

Baird Intermediate Bond Fund
Schedule of Investments
December 31, 2016

	<u>Principal Amount</u>	<u>Value</u>	<u>% of Net Assets</u>
LONG-TERM INVESTMENTS			
U.S. Treasury Securities			
U.S. Treasury Bonds:			
2.625%, 08/15/2020	\$ 115,700,000	\$ 119,631,949	
1.375%, 08/31/2020	109,750,000	108,609,588	
1.750%, 03/31/2022	280,000,000	276,270,400	
2.500%, 05/15/2024	161,150,000	163,560,965	
2.250%, 11/15/2025	122,700,000	121,127,967	
		<u>789,200,869</u>	<u>34.2%</u>
Other Government Related Securities			
CDP Financial, Inc.,			
4.400%, 11/25/2019 (Acquired 11/20/2009, Cost \$997,520) * f	1,000,000	1,066,813	
Centrais Eletricas Brasileiras SA,			
5.750%, 10/27/2021 (Acquired 10/20/2011 through 10/25/2011, Cost \$1,151,372) * f	1,150,000	1,121,250	
CNOOC Finance (2013) Ltd.,			
3.000%, 05/09/2023 f	2,000,000	1,930,400	
CNOOC Nexen Finance (2014) ULC,			
4.250%, 04/30/2024 f	5,150,000	5,268,950	
Corp Andina de Fomento,			
4.375%, 06/15/2022 f	680,000	721,385	
Electricite de France SA,			
2.350%, 10/13/2020 (Acquired 10/07/2015, Cost \$8,800,006) * f	8,875,000	8,790,137	
Export-Import Bank of Korea,			
2.250%, 01/21/2020 f	3,200,000	3,181,107	
KFW,			
4.875%, 06/17/2019 f	3,250,000	3,503,572	
Korea Electric Power Corp.,			
6.750%, 08/01/2027 f	300,000	358,474	
Korea Gas Corp.,			
2.875%, 07/29/2018 (Acquired 07/22/2013, Cost \$994,790) * f	1,000,000	1,015,619	
Mexico Government International Bond,			
5.125%, 01/15/2020 f	2,650,000	2,844,775	
Petroleos Mexicanos:			
3.125%, 01/23/2019 f	2,000,000	1,983,000	
5.500%, 01/21/2021 f	2,000,000	2,057,500	
Sinopec Group Overseas Development [2015] Ltd.,			
2.500%, 04/28/2020 (Acquired 04/21/2015, Cost \$2,987,280) * f	3,000,000	2,980,113	
Sinopec Group Overseas Development [2016] Ltd.:			
1.750%, 09/29/2019 (Acquired 09/22/2016, Cost \$2,988,330) * f	3,000,000	2,950,914	
2.750%, 05/03/2021 (Acquired 04/25/2016, Cost \$4,990,750) * f	5,000,000	4,938,260	
The Korea Development Bank,			
3.875%, 05/04/2017 f	2,150,000	2,165,372	
		<u>46,877,641</u>	<u>2.0%</u>
Corporate Bonds			
Industrials			
21st Century Fox America, Inc.,			
3.700%, 10/15/2025	2,825,000	2,859,335	
Abbott Laboratories,			
3.400%, 11/30/2023	10,000,000	9,962,410	
Agilent Technologies, Inc.,			
3.050%, 09/22/2026	1,450,000	1,385,349	
Agrium, Inc.,			
3.150%, 10/01/2022 f	1,306,000	1,298,410	
Altera Corp.,			
2.500%, 11/15/2018	2,000,000	2,034,538	
Ameritech Capital Funding Corp.,			
6.450%, 01/15/2018	3,008,000	3,144,413	
Anadarko Petroleum Corp.,			
6.950%, 06/15/2019	1,000,000	1,109,449	
Anglo American Capital PLC,			
9.375%, 04/08/2019 (Acquired 07/11/2012, Cost \$2,247,130) * f	2,000,000	2,285,000	
Anheuser-Busch InBev Finance, Inc.,			
3.300%, 02/01/2023	9,300,000	9,464,908	
Anheuser-Busch InBev Worldwide, Inc.,			
1.576%, 08/01/2018 ∞	3,980,000	4,004,441	
Apple, Inc.,			
2.400%, 05/03/2023	2,000,000	1,947,436	
AT&T, Inc.,			
3.600%, 02/17/2023	9,000,000	9,076,680	
Boardwalk Pipelines LP,			
5.200%, 06/01/2018	2,500,000	2,588,368	
Boston Scientific Corp.,			
4.125%, 10/01/2023	3,000,000	3,112,356	

BP Capital Markets PLC:		
4.750%, 03/10/2019 f	2,500,000	2,650,165
2.521%, 01/15/2020 f	2,650,000	2,665,383
3.245%, 05/06/2022 f	1,000,000	1,021,133
British Telecommunications PLC,		
5.950%, 01/15/2018 f	2,000,000	2,084,404
Bunge Limited Finance Corp.:		
3.200%, 06/15/2017	1,300,000	1,309,788
3.500%, 11/24/2020	2,500,000	2,544,562
Bunge NA Finance LP,		
5.900%, 04/01/2017	750,000	756,453
Cardinal Health, Inc.,		
1.950%, 06/15/2018	5,600,000	5,612,174
Charter Communications Operating LLC / Charter Communications Operating Capital,		
4.464%, 07/23/2022	7,150,000	7,471,972
Chevron Phillips Chemical Co. LLC / Chevron Phillips Chemical Co. LP,		
2.450%, 05/01/2020 (Acquired 05/07/2015, Cost \$4,123,680) *	4,125,000	4,096,467
Coca-Cola FEMSA SAB de CV,		
2.375%, 11/26/2018 f	3,550,000	3,574,655
Comcast Corp.:		
2.750%, 03/01/2023	1,475,000	1,464,455
2.350%, 01/15/2027	4,175,000	3,848,640
Cox Communications, Inc.:		
3.250%, 12/15/2022 (Acquired 11/26/2012, Cost \$3,594,456) *	3,600,000	3,506,702
3.850%, 02/01/2025 (Acquired 12/01/2014, Cost \$4,492,215) *	4,500,000	4,413,375
CVS Health Corp.:		
2.250%, 08/12/2019	3,375,000	3,393,526
4.000%, 12/05/2023	4,425,000	4,662,379
Daimler Finance North America LLC,		
2.250%, 07/31/2019 (Acquired 07/25/2012, Cost \$2,285,234) *	2,300,000	2,303,036
DCP Midstream LLC,		
9.750%, 03/15/2019 (Acquired 10/15/2012, Cost \$1,788,857) *	1,600,000	1,792,000
Deutsche Telekom International Finance BV:		
2.250%, 03/06/2017 (Acquired 03/24/2015, Cost \$1,402,346) * f	1,400,000	1,401,987
6.750%, 08/20/2018 f	2,850,000	3,073,260
6.000%, 07/08/2019 f	1,700,000	1,859,441
Diamond 1 Finance Corp. / Diamond 2 Finance Corp.,		
3.480%, 06/01/2019 (Acquired 05/17/2016 through 10/07/2016, Cost \$11,006,541) *	10,900,000	11,126,785
Ecolab, Inc.:		
1.450%, 12/08/2017	4,000,000	3,996,052
3.250%, 01/14/2023	5,000,000	5,091,320
Energy Transfer Partners LP,		
9.700%, 03/15/2019	2,457,000	2,820,103
Enterprise Products Operating LLC,		
2.550%, 10/15/2019	3,000,000	3,030,615
EQT Midstream Partners LP,		
4.125%, 12/01/2026	5,000,000	4,873,735
ERAC USA Finance LLC:		
2.350%, 10/15/2019 (Acquired 06/30/2014 through 10/26/2016, Cost \$6,669,203) *	6,650,000	6,644,095
2.600%, 12/01/2021 (Acquired 05/23/2016, Cost \$4,818,341) *	4,825,000	4,748,350
Express Scripts Holding Co.,		
3.000%, 07/15/2023	5,655,000	5,474,114
Federal Express Corp. 1998 Pass Through Trust,		
Class 981B, 6.845%, 01/15/2019	1,405,874	1,456,064
Fidelity National Information Services, Inc.:		
3.500%, 04/15/2023	4,400,000	4,456,025
3.875%, 06/05/2024	3,900,000	3,979,014
3.000%, 08/15/2026	2,000,000	1,877,862
Fiserv, Inc.:		
4.750%, 06/15/2021	1,728,000	1,859,559
3.500%, 10/01/2022	2,900,000	2,953,369
FMC Corp.,		
4.100%, 02/01/2024	2,000,000	2,007,856
Ford Motor Credit Co. LLC:		
1.724%, 12/06/2017	3,300,000	3,297,505
5.750%, 02/01/2021	2,000,000	2,193,162
3.336%, 03/18/2021	1,800,000	1,812,490
Freeport-McMoRan, Inc.:		
6.750%, 02/01/2022 (Acquired 06/18/2014 through 09/22/2014, Cost \$1,703,837) *	1,649,000	1,694,347
3.550%, 03/01/2022	2,000,000	1,860,000
3.875%, 03/15/2023	1,100,000	1,009,250
General Electric Co.:		
6.000%, 08/07/2019	774,000	855,165
5.500%, 01/08/2020	731,000	800,954
5.550%, 05/04/2020	816,000	901,459
General Motors Financial Co., Inc.:		
2.350%, 10/04/2019	5,500,000	5,435,364
4.375%, 09/25/2021	5,325,000	5,523,697
Georgia-Pacific LLC,		
5.400%, 11/01/2020 (Acquired 06/09/2016, Cost \$7,548,029) *	6,797,000	7,472,479

