



Baird Funds

2016 Estimated Capital Gains – Baird Bond Funds

In accordance with IRS rules, mutual funds are required to distribute substantially all net investment income and net capital gains to shareholders. Therefore, some of the Baird Funds are required to make capital gain distributions in December. Funds normally distribute net capital gains earned through October 31st to all shareholders before the end of the calendar year.

Information concerning capital gain distributions will be provided at www.bairdfunds.com:

October: an estimate of year-end required distributions. **These amounts could be subject to change.**

Late December: final notification of actual distributions to be paid in 2016.

Record Date December 23, 2016

Ex-date / Reinvest Date December 27, 2016

Payable Date December 28, 2016

BAIRD BOND FUNDS				
***** ESTIMATES *****				
Fund	Ticker	Estimated Short Term Capital Gain Paid per share	Estimated Long Term Capital Gain Paid per share	Fund Price (NAV) As of 10/28/16
Baird Aggregate Bond-Inst.	BAGIX	\$0.0169	\$0.0073	10.99
Baird Aggregate Bond-Investor	BAGSX	\$0.0169	\$0.0073	11.35
Baird Core Plus Bond-Inst.	BCOIX	\$0.0199	\$0.0029	11.31
Baird Core Plus Bond-Investor	BCOSX	\$0.0199	\$0.0029	11.75
Baird Intermediate Bond-Inst.	BIMIX	None	\$0.0233	11.21
Baird Intermediate Bond-Investor	BIMSX	None	\$0.0233	11.69
Baird Short-Term Bond - Inst.	BSBIX	\$0.0008	None	9.73
Baird Short-Term Bond - Investor	BSBSX	\$0.0008	None	9.73
Baird Ultra Short Bond - Inst.	BUBIX	None	None	10.03
Baird Ultra Short Bond - Investor	BUBSX	None	None	10.03
Baird Quality Int. Muni Bond-Inst.	BMBIX	None	None	11.73
Baird Quality Int. Muni Bond-Investor	BMBSX	None	None	12.00
Baird Core Int. Muni Bond – Inst.	BMNIX	\$0.0659	\$0.0003	10.32
Baird Core Int. Muni Bond - Investor	BMNSX	\$0.0659	\$0.0003	10.31
Baird Short-Term Muni Bond – Inst.	BTMIX	\$0.0048	None	10.10
Baird Short-Term Muni Bond - Investor	BTMSX	\$0.0048	None	10.09

These estimated capital gains are as of 10/28/16. Keep in mind that market conditions, portfolio changes, and/or changes in outstanding fund shares could affect these estimates substantially. This information is NOT FINAL and is subject to change until the ex-dividend date.

Final capital gains are reported on Form 1099-DIV which will be mailed to shareholders in late January.

Baird Funds, Robert W. Baird & Co., and its affiliates do not provide tax advice. This information is provided for general educational purposes only. The information is not to be relied upon for legal or tax advice. Investors should consult with their legal or tax advisors for personalized assistance, including information regarding any specific state law requirements.

Investors should consider the investment objectives, risks, charges and expenses of the fund carefully before investing. This, and other information can be found in the prospectus or summary prospectus. A prospectus or summary prospectus may be obtained by visiting www.bairdfunds.com or by contacting Baird Funds directly at 800-444-9102. Please read the prospectus or summary prospectus carefully before investing.

Past performance is no guarantee of future results.

Baird Funds are offered through Robert W. Baird & Co., a registered broker/dealer. Baird also serves as investment advisor for the Funds and receives compensation for these services as disclosed in the current prospectus.

2016 Estimated Capital Gains – Baird Equity Funds

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Information concerning capital gain distributions will be provided at www.bairdfunds.com:

October: an estimate of year-end required distributions. **These amounts could be subject to change.**

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Record Date December 23, 2016

Ex-date / Reinvest Date December 27, 2016

Payable Date December 28, 2016

BAIRD EQUITY FUNDS				
***** ESTIMATES *****				
Fund	Ticker	Estimated Short Term Capital Gain Paid per share	Estimated Long Term Capital Gain Paid per share	Fund Price (NAV) As of 10/28/16
Baird LargeCap-Inst.	BHGIX	None	None	8.36
Baird LargeCap-Investor	BHGSX	None	None	8.30
Baird MidCap-Inst.	BMDIX	None	None	15.11
Baird MidCap-Investor	BMDSX	None	None	14.45
Baird SmallCap Value-Inst.	BSVIX	None	None	13.53
Baird SmallCap Value-Investor	BSVSX	None	None	13.46
Baird Small/Mid Cap Value -Inst.	BMVIX	None	None	9.61
Baird Small/Mid Cap Value-Investor	BMVSX	None	None	9.59
Chatauqua Global Growth-Inst.	CCGIX	\$0.0753	None	10.25
Chatauqua Global Growth-Investor	CCGSX	\$0.0753	None	10.24
Chatauqua International-Inst.	CCWIX	None	None	10.01
Chatauqua International-Investor	CCWSX	None	None	10.00

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