						
Net investment income (loss) ⁽¹⁾	0.10	0.02	(0.01)	(0.02)	0.27	0.03
Net realized and unrealized gains (losses) on investments and foreign currency translation	1.70	(3.37)	1.20	4.95 ⁽²⁾	2.41	(2.19)
Total from investment operations	1.80	(3.35)	1.19	4.93	2.68	(2.16)
Less distributions:						
Distributions from net investment income	—	(0.01)	(0.09)	(0.05)	(0.23)	(0.03)
Distributions from net realized gains	—	(0.11)	—	—	—	(0.23)
Total distributions	—	(0.12)	(0.09)	(0.05)	(0.23)	(0.26)
Paid in capital from redemption fees ⁽³⁾	—	—	0.00 ⁽⁴⁾	0.00 ⁽⁴⁾	0.00 ⁽⁴⁾	0.00 ⁽⁴⁾
Net asset value, end of period	\$16.91	\$15.11	\$18.58	\$17.48	\$12.60	\$10.15
Total return	11.91%⁽⁵⁾	(18.03)%	6.62%	39.37%	26.42%	(17.21)%
Supplemental data and ratios:						
Net assets, end of period (thousands)	\$17,627.2	\$13,993.5	\$608.0	\$697.4	\$1,494.8	\$2,147.0
Ratio of expenses to average net assets	1.05% ⁽⁶⁾	1.05%	1.05%	1.05%	1.05%	1.19% ⁽⁷⁾
Ratio of expenses to average net assets (before waivers)	1.10% ⁽⁶⁾	1.12%	1.11%	1.15%	1.21%	1.32%
Ratio of net investment income (loss) to average net assets	1.17% ⁽⁶⁾	0.12%	(0.05)%	(0.18)%	2.31%	0.26%
Ratio of net investment income (loss) to average net assets (before waivers)	1.12% ⁽⁶⁾	0.06%	(0.11)%	(0.28)%	2.15%	0.13%
Portfolio turnover rate ⁽⁸⁾	4% ⁽⁵⁾	23%	14%	31%	31%	42%

(1) Calculated using average shares outstanding during the period.

(2) Due to timing of capital share transactions, the per share amount of net realized and unrealized gain (loss) on investments varies from the amounts shown in the Statement of Operations.

(3) Effective December 1, 2021, the Fund eliminated the 2.00% redemption fee charged on amounts redeemed for shares held 90 days or less.

(4) Amount is less than \$0.005.

(5) Not annualized.

(6) Annualized.

(7) Blended rate. Pursuant to the Expense Cap/Reimbursement Agreement effective December 1, 2018, the expense cap decreased to 1.05%. Prior to December 1, 2018, the expense cap was 1.20%.

(8) Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Chautauqua Global Growth Fund – Institutional Class

	Six Months Ended June 30, 2023 (Unaudited)	Year Ended December 31,				
		2022	2021	2020	2019	2018
Per Share Data:						
Net asset value, beginning of period	\$17.84	\$22.36	\$19.85	\$14.47	\$11.29	\$13.43
Income from investment operations:						
Net investment income (loss) ⁽¹⁾	0.09	0.04	0.00 ⁽³⁾	(0.03)	0.22	0.00 ⁽³⁾
Net realized and unrealized gains (losses) on investments and foreign currency translation	2.03	(4.54)	2.59	5.49	3.18	(1.98)
Total from investment operations	2.12	(4.50)	2.59	5.46	3.40	(1.98)
Less distributions:						
Distributions from net investment income	—	—	(0.08)	(0.09)	(0.16)	(0.00) ⁽³⁾
Distributions from net realized gains	—	(0.02)	—	—	(0.06)	(0.16)
Total distributions	—	(0.02)	(0.08)	(0.09)	(0.22)	(0.16)
Paid in capital from redemption fees ⁽²⁾	—	—	0.00 ⁽³⁾	0.01	0.00 ⁽³⁾	0.00 ⁽³⁾
Net asset value, end of period	\$19.96	\$17.84	\$22.36	\$19.85	\$14.47	\$11.29
Total return	11.88%⁽⁴⁾	(20.11)%	12.93%	37.97%	30.14%	(14.70)%
Supplemental data and ratios:						
Net assets, end of period (millions)	\$303.9	\$264.9	\$314.7	\$137.3	\$55.8	\$36.8
Ratio of expenses to average net assets	0.80% ⁽⁵⁾	0.80%	0.80%	0.80%	0.80%	0.94% ⁽⁶⁾
Ratio of expenses to average net assets (before waivers)	0.88% ⁽⁵⁾	0.92%	0.92%	1.04%	1.23%	1.34%
Ratio of net investment income (loss) to average net assets	0.99% ⁽⁵⁾	0.20%	0.01%	(0.17)%	1.64%	0.01%
Ratio of net investment income (loss) to average net assets (before waivers)	0.91% ⁽⁵⁾	0.09%	(0.11)%	(0.41)%	1.21%	(0.39)%
Portfolio turnover rate ⁽⁷⁾	7% ⁽⁴⁾	12%	13%	24%	26%	38%

⁽¹⁾ Calculated using average shares outstanding during the period.

⁽²⁾ Effective December 1, 2021, the Fund eliminated the 2.00% redemption fee charged on amounts redeemed for shares held 90 days or less.

⁽³⁾ Amount is less than \$0.005.

⁽⁴⁾ Not annualized.

⁽⁵⁾ Annualized.

⁽⁶⁾ Blended rate. Pursuant to the Expense Cap/Reimbursement Agreement effective December 1, 2018, the expense cap decreased to 0.80%. Prior to December 1, 2018, the expense cap was 0.95%.