Glencore Funding LLC:		
2.500%, 01/15/2019 (Acquired 05/22/2013 through 10/29/2013, Cost \$4,350,557) *	4,400,000	4,390,320
4.125%, 05/30/2023 (Acquired 04/03/2014, Cost \$1,462,690) *	1,500,000	1,509,510
4.625%, 04/29/2024 (Acquired 10/08/2014, Cost \$1,023,744) *	1,000,000	1,022,500
Grupo Bimbo SAB de CV,		
3.875%, 06/27/2024 (Acquired 06/24/2014, Cost \$2,987,700) * f	3,000,000	2,984,571
GTE Corp.,		
8.750%, 11/01/2021	2,150,000	2,619,855
Historic TW, Inc.,		
6.875%, 06/15/2018	392,000	419,253
Hutchison Whampoa International (09) Ltd.,		
7.625%, 04/09/2019 (Acquired 10/16/2009 through 04/16/2014, Cost \$5,804,943) * f	5,400,000	6,041,882
Hutchison Whampoa International (14) Ltd.,		
1.625%, 10/31/2017 (Acquired 10/28/2014, Cost \$1,995,400) * f	2,000,000	1,995,350
Hyundai Capital America:		
2.500%, 03/18/2019 (Acquired 03/14/2016, Cost \$1,299,103) *	1,300,000	1,303,476
2.000%, 07/01/2019 (Acquired 06/07/2016, Cost \$2,498,225) *	2,500,000	2,480,668
1.750%, 09/27/2019 (Acquired 09/22/2016, Cost \$2,996,340) *	3,000,000	2,952,513
Hyundai Capital Services, Inc.,		
3.500%, 09/13/2017 (Acquired 08/04/2014 through 09/30/2014, Cost \$6,221,403) * f	6,150,000	6,212,029
Ingersoll-Rand Co.,		
6.391%, 11/15/2027 f	1,195,000	1,414,040
Ingersoll-Rand Global Holding Co. Ltd.,		
2.875%, 01/15/2019	5,000,000	5,089,525
Ingredion, Inc.:		
1.800%, 09/25/2017	1,275,000	1,276,613
3.200%, 10/01/2026	3,100,000	3,033,973
Johnson Controls International PLC,		
4.250%, 03/01/2021 f	2,000,000	2,112,160
Kinder Morgan, Inc./DE:		
5.625%, 11/15/2023 (Acquired 12/15/2016, Cost \$1,086,076) *	1,000,000	1,097,611
7.800%, 08/01/2031	5,000,000	6,181,485
Kraft Heinz Foods Co.,		
3.500%, 06/06/2022	2,000,000	2,033,942
Laboratory Corp. of America Holdings,		
4.625%, 11/15/2020	468,000	501,726
LyondellBasell Industries NV,		
6.000%, 11/15/2021 f	1,100,000	1,247,476
Martin Marietta Materials, Inc.,		
6.600%, 04/15/2018	75,000	79,192
Mead Johnson Nutrition Co.,		
3.000%, 11/15/2020	5,400,000	5,467,651
Merely Sweeny LP,		
8.850%, 12/18/2019 (Acquired 06/11/2013, Cost \$1,031,992) *	946,513	1,042,710
Midcontinent Express Pipeline LLC,		
6.700%, 09/15/2019 (Acquired 09/30/2014, Cost \$1,076,678) *	1,000,000	1,050,000
Nabors Industries, Inc.,		
6.150%, 02/15/2018	875,000	907,812
Noble Energy, Inc.:		
8.250%, 03/01/2019	1,000,000	1,123,305
4.150%, 12/15/2021	450,000	468,309
ONEOK Partners LP,		
3.375%, 10/01/2022	6,100,000	6,125,461
Pentair Finance SA:		
2.900%, 09/15/2018 f	5,675,000	5,740,586
3.625%, 09/15/2020 f	5,500,000	5,595,980
Petrofac Ltd.,		
3.400%, 10/10/2018 (Acquired 10/03/2013 through 09/19/2014, Cost \$6,911,552) * f	6,880,000	6,963,406
Phillips 66 Partners LP,		
3.605%, 02/15/2025	2,000,000	1,958,742
Pioneer Natural Resources Co.,		
6.875%, 05/01/2018	1,225,000	1,300,499
POSCO,		
5.250%, 04/14/2021 (Acquired 04/08/2011 through 09/22/2011, Cost \$2,977,304) * f	3,000,000	3,267,552
R.R. Donnelley & Sons Co.,		
7.625%, 06/15/2020	1,000,000	1,040,000
Rio Tinto Finance (USA) Ltd.,		
9.000%, 05/01/2019 f	2,975,000	3,430,336
Rockies Express Pipeline LLC,		
5.625%, 04/15/2020 (Acquired 03/17/2010, Cost \$999,110) *	1,000,000	1,052,500
Rockwell Automation, Inc.,		
2.875%, 03/01/2025	3,000,000	2,938,704
Roper Technologies, Inc.,		
3.800%, 12/15/2026	1,450,000	1,461,177
Samarco Mineracao SA,		
5.375%, 09/26/2024 (Acquired 09/23/2014, Cost \$1,670,511) * f	1,675,000	904,500
Schlumberger Holdings Corp.,		
2.350%, 12/21/2018 (Acquired 12/10/2015, Cost \$4,499,460) *	4,500,000	4,537,120
Schneider Electric SE,		
2.950%, 09/27/2022 (Acquired 09/20/2012, Cost \$1,994,680) * f	2,000,000	1,997,556
Solvay Finance America LLC,		
3.400%, 12/03/2020 (Acquired 01/08/2016, Cost \$3,996,160) *	4,000,000	4,069,972

Sunoco, Inc., 5.750%, 01/15/2017	1,275,000	1,276,423	
Sysco Corp.:			
2.600%, 10/01/2020	7,600,000	7,665,633	
2.500%, 07/15/2021	2,000,000	1,978,656	
2.600%, 06/12/2022	150,000	147,677	
TC PipeLines LP, 4.375%, 03/13/2025	4,500,000	4,536,365	
Telefonica Emisiones SAU:			
6.221%, 07/03/2017 f	1,000,000	1,022,442	
3.192%, 04/27/2018 f	1,000,000	1,014,381	
Telstra Corp. Ltd., 3.125%, 04/07/2025 (Acquired 03/30/2015, Cost \$5,640,395) * f	5,650,000	5,581,132	
Texas Eastern Transmission LP, 6.000%, 09/15/2017 (Acquired 11/07/2013 through 11/14/2014, Cost \$2,130,948) *	2,073,000	2,134,228	
The Dow Chemical Co., 8.550%, 05/15/2019	8,800,000	10,085,513	
The Mosaic Co., 4.250%, 11/15/2023	8,606,000	8,677,783	
Time Warner Cable LLC:			
5.850%, 05/01/2017	1,000,000	1,014,191	
6.750%, 07/01/2018	2,000,000	2,135,240	
Time Warner, Inc.:			
4.700%, 01/15/2021	1,325,000	1,416,262	
4.750%, 03/29/2021	2,000,000	2,142,602	
3.600%, 07/15/2025	4,000,000	3,977,600	
TransCanada PipeLines Ltd.:			
1.875%, 01/12/2018 f	3,000,000	3,004,710	
9.875%, 01/01/2021 f	200,000	251,846	
4.875%, 01/15/2026 f	3,000,000	3,333,432	
TSMC Global Ltd., 1.625%, 04/03/2018 (Acquired 03/27/2013, Cost \$3,297,789) * f	3,300,000	3,287,381	
Tyco Electronics Group SA, 6.550%, 10/01/2017 f	1,245,000	1,291,376	
Vale Overseas Ltd., 4.375%, 01/11/2022 f	2,500,000	2,456,250	
Valero Energy Corp.:			
9.375%, 03/15/2019	5,898,000	6,792,137	
3.400%, 09/15/2026	4,500,000	4,311,063	
Verizon Communications, Inc.:			
5.150%, 09/15/2023	6,100,000	6,745,032	
4.150%, 03/15/2024	2,000,000	2,089,964	
Vodafone Group PLC, 1.250%, 09/26/2017 f	6,925,000	6,912,154	
Vulcan Materials Co., 7.000%, 06/15/2018	2,000,000	2,135,000	
Wabtec Corp./DE, 4.375%, 08/15/2023	3,125,000	3,264,547	
3.450%, 11/15/2026 (Acquired 10/31/2016, Cost \$4,998,250) *	5,000,000	4,806,310	
Walgreen Co., 5.250%, 01/15/2019	605,000	640,295	
Waste Management, Inc.:			
2.400%, 05/15/2023	7,000,000	6,787,522	
3.125%, 03/01/2025	1,975,000	1,977,550	
Wesfarmers Ltd., 1.874%, 03/20/2018 (Acquired 03/13/2013, Cost \$3,900,000) * f	3,900,000	3,895,496	
WestRock MWV LLC, 7.375%, 09/01/2019	2,033,000	2,293,984	
Williams Partners LP:			
5.250%, 03/15/2020	1,000,000	1,068,419	
4.125%, 11/15/2020	1,625,000	1,689,436	
4.300%, 03/04/2024	2,500,000	2,524,528	
Xylem, Inc./NY, 3.250%, 11/01/2026	5,000,000	4,855,255	
Zoetis, Inc.:			
3.250%, 02/01/2023	7,150,000	7,134,370	
4.500%, 11/13/2025	2,000,000	2,120,296	
		<u>479,947,869</u>	<u>20.8%</u>
Utilities			
FORTIS, Inc., 2.100%, 10/04/2021 (Acquired 09/29/2016, Cost \$4,987,250) * f	5,000,000	4,832,575	
National Rural Utilities Cooperative Finance Corp.:			
10.375%, 11/01/2018	3,694,000	4,260,021	
2.000%, 01/27/2020	3,000,000	2,978,322	
PPL Capital Funding, Inc., 3.400%, 06/01/2023	2,475,000	2,491,865	
PSEG Power LLC, 5.125%, 04/15/2020	220,000	235,646	
Public Service Co. of New Mexico, 7.950%, 05/15/2018	3,220,000	3,476,158	
RGS I&M Funding Corp., Class F*, 9.820%, 06/07/2022	411,732	417,609	