⁽⁷⁾ Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Financial Highlights

Baird Chautauqua Global Growth Fund – Investor Class

	Six Months Ended June 30, 2023 (Unaudited)	Year Ended December 31,				
		2022	2021	2020	2019	2018
Per Share Data:						
Net asset value, beginning of period	\$17.65	\$22.18	\$19.74	\$14.36	\$11.22	\$13.37
Income from investment operations:						
Net investment income (loss) ⁽¹⁾	0.07	(0.01)	(0.05)	(0.06)	0.19	(0.03)
Net realized and unrealized gains (losses) on investments and foreign currency translation	2.00	(4.50)	2.57	5.44	3.15	(1.96)
Total from investment operations	2.07	(4.51)	2.52	5.38	3.34	(1.99)
Less distributions:						
Distributions from net investment income	—	—	(0.08)	(0.05)	(0.14)	—
Distributions from net realized gains	—	(0.02)	—	—	(0.06)	(0.16)
Total distributions	—	(0.02)	(0.08)	(0.05)	(0.20)	(0.16)
Paid in capital from redemption fees ⁽²⁾	—	—	0.00 ⁽³⁾	0.05	0.00 ⁽³⁾	0.00 ⁽³⁾
Net asset value, end of period	\$19.72	\$17.65	\$22.18	\$19.74	\$14.36	\$11.22
Total return	11.73%⁽⁴⁾	(20.32)%	12.64%	37.94%	29.73%	(14.86)%
Supplemental data and ratios:						
Net assets, end of period (thousands)	\$1,055.8	\$931.8	\$1,590.1	\$1,676.7	\$1,606.9	\$713.9
Ratio of expenses to average net assets	1.05% ⁽⁵⁾	1.05%	1.05%	1.05%	1.05%	1.19% ⁽⁶⁾
Ratio of expenses to average net assets (before waivers)	1.13% ⁽⁵⁾	1.17%	1.17%	1.29%	1.48%	1.59%
Ratio of net investment income (loss) to average net assets	0.74% ⁽⁵⁾	(0.05)%	(0.24)%	(0.42)%	1.39%	(0.24)%
Ratio of net investment income (loss) to average net assets (before waivers)	0.66% ⁽⁵⁾	(0.16)%	(0.36)%	(0.66)%	0.96%	(0.64)%
Portfolio turnover rate ⁽⁷⁾	7% ⁽⁴⁾	12%	13%	24%	26%	38%

⁽¹⁾ Calculated using average shares outstanding during the period.

⁽²⁾ Effective December 1, 2021, the Fund eliminated the 2.00% redemption fee charged on amounts redeemed for shares held 90 days or less.

⁽³⁾ Amount is less than \$0.005.

⁽⁴⁾ Not annualized.

⁽⁵⁾ Annualized.

⁽⁶⁾ Blended rate. Pursuant to the Expense Cap/Reimbursement Agreement effective December 1, 2018, the expense cap decreased to 1.05%. Prior to December 1, 2018, the expense cap was 1.20%.

⁽⁷⁾ Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued and excludes in-kind transactions, where applicable.

The accompanying notes are an integral part of these financial statements.

Notes to the Financial Statements

June 30, 2023 (Unaudited)

1. Organization

Baird Funds, Inc. (the “Company”) was incorporated on June 9, 2000, as a Wisconsin corporation and is registered as an open-end management investment company under the Investment Company Act of 1940, as amended (the “1940 Act”). The accompanying financial statements include the Baird Mid Cap Growth Fund, the Baird Small/Mid Cap Growth Fund, the Baird Equity Opportunity Fund, the Baird Chautauqua International Growth Fund and the Baird Chautauqua Global Growth Fund (each a “Fund” and collectively the “Funds”), five of the fifteen active funds in the series comprising the Company. Pursuant to the 1940 Act, the Funds are “diversified” series of the Company except for the Baird Equity Opportunity Fund, which is a non-diversified fund. The investment advisor to the Funds is Robert W. Baird & Co. Incorporated (“Baird” or the “Advisor”). The investment subadvisor to the Baird Equity Opportunity Fund is Greenhouse Funds LLLP (“Greenhouse” or the “Subadvisor”).

The following table presents the class-specific inception dates for each of the Funds:

Fund	Inception Date	
	Institutional Class	Investor Class
Baird Mid Cap Growth Fund	December 29, 2000	December 29, 2000
Baird Small/Mid Cap Growth Fund	October 31, 2018	October 31, 2018
Baird Equity Opportunity Fund	May 1, 2012	May 1, 2012
Baird Chautauqua International Growth Fund ⁽¹⁾	April 15, 2016	April 15, 2016
Baird Chautauqua Global Growth Fund ⁽²⁾	April 15, 2016	April 15, 2016

⁽¹⁾ Effective April 30, 2023, the Fund changed its name from the Chautauqua International Growth Fund to the Baird Chautauqua International Growth Fund.

⁽²⁾ Effective April 30, 2023, the Fund changed its name from the Chautauqua Global Growth Fund to the Baird Chautauqua Global Growth Fund.

Institutional Class shares are not subject to a distribution and service (12b-1) fee, while Investor Class shares are subject to a distribution and service (12b-1) fee up to 0.25%. See Note 7.

The Baird Mid Cap Growth Fund seeks to provide long-term growth of capital through investments in equity securities of mid-capitalization companies.

The Baird Small/Mid Cap Growth Fund seeks to provide long-term growth of capital through investments in equity securities of small- and mid-capitalization companies.

The Baird Equity Opportunity Fund seeks to provide long-term capital appreciation through investments in equity securities of small- and mid-capitalization companies.

The Baird Chautauqua International Growth Fund seeks to provide long-term capital appreciation. The Fund invests primarily in equity securities of non-U.S. companies with medium to large market capitalizations.

The Baird Chautauqua Global Growth Fund seeks to provide long-term capital appreciation. The Fund invests primarily in equity securities of both U.S. and non-U.S. companies with medium to large market capitalizations.

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a fund creates a presumption of control of the fund, under Section 2(a)(9) of the 1940 Act. As of June 30, 2023, the Advisor, in its capacity as sponsor of the Baird Profit Sharing & Savings Plan and the Baird Non-Qualified Compensation Plan, and the Baird Foundation, an entity related to the Advisor, on a combined basis, owned a controlling ownership in the Baird Equity Opportunity Fund.