Southern Power Co., 1.850%, 12/01/2017	2,050,000	2,055,418	
Talent Yield Investments Ltd., 4.500%, 04/25/2022 (Acquired 04/18/2012, Cost \$3,774,008) * f	3,800,000	3,980,530	
		24,728,144	1.1%
Financials			
ABN AMRO Bank NV:			
4.250%, 02/02/2017 (Acquired 11/22/2013, Cost \$4,510,182) * f	4,500,000	4,509,711	
2.500%, 10/30/2018 (Acquired 10/23/2013 through 04/17/2014, Cost \$1,199,649) * f	1,200,000	1,209,456	
2.450%, 06/04/2020 (Acquired 05/28/2015, Cost \$2,644,170) * f	2,650,000	2,635,308	
Aetna, Inc., 2.800%, 06/15/2023	4,000,000	3,940,036	
AIA Group Ltd., 3.200%, 03/11/2025 (Acquired 03/04/2015, Cost \$2,996,190) * f	3,000,000	2,895,483	
Ally Financial, Inc., 8.000%, 12/31/2018	96,000	104,760	
American International Group, Inc., 4.875%, 06/01/2022	6,000,000	6,556,650	
AmSouth Bancorporation, 6.750%, 11/01/2025	630,000	723,135	
ANZ New Zealand (Int'l) Ltd./London:			
2.600%, 09/23/2019 (Acquired 09/16/2014 through 03/19/2015, Cost \$4,152,188) * f	4,140,000	4,174,983	
2.850%, 08/06/2020 (Acquired 07/30/2015, Cost \$3,996,680) * f	4,000,000	4,027,632	
2.125%, 07/28/2021 (Acquired 07/21/2016, Cost \$899,190) * f	900,000	875,648	
Australia & New Zealand Banking Group Ltd./New York NY, 3.700%, 11/16/2025 f	1,000,000	1,038,177	
Bank of America Corp.:			
5.700%, 05/02/2017	1,100,000	1,114,990	
6.875%, 04/25/2018	1,000,000	1,062,910	
2.625%, 10/19/2020	5,000,000	5,002,855	
3.300%, 01/11/2023	3,350,000	3,361,189	
4.000%, 04/01/2024	2,750,000	2,836,182	
BanPonce Trust I, Class A, 8.327%, 02/01/2027			
	2,500,000	2,364,942	
Barclays PLC:			
2.000%, 03/16/2018 f	2,600,000	2,594,595	
3.250%, 01/12/2021 f	2,000,000	2,001,948	
BB&T Corp., 6.850%, 04/30/2019			
	2,322,000	2,573,507	
BNZ International Funding Ltd./London:			
2.350%, 03/04/2019 (Acquired 09/03/2014, Cost \$2,789,836) * f	2,800,000	2,809,996	
2.100%, 09/14/2021 (Acquired 09/06/2016, Cost \$9,990,600) * f	10,000,000	9,710,050	
BPCE SA:			
5.700%, 10/22/2023 (Acquired 11/10/2014, Cost \$3,697,797) * f	3,500,000	3,679,491	
4.000%, 04/15/2024 f	3,500,000	3,633,045	
Caisse Centrale Desjardins, 1.552%, 01/29/2018 (Acquired 01/26/2015, Cost \$8,000,000) ∞ * f			
	8,000,000	7,991,848	
Capital One Bank (USA) NA, 2.250%, 02/13/2019			
	3,500,000	3,515,627	
Capital One NA/McLean VA, 1.561%, 02/05/2018 ∞			
	2,000,000	2,003,950	
Citigroup, Inc.:			
1.550%, 08/14/2017	700,000	700,489	
1.700%, 04/27/2018	1,500,000	1,496,694	
2.050%, 12/07/2018	5,700,000	5,699,362	
3.750%, 06/16/2024	500,000	509,229	
Citizens Bank NA/Providence RI:			
2.450%, 12/04/2019	8,000,000	8,026,904	
2.550%, 05/13/2021	2,000,000	1,987,722	
CNA Financial Corp.:			
7.350%, 11/15/2019	2,395,000	2,716,225	
5.750%, 08/15/2021	1,385,000	1,547,179	
4.500%, 03/01/2026	5,000,000	5,228,700	
Comerica Bank:			
5.200%, 08/22/2017	5,695,000	5,822,921	
2.500%, 06/02/2020	3,375,000	3,373,761	
Commonwealth Bank of Australia, 5.000%, 10/15/2019 (Acquired 03/02/2012 through 10/03/2014, Cost \$4,492,369) * f			
	4,335,000	4,657,125	
Commonwealth Bank of Australia/New York NY, 1.750%, 11/02/2018 f			
	4,500,000	4,488,858	
Compass Bank:			
2.750%, 09/29/2019	8,000,000	7,956,456	
3.875%, 04/10/2025	3,700,000	3,521,072	
Cooperatieve Rabobank UA/NY, 2.500%, 01/19/2021 f			
	8,175,000	8,173,692	
Credit Agricole SA/London, 2.750%, 06/10/2020 (Acquired 06/03/2015, Cost \$2,994,570) * f			
	3,000,000	3,007,050	
Credit Suisse AG/New York NY, 5.300%, 08/13/2019 f			
	3,220,000	3,474,486	
Credit Suisse Group Funding Guernsey Ltd., 3.800%, 06/09/2023 f			
	8,700,000	8,690,413	
Deutsche Bank AG:			
2.950%, 08/20/2020 f	3,000,000	2,953,257	
3.125%, 01/13/2021 f	2,175,000	2,138,458	
3.375%, 05/12/2021 f	5,000,000	4,949,440	
4.250%, 10/14/2021 (Acquired 10/07/2016, Cost \$1,999,380) * f	2,000,000	2,007,712	

Discover Bank/Greenwood DE, 2.600%, 11/13/2018	2,500,000	2,521,680
First National Bank of Chicago Pass Through Trust, Series 93-A, Class 93-A, 8.080%, 01/05/2018	100,002	101,218
First Niagara Financial Group, Inc., 6.750%, 03/19/2020	1,618,000	1,824,944
GE Capital International Funding Co. Unlimited Co., 2.342%, 11/15/2020 f	6,730,000	6,726,790
Genworth Holdings, Inc., 4.900%, 08/15/2023	1,500,000	1,237,500
Great-West Life & Annuity Insurance Capital LP II, 3.449%, 05/16/2046 (Acquired 05/16/2006 through 11/08/2007, Cost \$1,792,736) ∞ *	1,800,000	1,539,000
Guardian Life Global Funding, 2.000%, 04/26/2021 (Acquired 04/19/2016, Cost \$3,994,720) *	4,000,000	3,901,136
Highmark, Inc., 4.750%, 05/15/2021 (Acquired 07/30/2014, Cost \$2,010,731) *	2,000,000	2,030,446
HSBC Finance Corp., 6.676%, 01/15/2021	4,709,000	5,293,109
HSBC Holdings PLC, 3.600%, 05/25/2023 f	2,500,000	2,514,495
HSBC USA, Inc., 2.350%, 03/05/2020	3,500,000	3,472,630
Humana, Inc., 7.200%, 06/15/2018	2,000,000	2,149,866
Huntington Bancshares Inc./OH: 3.150%, 03/14/2021	1,500,000	1,521,148
2.300%, 01/14/2022	1,000,000	969,885
ING Bank NV: 2.500%, 10/01/2019 (Acquired 09/23/2014, Cost \$2,461,635) * f	2,475,000	2,490,939
5.000%, 06/09/2021 (Acquired 06/12/2013, Cost \$2,114,452) * f	2,000,000	2,188,542
5.800%, 09/25/2023 (Acquired 10/15/2015 through 09/21/2016, Cost \$4,199,131) * f	3,865,000	4,246,819
Invesco Finance PLC, 3.125%, 11/30/2022 f	4,500,000	4,533,188
iStar, Inc., 5.850%, 03/15/2017	75,000	75,338
Jefferies Group LLC, 6.875%, 04/15/2021	2,000,000	2,275,268
John Hancock Life Insurance Co., 7.375%, 02/15/2024 (Acquired 04/10/2013 through 04/11/2013, Cost \$2,816,323) *	2,325,000	2,747,671
JPMorgan Chase & Co.: 2.250%, 01/23/2020	7,875,000	7,856,462
2.295%, 08/15/2021	2,500,000	2,453,685
4.500%, 01/24/2022	3,000,000	3,235,293
2.112%, 10/24/2023 ∞	5,000,000	5,099,845
Kemper Corp., 6.000%, 05/15/2017	600,000	608,872
KeyBank NA/Cleveland OH: 1.451%, 06/01/2018 ∞	8,000,000	8,009,968
3.400%, 05/20/2026	2,200,000	2,136,356
Korea Housing Finance Corp., 1.625%, 09/15/2018 (Acquired 02/26/2013 through 08/28/2014, Cost \$1,042,714) * f	1,050,000	1,043,213
LeasePlan Corp. NV: 3.000%, 10/23/2017 (Acquired 02/07/2013, Cost \$4,010,370) * f	4,000,000	4,028,688
2.500%, 05/16/2018 (Acquired 05/29/2013 through 10/20/2014, Cost \$5,011,201) * f	5,000,000	5,007,270
Liberty Mutual Group, Inc., 4.250%, 06/15/2023 (Acquired 06/13/2013, Cost \$1,987,300) *	2,000,000	2,093,950
Lloyds Bank PLC: 2.050%, 01/22/2019 f	3,000,000	2,997,126
5.800%, 01/13/2020 (Acquired 02/09/2010 through 03/16/2012, Cost \$2,902,495) * f	2,900,000	3,162,392
M&I Marshall & Ilsley Bank, 5.000%, 01/17/2017	1,000,000	1,001,057
Macquarie Bank Ltd, 6.625%, 04/07/2021 (Acquired 10/05/2016, Cost \$2,631,746) * f	2,284,000	2,567,616
1.600%, 10/27/2017 (Acquired 10/22/2014, Cost \$2,498,475) * f	2,500,000	2,499,840
2.400%, 01/21/2020 (Acquired 01/14/2015, Cost \$997,800) * f	1,000,000	990,980
Manulife Financial Corp., 4.900%, 09/17/2020 f	2,375,000	2,547,765
Marsh & McLennan Companies, Inc., 2.550%, 10/15/2018	1,000,000	1,009,402
MassMutual Global Funding II, 2.000%, 04/05/2017 (Acquired 03/29/2012, Cost \$3,783,470) *	3,800,000	3,809,401
MBIA Insurance Corp., 12.140%, 01/15/2033 (Acquired 01/11/2008, Cost \$500,000) ∞ *	500,000	230,000
Metropolitan Life Global Funding I, 3.000%, 01/10/2023 (Acquired 01/03/2013, Cost \$1,299,337) *	1,300,000	1,305,659
Mitsubishi UFJ Financial Group, Inc., 2.190%, 09/13/2021 f	3,000,000	2,917,386
Mizuho Bank Ltd., 2.150%, 10/20/2018 (Acquired 10/13/2015, Cost \$4,497,390) * f	4,500,000	4,504,253
Morgan Stanley: 6.625%, 04/01/2018	1,700,000	1,797,798
7.300%, 05/13/2019	2,700,000	3,008,551
2.375%, 07/23/2019	1,000,000	1,002,849
2.282%, 10/24/2023 ∞	7,000,000	7,077,777
3.125%, 07/27/2026	4,525,000	4,323,076

MUFG Americas Holdings Corp., 3.500%, 06/18/2022	225,000	230,046
MUFG Union Bank NA, 2.125%, 06/16/2017	1,800,000	1,805,823
Nationwide Building Society, 2.350%, 01/21/2020 (Acquired 01/12/2015, Cost \$2,999,010) * f	3,000,000	2,992,860
Nationwide Financial Services, Inc., 5.375%, 03/25/2021 (Acquired 10/07/2013, Cost \$868,229) *	828,000	904,376
Nomura Holdings, Inc., 6.700%, 03/04/2020 f	1,000,000	1,117,645
NYSE Holdings LLC, 2.000%, 10/05/2017	800,000	804,253
Peachtree Corners Funding Trust, 3.976%, 02/15/2025 (Acquired 03/10/2015, Cost \$6,000,000) *	6,000,000	5,854,278
PNC Bank NA, 2.950%, 01/30/2023	4,000,000	3,942,180
Principal Life Global Funding II: 2.200%, 04/08/2020 (Acquired 03/31/2015, Cost \$1,997,360) *	2,000,000	1,985,026
3.000%, 04/18/2026 (Acquired 04/11/2016, Cost \$6,981,380) *	7,000,000	6,804,448
Protective Life Corp., 7.375%, 10/15/2019	2,050,000	2,321,883
Protective Life Global Funding, 2.700%, 11/25/2020 (Acquired 11/19/2015, Cost \$2,997,360) *	3,000,000	3,004,371
Prudential Financial, Inc., 7.375%, 06/15/2019	850,000	956,851
Regions Bank/Birmingham AL, 7.500%, 05/15/2018	2,475,000	2,651,539
Reliance Standard Life Global Funding II, 3.050%, 01/20/2021 (Acquired 01/12/2016, Cost \$4,994,250) *	5,000,000	5,039,805
Santander Bank NA, 8.750%, 05/30/2018	4,415,000	4,751,803
Santander Holdings USA, Inc., 2.700%, 05/24/2019	2,000,000	1,998,478
Santander UK Group Holdings PLC, 3.125%, 01/08/2021 f	2,325,000	2,319,569
Santander UK PLC: 3.050%, 08/23/2018 f	1,175,000	1,193,550
5.000%, 11/07/2023 (Acquired 10/31/2013, Cost \$996,810) * f	1,000,000	1,017,324
Skandinaviska Enskilda Banken AB, 2.450%, 05/27/2020 (Acquired 05/19/2015, Cost \$8,486,910) * f	8,500,000	8,466,136
Societe Generale SA: 2.078%, 10/01/2018 ∞ f	2,000,000	2,017,048
2.625%, 10/01/2018 f	1,000,000	1,012,582
2.500%, 04/08/2021 (Acquired 04/04/2016, Cost \$2,148,388) * f	2,150,000	2,129,889
5.200%, 04/15/2021 (Acquired 01/28/2013, Cost \$1,337,429) * f	1,250,000	1,372,281
5.000%, 01/17/2024 (Acquired 01/14/2014 through 02/18/2014, Cost \$3,127,444) * f	3,150,000	3,198,652
Standard Chartered PLC: 1.520%, 04/17/2018 (Acquired 04/13/2015, Cost \$8,500,000) ∞ * f	8,500,000	8,467,411
2.100%, 08/19/2019 (Acquired 08/16/2016 through 11/17/2016, Cost \$3,189,931) * f	3,200,000	3,163,434
Sumitomo Mitsui Banking Corp.: 2.500%, 07/19/2018 f	3,000,000	3,024,171
2.250%, 07/11/2019 f	2,000,000	1,997,672
Sumitomo Mitsui Financial Group, Inc., 2.442%, 10/19/2021 f	6,200,000	6,099,343
SunTrust Bank/Atlanta GA: 5.450%, 12/01/2017	500,000	515,567
7.250%, 03/15/2018	1,506,000	1,597,499
3.300%, 05/15/2026	9,000,000	8,686,755
Svenska Handelsbanken AB: 2.500%, 01/25/2019 f	1,000,000	1,010,574
2.400%, 10/01/2020 f	5,000,000	4,989,405
Swedbank AB: 1.750%, 03/12/2018 (Acquired 03/05/2013, Cost \$3,236,382) * f	3,250,000	3,248,924
2.375%, 02/27/2019 (Acquired 02/20/2014, Cost \$2,595,606) * f	2,600,000	2,611,429
2.650%, 03/10/2021 (Acquired 03/03/2016, Cost \$3,795,592) * f	3,800,000	3,798,963
Synchrony Financial: 3.750%, 08/15/2021	5,000,000	5,139,085
4.250%, 08/15/2024	4,800,000	4,886,150
The Bank of Nova Scotia, 4.500%, 12/16/2025 f	7,000,000	7,191,009
The Bank of Tokyo-Mitsubishi UFJ Ltd.: 2.700%, 09/09/2018 (Acquired 09/03/2013, Cost \$2,547,756) * f	2,550,000	2,575,885
2.150%, 09/14/2018 (Acquired 09/08/2015, Cost \$999,710) * f	1,000,000	1,000,825
2.300%, 03/10/2019 (Acquired 03/04/2014 through 11/24/2015, Cost \$1,123,462) * f	1,125,000	1,125,441
2.300%, 03/05/2020 (Acquired 02/25/2015, Cost \$2,998,020) * f	3,000,000	2,966,700
The Bear Stearns Companies LLC: 6.400%, 10/02/2017	1,450,000	1,502,122
7.250%, 02/01/2018	2,275,000	2,407,491
The Charles Schwab Corp., 6.375%, 09/01/2017	325,000	335,853
The Goldman Sachs Group, Inc.: 6.150%, 04/01/2018	4,025,000	4,233,958
2.900%, 07/19/2018	1,000,000	1,013,810
7.500%, 02/15/2019	865,000	958,922
2.550%, 10/23/2019	2,000,000	2,014,684
2.350%, 11/15/2021	2,825,000	2,744,657
3.500%, 01/23/2025	2,000,000	1,973,398