2. Significant Accounting Policies

The following is a summary of significant accounting policies consistently followed by the Funds in the preparation of their financial statements. These policies are in conformity with accounting principles generally accepted in the United States of America (“GAAP”). The Funds are investment companies and therefore follow the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification Topic 946, *Financial Services – Investment Companies*.

- a) **Investment Valuation** – Section 2(a)(41) of the 1940 Act, together with the rules and interpretations of the U.S. Securities and Exchange Commission (the “SEC”), require the Funds, in computing net asset value (“NAV”), to value their portfolio securities using market quotations when they are “readily available.” When market quotations are not readily available (e.g., because there is no regular market quotation for such securities), the securities are valued at fair value using methods determined by the Advisor as the valuation designee of the Board of Directors of the Company (the “Board”) in accordance with policies and procedures adopted pursuant to Rule 2a-5 of the 1940 Act. Per GAAP, the “fair value” of a security means the price that would be received to sell a security in an orderly transaction between market participants at the measurement date.

The Funds determine the fair value of their investments and compute their NAV per share as of the close of regular trading of the New York Stock Exchange (generally, 4:00 p.m. ET).

Consistent with Section 2(a)(41) of the 1940 Act, the Funds price their securities as follows: common stocks that are listed on a securities exchange (other than NASDAQ) are valued at the last quoted sales price. Securities traded on NASDAQ are valued at the NASDAQ Official Closing Price. Price information on listed stocks is taken from the exchange where the security is primarily traded. Securities that were not traded on the valuation date, as well as stocks that are not listed on an exchange, including NASDAQ, are valued at the average of the current bid and ask price. Debt securities are valued at their evaluated bid prices as provided by an independent pricing service based on various market inputs such as benchmark yields, market transactions and dealer quotations. Investments in mutual funds, including money market funds, are valued at their stated NAV. Other assets and securities for which market quotations are not readily available are valued at fair value as determined in good faith by the Advisor in accordance with the Fund’s fair value procedures. In accordance with such procedures, the Advisor may, under certain circumstances, use alternative valuation methodologies, such as broker quotes. If prices are unavailable or deemed to be unreliable, fair value will be determined by the Advisor. The Advisor has designated its valuation committee to be responsible for fair value determinations. In determining fair value, the valuation committee takes into account factors deemed relevant by the valuation committee and available information. Consequently, the price of the security used by a Fund to calculate its NAV may differ from quoted or published prices for the same security. Fair value pricing involves subjective judgments and there is no single standard for determining a security’s fair value. As a result, different mutual funds could reasonably arrive at a different fair value for the same security. It is possible that the fair value determined for a security is materially different from the value that could be realized upon the sale of that security or from the values that other mutual funds may determine. The prices determined for any individual security on any given day may vary significantly from the amount that can be obtained in an actual sale of that security, and the Funds’ NAVs may fluctuate significantly from day to day or from period to period.

Put and call options will be valued at the last sale price or, in the absence of such a price, at the mean between bid and asked prices. See Note 2(d) for additional information regarding financial derivative instruments.

Notes to the Financial Statements

June 30, 2023 (Unaudited)

2. Significant Accounting Policies (cont.)

The Baird Chautauqua International Growth, Baird Chautauqua Global Growth, and Baird Equity Opportunity Funds have retained an independent fair value pricing service to assist in valuing foreign securities in order to adjust for possible changes in value that may occur between the close of the foreign exchange and the time at which the Funds calculate their NAVs. The fair value pricing service uses statistical data based on historical performance of securities and markets, and other data in developing factors used to estimate fair value for that day.

- b) **Foreign Securities** – Investing in securities of foreign companies and foreign governments involves special risks and considerations not typically associated with investing in U.S. companies and the U.S. government. These risks include foreign currency fluctuations and adverse political and economic developments. Moreover, securities of many foreign companies and foreign governments and their markets may be less liquid and their prices more volatile than those of securities of comparable U.S. companies and the U.S. government. Occasionally, events that affect these values and exchange rates may occur after the close of the exchange on which such securities are traded. If such events materially affect the value of a Fund's securities, these securities may be valued at their fair value pursuant to the Advisor's fair value procedures.
- c) **Foreign Currency Translation** – Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollar amounts at date of valuation. Purchases and sales of portfolio securities and income items denominated in foreign currencies are translated into U.S. dollar amounts on the respective dates of such transactions. When a Fund purchases or sells a foreign security, it will customarily enter into a foreign exchange contract to minimize foreign exchange risk from the trade date to the settlement date of such transaction. The Funds do not isolate the portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held nor currency gains or losses realized between the trade and settlement dates on securities transactions. Such fluctuations are included with the net realized and unrealized gain or loss from investments. Net realized gain (loss) on foreign currency translations include those gains and losses arising from the sale of foreign currencies, currency gains or losses realized between the trade and settlement dates on foreign currency transactions, the differences between the amounts of dividends, and foreign withholding taxes recorded on a Fund's books, and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized appreciation (depreciation) on investments includes changes in the value of investments resulting from exchange rates.
- d) **Financial Derivatives Instruments** – Financial derivatives instruments, such as option contracts, derive their value from the performance of an underlying asset or index. The Baird Equity Opportunity Fund (the "Fund") may purchase and sell (write) put options and call options on securities or indices in standardized contracts listed on securities exchanges. The Fund may also purchase and sell (write) over-the-counter ("OTC") put options and call options. The Fund qualifies as a "limited derivatives user" under Rule 18f-4 and limits its derivatives exposure to 10% of its net assets.

A call option gives the purchaser of the option the right to buy, and a writer the obligation to sell, the underlying security or index at the stated exercise price at any time prior to the expiration of the option, regardless of the market price of the security. The premium paid to the writer is in consideration for undertaking the obligations under the option contract. A put option gives the purchaser the right to sell the underlying security or index at the stated exercise price at any time prior to the expiration date of the option, regardless of the market price of the security or index. In contrast to an option on a particular security, an option on an index provides the holder with the right to make or receive a cash settlement upon exercise of the option. The amount of this settlement will be equal to the difference between the closing price of the index at the time of exercise and the exercise price of the option expressed in dollars, times a specified multiple.

Writing Put and Call Options

As the writer of a put option, the Fund has a risk of loss should the underlying reference instrument decline in value. If the value of the underlying reference instrument declines below the exercise price of the put option and the put option is exercised, the Fund, as the writer of the put option, will be required to buy the instrument at the exercise price, which will exceed the market value of the underlying reference instrument at that time. The Fund will incur a loss to the extent that the current market value of the underlying reference instrument is less than the exercise price of the put option. However, the loss will be offset in part by the premium received from the buyer of the put. If a put option written by the Fund expires unexercised, the Fund will realize a gain in the amount of the premium received.

By writing a call option on a security, the Fund foregoes the opportunity to profit from an increase in the market price of the underlying security above the exercise price except insofar as the premium represents such a profit, and it is not able to sell the underlying security until the option expires or is exercised or the Fund effects a closing purchase transaction by purchasing an option of the same series. Except to the extent that a written call option on an index is covered by an option on the same index purchased by the Fund, movements in the index may result in a loss to the Fund; however, such losses may be mitigated by changes in the value of securities held by the Fund during the period the option was outstanding.

If a call option on a security is exercised, the Fund may deliver the underlying security held by the Fund or purchase the underlying security in the open market. In either event, the proceeds of the sale will be increased by the net premium originally received, and the Fund will realize a gain or loss.

At June 30, 2023, the Baird Equity Opportunity Fund pledged securities with a fair value of \$2,712,675 as collateral for option contracts. See the Fund's Schedule of Investments for the securities pledged as collateral.

- e) **Income Tax Status** – The Funds intend to continue to qualify as regulated investment companies as provided in Subchapter M of the Internal Revenue Code and to distribute substantially all of their taxable income to their shareholders in a manner which results in no tax expense to the Funds. Therefore, no federal income or excise tax provision is recorded.

There is no tax liability resulting from unrecognized tax benefits relating to uncertain income tax positions taken or expected to be taken on the tax return for the year ended December 31, 2022, or for any other tax years which are open for exam. As of December 31, 2022, open tax years include the tax years ended December 31, 2019 through 2022. The Funds are not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next 12 months. The Funds recognize interest and penalties, if any, related to unrecognized tax benefits as interest expense and other expense, respectively, in the Statement of Operations. During the period, the Funds did not incur any interest or penalties.

- f) **Allocation of Income and Expenses** – Each Fund is charged for those expenses directly attributable to it. Expenses directly attributable to a class of shares, such as Rule 12b-1 distribution fees, are charged to that class of shares. Income, expenses and realized and unrealized gains and losses are allocated to the classes based on their respective net assets. Expenses that are not directly attributable to a Fund are allocated among the Funds in the series in proportion to their respective assets or are divided equally amongst the Funds.
- g) **Shareholder Transactions and Distributions** – Shareholder transactions are recorded on trade date. Dividends from net investment income, if any, are declared and paid annually. Distributions of net realized capital gains, if any, are declared and paid at least annually. All distributions to shareholders are recorded on the ex-dividend date. The book basis character of distributions may differ from their ultimate characterization for Federal income tax purposes. GAAP requires that permanent financial reporting and tax differences be reclassified in the capital accounts.
- h) **Use of Estimates** – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

Notes to the Financial Statements

June 30, 2023 (Unaudited)

2. Significant Accounting Policies (cont.)

- i) **Securities Transactions and Investment Income** – Investment transactions are recorded on trade date. The Funds determine the gain or loss realized from investment transactions using the identified cost basis. For financial reporting purposes, investment transactions are recorded on the trade date. When a capital gain tax is determined to apply, the Funds may record an estimated deferred tax liability in an amount that would be payable if the securities were disposed of on the valuation date. Dividend income is recognized on the ex-dividend date net of withholding taxes, if any, and interest income is recognized on an accrual basis. Withholding taxes on foreign dividends have been accounted for in accordance with the Funds' interpretation of applicable tax laws of the countries in which they invest. Distributions received from underlying investments in real estate investment trusts ("REITs") may be classified as dividends, capital gains or return of capital.
- j) **Guarantees and Indemnifications** – In the normal course of business, the Funds enter into contracts with service providers that contain general indemnification clauses. The Funds' maximum exposure under these arrangements is unknown and would involve future claims against the Funds that have not yet occurred. Based on experience, the Funds would expect the risk of loss to be low.
- k) **New Regulatory and Accounting Pronouncements** – In March 2020, FASB issued Accounting Standards Update 2020-04, *Reference Rate Reform: Facilitation of the Effects of Reference Rate Reform on Financial Reporting* ("ASU 2020-04"), in January 2021, the FASB issued Accounting Standards Update 2021-01, *Reference Rate Reform* (Topic 848): *Scope* ("ASU 2021-01"), and in December 2022, the FASB issued Accounting Standards Update ASU 2022-06, *Reference Rate Reform* (Topic 848): *Deferral of the Sunset Date of Topic 848* ("ASU 2022-06"), which provides optional, temporary relief with respect to the financial reporting of contracts subject to certain types of modifications due to the planned discontinuation of the London Interbank Offered Rate ("LIBOR") and other interbank offered rates as of the end of 2021. The temporary relief provided by ASU 2020-04, ASU 2021-01, and ASU 2022-06 is effective for certain reference rate-related contract modifications that occur during the period from March 12, 2020 through December 31, 2024. Management is evaluating the impact of ASU 2020-04, ASU 2021-01, and ASU 2022-06 on the Funds' investments, derivatives, debt, and other contracts that will undergo reference rate-related modifications as a result of the reference rate reform. Management is also actively working with other financial institutions and counterparties to modify contracts as required by applicable regulation and within the regulatory deadlines.

In October 2022, the Securities and Exchange Commission (the "SEC") adopted a final rule relating to Tailored Shareholder Reports for Mutual Funds and Exchange-Traded Funds; Fee Information in Investment Company Advertisements. The rule and form amendments will, among other things, require the Fund to transmit concise and visually engaging shareholder reports that highlight key information. The amendments will require that funds tag information in a structured data format and that certain more in-depth information be made available online and available for delivery free of charge to investors on request. The amendments became effective January 24, 2023. There is an 18-month transition period after the effective date of the amendment.