The Hartford Financial Services Group, Inc., 5.125%, 04/15/2022	500,000	554,592	
The Huntington National Bank, 2.875%, 08/20/2020	3,500,000	3,531,178	
Trinity Acquisition PLC, 4.400%, 03/15/2026 f	1,125,000	1,138,786	
UBS Group Funding Jersey Ltd, 2.950%, 09/24/2020 (Acquired 09/21/2015, Cost \$6,214,355) * f	6,225,000	6,227,745	
UnitedHealth Group, Inc., 3.350%, 07/15/2022	1,575,000	1,622,732	
Voya Financial, Inc., 2.900%, 02/15/2018	1,525,000	1,543,889	
WEA Finance LLC / Westfield UK & Europe Finance PLC, 3.250%, 10/05/2020 (Acquired 09/28/2015, Cost \$7,474,275) *	7,500,000	7,627,515	
Wells Fargo & Co.: Class N, 2.150%, 01/30/2020	7,000,000	6,966,925	
2.117%, 10/31/2023 ∞	5,000,000	5,061,715	
Westpac Banking Corp.: 1.600%, 01/12/2018 f	1,250,000	1,249,024	
4.875%, 11/19/2019 f	2,775,000	2,977,794	
2.100%, 05/13/2021 f	5,000,000	4,888,775	
Willis Towers Watson PLC, 5.750%, 03/15/2021 f	3,250,000	3,551,363	
		<u>532,879,317</u>	<u>23.1%</u>
Total Corporate Bonds		<u>1,037,555,330</u>	<u>45.0%</u>
Taxable Municipal Bonds			
Alabama Economic Settlement Authority, 3.163%, 09/15/2025	5,000,000	5,043,250	
Alaska Municipal Bond Bank Authority: 4.309%, 08/01/2018	1,000,000	1,041,210	
4.459%, 08/01/2019	1,340,000	1,422,826	
California Qualified School Bond Joint Powers Authority, 5.955%, 03/01/2019	3,375,000	3,612,566	
California School Finance Authority, 4.426%, 07/01/2020	2,500,000	2,666,375	
Central Valley Support Joint Powers Agency, 5.326%, 09/01/2022	2,000,000	2,172,100	
City of Berwyn IL, 5.790%, 12/01/2022	5,095,000	5,472,285	
City of Bristol VA, 3.668%, 10/01/2022 (Callable 10/01/2020)	7,500,000	7,526,925	
Cook County School District No. 104 Summit, 6.125%, 12/01/2027 (Callable 12/01/2017)	1,535,000	1,583,214	
County of Contra Costa CA, 5.140%, 06/01/2017	2,500,000	2,529,975	
County of Cook IL, 5.240%, 11/15/2025 (Callable 11/15/2021)	2,345,000	2,523,783	
Dallas Independent School District, 4.950%, 02/15/2022 (Callable 02/15/2021)	1,965,000	2,219,586	
Davie Florida Water & Sewer Revenue, 6.062%, 10/01/2025 (Callable 10/01/2020)	1,000,000	1,128,620	
Iowa Tobacco Settlement Authority, 6.500%, 06/01/2023 (Callable 01/30/2017)	760,000	746,715	
New Hampshire Housing Finance Authority, 2.600%, 01/01/2020	1,630,000	1,633,260	
New Jersey Economic Development Authority: 1.802%, 06/15/2017	785,000	787,747	
1.802%, 06/15/2017	4,215,000	4,220,480	
2.694%, 02/15/2019 <<<<	4,450,000	4,191,544	
North Carolina Housing Finance Agency: 4.000%, 01/01/2030 (Callable 07/01/2021)	320,000	326,995	
3.000%, 01/01/2033 (Callable 01/01/2025)	5,685,000	5,675,108	
North East Independent School District/TX, 5.240%, 08/01/2027	2,100,000	2,425,332	
Public Finance Authority, 2.625%, 11/01/2019 (Callable 05/01/2018)	3,000,000	2,979,420	
South Dakota Housing Development Authority, 2.700%, 11/01/2036 (Callable 11/01/2025)	2,200,000	2,169,266	
Winnemago & Boone Counties School District No. 205 Rockford: 3.800%, 12/01/2026 (Callable 12/01/2025)	2,200,000	2,219,866	
3.950%, 12/01/2027 (Callable 12/01/2025)	1,700,000	1,677,492	
		<u>67,995,940</u>	<u>3.0%</u>
Residential Mortgage-Backed Securities			
U.S. Government Agency Issues			
Fannie Mae REMIC Trust: Series 1989-2, Class D, 8.800%, 01/25/2019	1,904	1,991	
Series 1990-108, Class G, 7.000%, 09/25/2020	2,558	2,713	
Series G-29, Class O, 8.500%, 09/25/2021	351	390	
Series 1991-137, Class H, 7.000%, 10/25/2021	19,223	20,715	
Series 1993-32, Class H, 6.000%, 03/25/2023	13,102	13,980	
Series 2004-W6, Class 1A6, 5.500%, 07/25/2034	15,356	15,339	
Federal Gold Loan Mortgage Corp. (FGLMC): 6.000%, 06/01/2021	75,535	80,375	
6.000%, 07/01/2028	6,145	7,043	