3. Capital Share Transactions

The following table summarizes the capital share transactions of each Fund for the past two fiscal periods:

Baird Mid Cap Growth Fund

	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Institutional Class Shares				
Shares sold	11,446,972	\$ 263,294,816	25,796,351	\$ 593,227,526
Shares issued to shareholders in reinvestment of distributions	—	—	1,129,988	24,102,645
Shares redeemed	(7,944,140)	(181,254,672)	(22,159,031)	(495,135,412)
Net increase	3,502,832	\$ 82,040,144	4,767,308	\$ 122,194,759
Shares Outstanding:				
Beginning of period	83,890,648		79,123,340	
End of period	87,393,480		83,890,648	
	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Investor Class Shares				
Shares sold	1,109,660	\$ 23,322,678	1,757,374	\$ 37,161,800
Shares issued to shareholders in reinvestment of distributions	—	—	136,407	2,655,852
Shares redeemed	(980,913)	(20,582,056)	(2,528,284)	(54,245,204)
Net increase (decrease)	128,747	\$ 2,740,622	(634,503)	\$ (14,427,552)
Shares Outstanding:				
Beginning of period	8,009,772		8,644,275	
End of period	8,138,519		8,009,772	
Total net increase		\$ 84,780,766		\$ 107,767,207

Notes to the Financial Statements

June 30, 2023 (Unaudited)

3. Capital Share Transactions (cont.)

Baird Small/Mid Cap Growth Fund

	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Institutional Class Shares				
Shares sold	1,273,730	\$19,818,011	2,879,793	\$ 46,228,086
Shares issued to shareholders in reinvestment of distributions	—	—	67,805	987,916
Shares redeemed	(643,835)	(9,958,912)	(996,638)	(15,500,122)
Net increase	629,895	\$ 9,859,099	1,950,960	\$ 31,715,880
Shares Outstanding:				
Beginning of period	10,193,245		8,242,285	
End of period	10,823,140		10,193,245	

	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Investor Class Shares				
Shares sold	9,420	\$ 145,904	13,483	\$ 203,375
Shares issued to shareholders in reinvestment of distributions	—	—	374	5,385
Shares redeemed	(326)	(5,000)	(2,908)	(43,690)
Net increase	9,094	\$ 140,904	10,949	\$ 165,070
Shares Outstanding:				
Beginning of period	54,738		43,789	
End of period	63,832		54,738	
Total net increase		\$10,000,003		\$ 31,880,950

Baird Equity Opportunity Fund

	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Institutional Class Shares				
Shares sold	320,792	\$ 4,081,551	828,640	\$ 12,850,612
Shares issued to shareholders in reinvestment of distributions	—	—	1,217,811	14,260,575
Shares redeemed	(424,018)	(5,233,270)	(560,334)	(8,777,787)
Net increase (decrease)	(103,226)	\$ (1,151,719)	1,486,117	\$ 18,333,400
Shares Outstanding:				
Beginning of period	4,933,286		3,447,169	
End of period	4,830,060		4,933,286	

	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Investor Class Shares				
Shares sold	—	\$ —	—	\$ —
Shares issued to shareholders in reinvestment of distributions	—	—	49	570
Shares redeemed	—	—	—	—
Net increase	—	\$ —	49	\$ 570
Shares Outstanding:				
Beginning of period	194		145	
End of period	194		194	
Total net increase (decrease)		\$ (1,151,719)		\$ 18,333,970

Notes to the Financial Statements

June 30, 2023 (Unaudited)

3. Capital Share Transactions (cont.)

Baird Chautauqua International Growth Fund

	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Institutional Class Shares				
Shares sold	9,534,828	\$ 160,233,565	17,375,159	\$ 270,605,607
Shares issued to shareholders in reinvestment of distributions	—	—	239,100	3,685,237
Shares redeemed	(3,156,776)	(52,875,833)	(11,175,681)	(166,780,762)
Net increase	6,378,052	<u>\$ 107,357,732</u>	6,438,578	<u>\$ 107,510,082</u>
Shares Outstanding:				
Beginning of period	31,544,240		25,105,662	
End of period	<u>37,922,292</u>		<u>31,544,240</u>	

	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Investor Class Shares				
Shares sold	149,118	\$ 2,475,899	910,520	\$ 13,813,926
Shares issued to shareholders in reinvestment of distributions	—	—	7,208	110,823
Shares redeemed	(32,803)	(538,833)	(24,147)	(354,809)
Net increase	116,315	<u>\$ 1,937,066</u>	893,581	<u>\$ 13,569,940</u>
Shares Outstanding:				
Beginning of period	926,310		32,729	
End of period	<u>1,042,625</u>		<u>926,310</u>	
Total net increase		<u>\$ 109,294,798</u>		<u>\$ 121,080,022</u>

Baird Chautauqua Global Growth

	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Institutional Class Shares				
Shares sold	980,118	\$ 18,964,479	2,949,098	\$ 55,678,922
Shares issued to shareholders in reinvestment of distributions	—	—	17,927	325,563
Shares redeemed	(601,875)	(11,638,339)	(2,197,613)	(40,872,035)
Net increase	378,243	<u>\$ 7,326,140</u>	769,412	<u>\$ 15,132,450</u>
Shares Outstanding:				
Beginning of period	14,847,093		14,077,681	
End of period	<u>15,225,336</u>		<u>14,847,093</u>	

	Six Months Ended June 30, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Investor Class Shares				
Shares sold	6,594	\$ 126,104	19,559	\$ 348,846
Shares issued to shareholders in reinvestment of distributions	—	—	68	1,216
Shares redeemed	(5,841)	(110,099)	(38,552)	(804,656)
Net increase (decrease)	753	<u>\$ 16,005</u>	(18,925)	<u>\$ (454,594)</u>
Shares Outstanding:				
Beginning of period	52,780		71,705	
End of period	<u>53,533</u>		<u>52,780</u>	
Total net increase		<u>\$ 7,342,145</u>		<u>\$ 14,677,856</u>

4. Investment Transactions and Income Tax Information

During the six months ended June 30, 2023, purchases and sales of investment securities (excluding short-term investments) were as follows:

	Baird Mid Cap Growth Fund	Baird Small/Mid Cap Growth Fund	Baird Equity Opportunity Fund	Baird Chautauqua International Growth Fund	Baird Chautauqua Global Growth Fund
Purchases:	\$586,415,100	\$50,541,382	\$18,795,048	\$127,970,552	\$22,970,070
Sales:	535,235,204	40,468,914	20,230,764	25,575,099	18,563,631

The Funds did not purchase or sell U.S. Government securities during the six months ended June 30, 2023.

Notes to the Financial Statements

June 30, 2023 (Unaudited)

4. Investment Transactions and Income Tax Information (cont.)

As of December 31, 2022, the components of accumulated earnings (accumulated losses) for income tax purposes were as follows:

	Baird Mid Cap Growth Fund	Baird Small/Mid Cap Growth Fund	Baird Equity Opportunity Fund	Baird Chautauqua International Growth Fund	Baird Chautauqua Global Growth Fund
Cost of investments	<u>\$1,502,643,294</u>	<u>\$150,185,110</u>	<u>\$60,785,201</u>	<u>\$458,385,277</u>	<u>\$266,499,055</u>
Gross unrealized appreciation	550,513,897	15,793,689	4,867,830	104,543,594	47,183,466
Gross unrealized depreciation	(126,896,157)	(18,261,075)	(7,677,931)	(70,966,558)	(48,148,408)
Net unrealized appreciation (depreciation)	<u>423,617,740</u>	<u>(2,467,386)</u>	<u>(2,810,101)</u>	<u>33,577,036</u>	<u>(964,942)</u>
Undistributed ordinary income	—	—	—	1,276,371	392,866
Distributable earnings	<u>—</u>	<u>—</u>	<u>—</u>	<u>1,276,371</u>	<u>392,866</u>
Other accumulated losses	<u>(45,587,598)</u>	<u>(19,612,987)</u>	<u>(829,535)</u>	<u>(9,574,044)</u>	<u>(1,575,488)</u>
Total distributable earnings (accumulated deficit)	<u>\$ 378,030,142</u>	<u>\$ (22,080,373)</u>	<u>\$ (3,639,636)</u>	<u>\$ 25,279,363</u>	<u>\$ (2,147,564)</u>

The difference between book-basis and tax-basis unrealized appreciation is attributable primarily to the tax deferral of losses on wash sales and mark-to-market on passive foreign investment companies.

Additionally, GAAP requires that certain components of net assets relating to permanent differences be reclassified between financial and tax reporting. These reclassifications are primarily due to differing treatments for equalization accounting for tax purposes and net operating losses. These reclassifications have no effect on net assets or NAV per share.

For the year ended December 31, 2022, the following table shows the reclassifications made:

<u>Fund</u>	<u>Total Distributable Earnings</u>	<u>Paid In Capital</u>
Baird Mid Cap Growth Fund	\$6,401,018	\$(6,401,018)
Baird Small/Mid Cap Growth Fund	522,385	(522,385)
Baird Equity Opportunity Fund	(800,963)	800,963

Distributions to Shareholders

Each Fund generally pays dividends from net investment income and distributes net realized capital gains, if any, at least annually. Income and capital gain distributions are determined in accordance with income tax regulations, which may differ from GAAP. Certain Funds also utilize earnings and profits distributed to shareholders on redemptions of shares as part of the dividends paid deduction.

During the six months ended June 30, 2023, the Funds did not pay any distributions. During the year ended December 31, 2022, the tax components of distributions paid were as follows:

<u>Fund</u>	<u>Year Ended December 31, 2022</u>		
	<u>Ordinary Income</u>	<u>Long-Term Capital Gains</u>	<u>Total</u>
Baird Mid Cap Growth Fund	\$5,430,320	\$25,642,571	\$31,072,891
Baird Small/Mid Cap Growth Fund	—	1,000,232	1,000,232
Baird Equity Opportunity Fund	449,445	14,047,005	14,496,450
Baird Chautauqua International Growth Fund	2,548,180	1,777,754	4,325,934
Baird Chautauqua Global Growth Fund	344,680	—	344,680

The Funds in the table above designated as long-term capital gain dividend, pursuant to Internal Revenue Code Section 852(b)(3), the amount necessary to reduce the earnings and profits of the Funds related to net capital gain to zero for the tax year ended December 31, 2022.

At December 31, 2022, the following Fund deferred, on a tax basis, post-October losses and specified losses of:

<u>Fund</u>	<u>Loss Deferral</u>
Baird Equity Opportunity Fund	\$913,297

At December 31, 2022, accumulated net realized capital loss carryovers without expiration were:

<u>Fund</u>	<u>Capital Loss Carryover</u>		<u>Year of Expiration</u>	
	<u>Short-term</u>	<u>Long-term</u>	<u>Short-term</u>	<u>Long-term</u>
Baird Mid Cap Growth Fund	\$45,587,598	\$ —	Indefinitely	N/A
Baird Small/Mid Cap Growth Fund	11,832,524	7,780,463	Indefinitely	Indefinitely
Baird Chautauqua International Growth Fund	5,686,321	3,888,629	Indefinitely	Indefinitely
Baird Chautauqua Global Growth Fund	520,040	1,055,905	Indefinitely	Indefinitely

During the year ended December 31, 2022, the Funds did not utilize short-term or long-term capital loss carryover.

Notes to the Financial Statements

June 30, 2023 (Unaudited)

5. Investment Advisory and Other Agreements

The Funds have entered into Investment Advisory Agreements with Baird for the provision of investment advisory services. In addition, Baird has entered into a Subadvisory Agreement with Greenhouse related to the Baird Equity Opportunity Fund. Pursuant to the Investment Advisory Agreements, the Advisor is entitled to receive a fee, calculated daily and payable monthly, at the annual rates as follows:

<u>Fund</u>	<u>Investment Advisory Fees</u>
Baird Mid Cap Growth Fund	0.75%
Baird Small/Mid Cap Growth Fund	0.75%
Baird Equity Opportunity Fund	1.25%
Baird Chautauqua International Growth Fund	0.75%
Baird Chautauqua Global Growth Fund	0.75%

Under the Subadvisory Agreement, Baird is obligated to pay Greenhouse its subadvisory fee out of the advisory fee paid to Baird by the Baird Equity Opportunity Fund.