Federal Home Loan Mortgage Corp. (FHLMC):			
Series 74, Class F, 6.000%, 10/15/2020	700	727	
Series 1395, Class G, 6.000%, 10/15/2022	6,272	6,738	
Government National Mortgage Association (GNMA),			
Series 1999-4, Class ZB, 6.000%, 02/20/2029	79,854	89,148	
		239,159	0.0%
Non-U.S. Government Agency Issues			
Accredited Mortgage Loan Trust,			
Series 2005-4, Class A1, 0.996%, 12/25/2035 ∞	3,804,348	3,755,381	
Alternative Loan Trust:			
Series 2005-50CB, Class 4A1, 5.000%, 11/25/2020	175,186	175,012	
Series 2005-85CB, Class 3A1, 5.250%, 02/25/2021 (Acquired 09/26/2007 through 01/28/2009, Cost \$169,031) * §	170,259	164,888	
Series 2006-7CB, Class 3A1, 5.250%, 05/25/2021 §	303,797	294,055	
Series 2004-8CB, Class A, 1.026%, 06/25/2034 ∞	4,947,192	4,887,096	
Series 2005-11CB, Class 2A1, 5.500%, 06/25/2035 §	51,120	49,129	
AMRESCO Residential Securities Corp. Mortgage Loan Trust,			
Series 1998-1, Class A6, 6.510%, 08/25/2027	6,825	7,184	
Argent Securities Inc. Asset-Backed Pass-Through Certificates:			
Series 2005-W3, Class A2D, 1.096%, 11/25/2035 ∞	1,780,779	1,740,024	
Series 2005-W5, Class A1, 0.991%, 01/25/2036 ∞	9,413,061	8,979,975	
Banc of America Alternative Loan Trust:			
Series 2003-11, Class 4A1, 4.750%, 01/25/2019	33,272	33,368	
Series 2004-2, Class 5A1, 5.500%, 03/25/2019	117,689	118,122	
Series 2004-11, Class 4A1, 5.500%, 12/25/2019	193,872	196,250	
Series 2005-6, Class 7A1, 5.500%, 07/25/2020 §	8,826	8,498	
Series 2006-2, Class 7A1, 6.000%, 03/25/2021 §	156,376	147,869	
Series 2006-4, Class 3CB4, 6.000%, 05/25/2046 §	350,837	290,843	
Banc of America Funding Trust,			
Series 2004-2, Class 1CB1, 5.750%, 09/20/2034	3,493,124	3,613,162	
Bear Stearns ARM Trust,			
Series 2004-5, Class 2A, 3.515%, 07/25/2034 ∞	1,812,576	1,802,478	
Citigroup Global Markets Mortgage Securities VII, Inc.,			
Series 2003-UP2, Class A2, 7.000%, 06/25/2033 ∞	65,934	66,780	
Cityscape Home Equity Loan Trust,			
Series 1997-C, Class A4, 7.000%, 07/25/2028	3,921	3,608	
Countrywide Asset-Backed Certificates:			
Series 2004-12, Class AF6, 4.634%, 03/25/2035 ∞	5,570	5,742	
Series 2006-13, Class 1AF3, 4.577%, 01/25/2037 ∞ §	130,118	201,131	
CWABS Asset-Backed Certificates Trust:			
Series 2005-1, Class AF6, 5.030%, 07/25/2035 ∞	339,673	346,836	
Series 2006-9, Class 1AF3, 4.745%, 10/25/2046 ∞ §	865,643	776,136	
Delta Funding Home Equity Loan Trust:			
Series 1997-2, Class A6, 7.040%, 06/25/2027 ∞	2,104	2,088	
Series 1999-2, Class A7F, 7.030%, 08/15/2030	273,445	311,436	
GSAMP Trust,			
Series 2005-WMC2, Class A1B, 1.066%, 11/25/2035 ∞	2,420,407	2,365,761	
IMC Home Equity Loan Trust,			
Series 1998-1, Class A6, 7.020%, 06/20/2029 ∞	2,103	2,102	
J.P. Morgan Alternative Loan Trust:			
Series 2005-S1, Class 3A1, 5.500%, 10/25/2020	293,066	290,165	
Series 2006-A1, Class 2A1, 2.972%, 03/25/2036 ∞	456,392	382,188	
J.P. Morgan Mortgage Acquisition Trust,			
Series 2006-CH1, Class A1, 0.886%, 07/25/2036 ∞	3,117,578	3,023,074	
MASTR Alternative Loan Trust:			
Series 2004-1, Class 1A1, 5.000%, 01/25/2019	135,295	135,722	
Series 2004-3, Class 1A1, 5.000%, 03/25/2019	32,182	32,347	
Series 2005-3, Class 4A1, 5.500%, 03/25/2020	39,177	39,916	
MortgageIT Trust,			
Series 2005-3, Class A1, 1.056%, 08/25/2035 ∞	7,755,604	7,300,152	
New Century Home Equity Loan Trust:			
Series 2005-C, Class A1, 0.986%, 12/25/2035 ∞	3,789,841	3,719,765	
Series 2005-C, Class A2C, 1.006%, 12/25/2035 ∞	2,101,730	2,082,455	
Nomura Home Equity Loan, Inc. Home Equity Loan Trust,			
Series 2006-HE2, Class A3, 0.926%, 03/25/2036 ∞	3,967,732	3,885,402	
RAAC Series Trust,			
Series 2004-SP1, Class A14, 5.285%, 08/25/2027 ∞	2,326	2,366	
RALI Series Trust,			
Series 2004-QS6, Class A1, 5.000%, 05/25/2019	13,318	13,311	
RAMPS Series Trust,			
Series 2005-RS1, Class A16, 4.713%, 01/25/2035	27,917	28,199	
Saxon Asset Securities Trust,			
Series 2005-4, Class A1B, 1.136%, 11/25/2037 ∞	4,205,803	4,134,857	
Securitized Asset Backed Receivables LLC Trust,			
Series 2005-OP2, Class A1, 1.081%, 10/25/2035 (Acquired 03/13/2014, Cost \$2,920,997) ∞ *	2,957,036	2,947,211	
Soundview Home Loan Trust,			
Series 2003-2, Class A2, 2.056%, 11/25/2033 ∞	2,401,463	2,376,582	
Specialty Underwriting & Residential Finance Trust:			
Series 2004-BC4, Class A1A, 1.426%, 10/25/2035 ∞	2,568,013	2,517,563	
Series 2006-BC1, Class A2D, 1.056%, 12/25/2036 ∞	7,409,331	7,328,806	
Structured Asset Investment Loan Trust,			
Series 2004-9, Class A5, 1.756%, 10/25/2034 ∞	4,858,001	4,822,005	
Structured Asset Securities Corp. Mortgage Pass-Through Certificates,			
Series 2004-22, Class A2, 5.033%, 01/25/2035 ∞	3,719,460	3,847,338	
Thornburg Mortgage Securities Trust,			
Series 2003-5, Class 3A, 2.831%, 10/25/2043 ∞	5,832,109	5,860,007	
Towd Point Mortgage Trust,			
Series 2016-2, Class A1, 3.000%, 08/25/2055 (Acquired 05/20/2016, Cost \$3,578,296) ∞ *	3,551,859	3,570,471	