The Advisor has contractually agreed to waive its investment advisory fee and/or reimburse the Funds' operating expenses, to the extent necessary to ensure that total operating expenses, including the fees and expenses incurred by the Funds in connection with the Funds' investments in other investment companies (to the extent, in the aggregate, such fees and expenses on an annual basis exceed 0.0049% of the Fund's average daily net assets) and interest expense, but excluding taxes, brokerage commissions and extraordinary expenses, do not exceed the following annual percentages of the average daily net assets attributable to the Funds' Institutional Class and Investor Class shares:

<u>Fund</u>	<u>Institutional Class</u>	<u>Investor Class</u>
Baird Mid Cap Growth Fund	0.85%	1.10%
Baird Small/Mid Cap Growth Fund	0.85%	1.10%
Baird Equity Opportunity Fund	1.25%	1.50%
Baird Chautauqua International Growth Fund	0.80%	1.05%
Baird Chautauqua Global Growth Fund	0.80%	1.05%

The Expense Cap/Reimbursement Agreement is in effect through at least April 30, 2024 for the Baird Mid Cap Growth, Baird Small/Mid Cap Growth, Baird Chautauqua International Growth, and Baird Chautauqua Global Growth Funds. The Expense Cap/Reimbursement Agreement is in effect through at least April 30, 2025 for the Baird Equity Opportunity Fund.

To the extent that the Advisor reimburses or absorbs fees and expenses, it may seek payment of such amounts for three years after the date in which expenses were reimbursed or absorbed for all Funds other than the Baird Equity Opportunity Fund. A Fund will make no such payment, however, if its total annual operating expenses exceed the expense limits in effect at the time the expenses were reimbursed or at the time these payments are proposed. The Advisor is not entitled to recoup any fees waived and/or expenses reimbursed by the Baird Equity Opportunity Fund under the agreement or under prior agreements.

	<u>Six Months Ended June 30,</u>	<u>Fiscal Year Ended December 31,</u>		
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Recoverable amounts reimbursed during:				
Subject to recovery on or before:	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
<u>Fund:</u>				
Baird Small/Mid Cap Growth Fund	\$ 54,280	\$189,890	\$161,354	\$ 82,828
Baird Chautauqua International Growth Fund	142,206	315,901	265,579	114,299
Baird Chautauqua Global Growth Fund	117,766	317,746	295,197	110,732

For the six months ended June 30, 2023, the Advisor waived the following amount pursuant to the Expense Cap/Reimbursement Agreement between the Advisor and the Company on behalf of the Baird Equity Opportunity Fund:

<u>Fund</u>	<u>Waived Amount</u>
Baird Equity Opportunity Fund	\$129,183

U.S. Bancorp Fund Services, LLC, doing business as U.S. Bank Global Fund Services, serves as transfer agent, administrator, and accounting services agent for the Funds. U.S. Bank, N.A. ("U.S. Bank") serves as custodian for the Funds.

Robert W. Baird & Co. Incorporated (the "Distributor") is the sole distributor of the Funds pursuant to a distribution agreement.

No commissions were earned by the Distributor for services rendered as a registered broker-dealer in securities transactions for the six months ended June 30, 2023 for the Funds.

Certain officers and employees of the Advisor are also officers of the Funds.

6. Line of Credit

The Company maintains an uncommitted line of credit ("LOC") with U.S. Bank to provide the fifteen Funds comprising the Company a temporary liquidity source to meet unanticipated redemptions or other permissible borrowing needs. The LOC is unsecured at all times and is subject to certain restrictions and covenants. Under the terms of the LOC, borrowings for each Fund are limited to one third of the total eligible net assets (including the amount borrowed) of the respective Fund, or \$850,000,000 of total borrowings for the Funds comprising the Company, whichever is less. U.S. Bank charges annualized interest at the greater of 1.00% or the Prime Rate minus 2.00%. As of June 30, 2023, the Prime Rate was 8.25%. The LOC matures on May 20, 2024, unless renewed. The Company has authorized U.S. Bank to charge any of the accounts of the borrowing Fund subject to the agreement for any missed payments.

During the six months ended June 30, 2023, the Funds borrowed from the LOC as follows:

<u>Fund</u>	<u>Amount Borrowed</u>	<u>Interest Charges Accrued</u>	<u>Borrowing Rate</u>
Baird Equity Opportunity Fund	\$149,000	\$81	5.50%
Baird Small/Mid Cap Growth Fund	282,000	47	6.00%

No other borrowings occurred during the six months ended June 30, 2023, nor were any other borrowings outstanding under the LOC as of June 30, 2023.

Notes to the Financial Statements

June 30, 2023 (Unaudited)

7. Distribution and Shareholder Service Plan

The Funds have adopted a distribution and shareholder service plan (the “Plan”) pursuant to Rule 12b-1 under the 1940 Act. The Plan allows the Funds to compensate the Distributor for the costs incurred in distributing the Funds’ Investor Class shares, including amounts paid to brokers or dealers, at an annual rate of 0.25% of the average daily net assets of the Funds’ Investor Class shares.

For the six months ended June 30, 2023, the Funds’ Investor Class shares incurred fees pursuant to the Plan as follows:

Fund	
Baird Mid Cap Growth Fund	\$210,106
Baird Small/Mid Cap Growth Fund	1,144
Baird Equity Opportunity Fund	4
Baird Chautauqua International Growth Fund	20,341
Baird Chautauqua Global Growth Fund	1,294

8. Other Derivatives Information

As a principal investment strategy, the Baird Equity Opportunity Fund may purchase and write options to hedge its portfolio and enhance returns. Options are subject to various risks including market risk, liquidity risk, volatility risk, counterparty risk, legal risk, and operations risk.