Towd Point Mortgage Trust 2015-5, Series 2015-5, 2.750%, 05/25/2055 (Acquired 10/28/2016, Cost \$4,102,055) ∞ *	4,047,944	4,057,760	
WaMu Mortgage Pass-Through Certificates Trust:			
Series 2004-CB1, Class 5A, 5.000%, 06/25/2019	191,302	193,271	
Series 2004-CB3, Class 3A, 5.500%, 10/25/2019	250,621	254,111	
Series 2004-CB3, Class 4A, 6.000%, 10/25/2019	128,102	131,828	
Series 2004-CB4, Class 21A, 5.500%, 12/25/2019	108,441	110,295	
Series 2004-CB4, Class 22A, 6.000%, 12/25/2019	76,622	78,360	
Series 2004-AR3, Class A1, 2.800%, 06/25/2034 ∞	4,262,307	4,275,292	
Series 2004-CB2, Class 3A, 6.000%, 08/25/2034	3,518,031	3,717,204	
Wells Fargo Home Equity Asset-Backed Securities Trust, Series 2004-2, Class A33, 1.756%, 10/25/2034 ∞	3,423,470	3,353,341	
Wells Fargo Mortgage Backed Securities Trust, Series 2005-AR10, Class 2A17, 3.010%, 06/25/2035 ∞	6,264,323	6,442,315	
		111,298,633	4.8%
Commercial Mortgage-Backed Securities			
U.S. Government Agency Issues			
Freddie Mac Multifamily Structured Pass Through Certificates:			
Series K705, Class A2, 2.303%, 09/25/2018 ∞	4,250,000	4,298,880	
Series K708, Class A2, 2.130%, 01/25/2019	8,440,437	8,516,779	
Series K003, Class A4, 5.053%, 01/25/2019	9,000,000	9,488,444	
Series K004, Class A2, 4.186%, 08/25/2019	8,095,000	8,560,921	
Series K005, Class A2, 4.317%, 11/25/2019	6,475,000	6,889,603	
Series K006, Class A2, 4.251%, 01/25/2020	2,993,000	3,168,235	
Series K713, Class A2, 2.313%, 03/25/2020	4,450,000	4,503,474	
Series K720, Class A2, 2.716%, 06/25/2022	15,725,000	15,992,152	
		61,418,488	2.7%
Non-U.S. Government Agency Issues			
J.P. Morgan Chase Commercial Mortgage Securities Trust:			
Series 2012-C8, Class ASB, 2.379%, 10/15/2045	8,129,000	8,166,850	
Series 2011-C5, Class A3, 4.171%, 08/15/2046	4,441,787	4,763,942	
Morgan Stanley Bank of America Merrill Lynch Trust, Series 2016-C29, Class ASB, 3.140%, 05/15/2049	5,000,000	5,041,679	
Wells Fargo Commercial Mortgage Trust:			
Series 2014-LC18, Class ASB, 3.244%, 12/15/2047	16,400,000	16,802,505	
Series 2015-P2, Class ASB, 3.656%, 12/15/2048	10,600,000	11,027,422	
WFRBS Commercial Mortgage Trust:			
Series 2012-C6, Class A4, 3.440%, 04/15/2045	8,375,000	8,748,749	
Series 2014-C21, Class A2, 2.917%, 08/15/2047	2,435,234	2,488,667	
Series 2014-C24, Class ASB, 3.324%, 11/15/2047	8,652,000	8,902,569	
Series 2013-C12, Class ASB, 2.838%, 03/15/2048	8,750,000	8,907,776	
		74,850,159	3.2%
Other Asset Backed Securities			
Conseco Financial Corp.:			
Series 1993-4, Class A5, 7.050%, 01/15/2019	1,300	1,316	
Series 1998-2, Class A5, 6.240%, 12/01/2028 ∞	182,142	189,008	
Series 1998-3, Class A5, 6.220%, 03/01/2030	313,005	331,427	
Series 1998-4, Class A5, 6.180%, 04/01/2030	130,858	138,014	
Series 1998-7, Class A1, 6.320%, 07/01/2030	2,682,767	2,829,615	
Dell Equipment Finance Trust, Series 2015-1, Class A2, 1.010%, 07/24/2017 (Acquired 04/15/2015, Cost \$497,736) *	497,754	497,683	
Discover Card Execution Note Trust, Series 2016-A4, Class A4, 1.390%, 03/15/2022	10,925,000	10,800,298	
Ford Credit Auto Owner Trust:			
Series 2014-1, Class A, 2.260%, 11/15/2025 (Acquired 10/07/2014 through 10/09/2014, Cost \$10,893,304) *	10,859,000	10,951,692	
Series 2014-2, Class A, 2.310%, 04/15/2026 (Acquired 10/07/2014, Cost \$11,745,689) *	11,750,000	11,848,269	
Kubota Credit Owner Trust, Series 2015-1A, Class A3, 1.540%, 03/15/2019 (Acquired 01/22/2015, Cost \$10,048,597) *	10,050,000	10,063,418	
Oakwood Mortgage Investors, Inc., Series 1999-B, Class A3, 6.450%, 11/15/2017	63,152	63,977	
OneMain Financial Issuance Trust, Series 2014-2A, Class A, 2.470%, 09/18/2024 (Acquired 07/30/2015 through 02/03/2016, Cost \$4,082,456) *	4,084,272	4,085,955	
Springleaf Funding Trust, Series 2014-AA, Class A, 2.410%, 12/15/2022 (Acquired 10/26/2015, Cost \$3,361,837) *	3,360,346	3,361,581	
Synchrony Credit Card Master Note Trust, Series 2012-2, Class A, 2.220%, 01/15/2022	8,375,000	8,438,686	
TCF Auto Receivables Owner Trust, Series 2014-1A, Class A4, 1.560%, 01/15/2020 (Acquired 05/29/2015 through 06/12/2015, Cost \$13,557,479) *	13,543,913	13,564,735	
		77,165,674	3.3%
Total Long-Term Investments (Cost \$2,276,361,334)		2,266,601,893	98.2%

SHORT-TERM INVESTMENT**Money Market Mutual Fund**

Fidelity Institutional Money Market Fund - Government Portfolio, Institutional Class, 0.43% «

Total Short-Term Investment (Cost \$50,036,538)

Total Investments (Cost \$2,326,397,872)

Liabilities in Excess of Other Assets

TOTAL NET ASSETS

<u>Shares</u>		
50,036,538	50,036,538	
	<u>50,036,538</u>	<u>2.2%</u>
	2,316,638,431	100.4%
	(9,472,196)	(0.4)%
	<u>\$ 2,307,166,235</u>	<u>100.0%</u>

Notes to Schedule of Investments

∞ Variable or Floating rate security. Floating rate securities are securities whose yields vary with a designated index rate. These securities' rates are as of December 31, 2016.

* Restricted security as defined in Rule 144(a) under the Securities Act of 1933 and determined to be liquid. Purchased in a private placement transaction; resale to the public may require registration or may extend only to qualified institutional buyers. At December 31, 2016, the value of these securities total \$415,017,816 which represents 17.99% of total net assets.

f Foreign Security

§ Security in Default

« 7-Day Yield

<<<< Effective yield as of December 31, 2016.

Baird Intermediate Bond Fund
Summary Schedule of Investments, December 31, 2016
 Summary of Fair Value Exposure at December 31, 2016

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 - Unadjusted quoted prices in active markets for identical unrestricted securities.
 Level 2 - Other significant observable inputs (including quoted prices for similar securities, quoted prices in inactive markets, dealer indications, interest rates, yield curves, prepayment speeds, credit risk, default rates, inputs corroborated by observable market data, etc.).

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 December 31, 2016:

	Level 1	Level 2	Level 3	Total
Long-Term Investments				
U.S. Treasury Securities	\$ -	\$ 789,200,869	\$ -	\$ 789,200,869
Other Government Related Securities	-	46,877,641	-	46,877,641
Corporate Bonds	-	1,037,555,330	-	1,037,555,330
Taxable Municipal Bonds	-	67,995,940	-	67,995,940
Residential Mortgage-Backed Securities - U.S. Government Agency Issues	-	239,159	-	239,159
Residential Mortgage-Backed Securities - Non-U.S. Government Agency Issues	-	111,298,633	-	111,298,633
Commercial Mortgage-Backed Securities - U.S. Government Agency Issues	-	61,418,488	-	61,418,488
Commercial Mortgage-Backed Securities - Non-U.S. Government Agency Issues	-	74,850,159	-	74,850,159
Other Asset Backed Securities	-	77,165,674	-	77,165,674
Total Long-Term Investments	-	2,266,601,893	-	2,266,601,893
Short-Term Investment				
Money Market Mutual Fund	50,036,538	-	-	50,036,538
Total Short-Term Investment	50,036,538	-	-	50,036,538
Total Investments	\$ 50,036,538	\$ 2,266,601,893	\$ -	\$ 2,316,638,431

Changes in valuation techniques may result in transfers into or out of assigned levels within the fair value hierarchy. There were no transfers between Level 1 and Level 2 fair value measurements during the reporting period, as compared to their classification from the prior year's annual report. See the Fund's valuation policy in Note 2a to the financial statements.

Level 3 Reconciliation Disclosure

Following is a reconciliation of Level 3 assets for which significant unobservable inputs were used to determine fair value.

Description	Investments in Securities
Balance as of December 31, 2015	\$ 17,673
Accrued discounts/premiums	-
Realized gain (loss)	(61,400)
Change in unrealized appreciation (depreciation)	56,083
Purchases	-
Sales	(12,356)
Transfers in and/or out of Level 3 *	-
Balance as of December 31, 2016	\$ -

* Transfers between levels are recognized at the end of the reporting period.