Management has adopted authoritative standards regarding disclosure about derivatives and hedging activities and how they affect a Fund’s Statement of Assets and Liabilities and Statement of Operations. Since the derivatives may be held for speculative trading purposes, the derivative instruments are not designated as hedging instruments. Accordingly, all realized gains and losses, as well as any change in net unrealized gains or losses on open contracts from the preceding period, are recognized as part of realized and unrealized gain (loss) in the Statement of Operations. These contracts are not subject to a master netting agreement.

The following table presents the fair value of derivative instruments for the Baird Equity Opportunity Fund as of June 30, 2023 as presented on the Fund’s Statement of Assets and Liabilities:

		Fair Value	
	Statement of Assets and Liabilities Location	Assets	Liabilities
Derivatives Not Accounted for as Hedging Instruments			
Baird Equity Opportunity Fund			
Option Contracts			
Purchased option contracts	Investments, at value	\$182,080	\$ —
Written option contracts	Written option contracts, at value	—	99,152
Total Option Contracts		\$182,080	\$99,152

The following table presents the results of the derivatives trading and information related to volume for the six months ended June 30, 2023. The below captions of “Net Realized” and “Net Change in Unrealized” correspond to the captions in the Fund’s Statement of Operations.

	Gain (Loss) from Trading	
	Net Realized	Net Change in Unrealized Appreciation (Depreciation)
Baird Equity Opportunity Fund		
Option Contracts		
Purchased option contracts ^(a)	\$(150,058)	\$15,390
Written option contracts	119,165	15,179
Total Option Contracts	<u>\$ (30,893)</u>	<u>\$30,569</u>

^(a) Purchased options are included in the net realized gain (loss) on investments and net change in unrealized appreciation (depreciation) on investments.

The average monthly notional amount is shown as an indicator of volume. The average monthly notional amounts during the six months ended June 30, 2023 were:

	Average Notional	
	Purchased	Written
Baird Equity Opportunity Fund		
Option contracts	\$2,665,802	\$2,469,332

Please refer to the Fund’s prospectus for a full listing of risks associated with these investments.

9. Subsequent Events

In preparing these financial statements, management has evaluated events after June 30, 2023. There were no subsequent events since June 30, 2023, through the date the financial statements were issued that would warrant adjustment to or additional disclosure in these financial statements.

Statement Regarding Liquidity Risk Management Program

June 30, 2023 (Unaudited)

In accordance with Rule 22e-4 under the Investment Company Act of 1940 (the “Rule”), Baird Funds, Inc. (the “Company”) has adopted and implemented a liquidity risk management program (the “Program”). The Program seeks to promote effective liquidity risk management for each series of the Company (each a “Fund” and collectively, the “Funds”) and to protect Fund shareholders from dilution of their interests. The Board of Directors (the “Board”) of the Company has appointed Robert W. Baird & Co. Incorporated (“Baird”), the Funds’ investment adviser, as the administrator of the Program. Baird has further delegated administration of the Program to its Liquidity Risk Management Committee (the “Committee”), consisting of certain officers of the Funds, senior portfolio managers of the Funds and officers of the Advisor. The Program requires the Committee to provide an annual written report to the Board regarding the adequacy and effectiveness of the Program, including the operation of each Fund’s highly liquid investment minimum (“HLIM”), if applicable, and any material changes made to the Program during the review period.

On February 27, 2023, the Board reviewed the Committee’s annual written report (the “Report”) for the period January 1, 2022 to December 31, 2022 (the “review period”). The Report provided a summary of the Committee’s assessment of each Fund’s liquidity risk, which is the risk that a Fund could not meet requests to redeem shares issued by the Fund without significant dilution of the remaining investors’ interests in the Fund. The Committee’s assessment considered each Fund’s liquidity risk under both normal and reasonably foreseeable stressed market conditions using certain factors required by the Rule and the Program, to the extent deemed appropriate by the Committee. The Committee concluded that the risk of a Fund experiencing a material liquidity event continues to be low.

The Funds have retained ICE Data Services (“ICE”), a third-party vendor, to provide a liquidity risk classification specified by the Rule (highly liquid, moderately liquid, less liquid or illiquid) for each portfolio investment held by the Funds, except with respect to any investments that are unclassified by ICE or that are classified by ICE but are overridden by Baird, for which classifications are provided by the Committee as permitted by the Program. The Report noted that each Fund primarily held investments that were classified as highly liquid during the review period and that each Fund’s portfolio is expected to continue to primarily hold highly liquid investments. Thus, the Committee concluded in the Report that each Fund is considered a “primarily highly liquid fund” (as defined in the Program) and each Fund can therefore rely on the exclusion in the Rule from the requirements to establish an HLIM and to adopt policies and procedures for responding to an HLIM shortfall. The Report further noted that none of the Funds exceeded the 15% limitation on illiquid investments during the review period and the Company has established procedures to file the Funds’ Forms N-PORT on a timely basis. The Report stated that no material changes had been made to the Program during the review period.

The Committee concluded in the Report that the Program is adequately designed, has been effectively implemented, and is operating as intended to manage the liquidity risk of each Fund.

Additional Information (Unaudited)

Proxy Voting

A description of the policies and procedures that the Funds use to determine how to vote proxies relating to portfolio securities is available without charge, upon request, by calling toll free, 1-866-442-2473, by accessing the Funds' website at www.bairdfunds.com or by accessing the SEC's website at www.sec.gov.

Each Fund's proxy voting record for the most recent 12-month period ended June 30 is available without charge, upon request, by calling toll free, 1-866-442-2473, by accessing the Funds' website at www.bairdfunds.com or by accessing the SEC's website at www.sec.gov.

Portfolio Holdings Disclosure

The Funds file a complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Part F of Form N-PORT. The Funds' filings on Part F of Form N-PORT are available on the SEC's website at www.sec.gov. The Funds' Form N-PORT reports may also be obtained by calling toll-free 1-866-442-2473 or by accessing the Funds' website at www.bairdfunds.com.

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