

Baron Partners Fund
 Baron Focused Growth Fund
 Baron International Growth Fund
 Baron Real Estate Fund
 Baron Emerging Markets Fund
 Baron Global Advantage Fund
 Baron Real Estate Income Fund
 Baron Health Care Fund

December 31, 2019

Baron Funds®

Baron Select Funds

Annual Financial Report

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DEAR BARON SELECT FUNDS SHAREHOLDER:

In this report, you will find audited financial statements for Baron Partners Fund, Baron Focused Growth Fund, Baron International Growth Fund, Baron Real Estate Fund, Baron Emerging Markets Fund, Baron Global Advantage Fund, Baron Real Estate Income Fund, and Baron Health Care Fund (the "Funds") for the year ended December 31, 2019. The U.S. Securities and Exchange Commission (the "SEC") requires mutual funds to furnish these statements semi-annually to their shareholders. We hope you find these statements informative and useful.

We thank you for choosing to join us as fellow shareholders in Baron Funds. We will continue to work hard to justify your confidence.

Sincerely,

Ronald Baron
 Chief Executive Officer and
 Chief Investment Officer
 February 26, 2020

Linda S. Martinson
 Chairman, President and
 Chief Operating Officer
 February 26, 2020

Peggy Wong
 Treasurer and
 Chief Financial Officer
 February 26, 2020

This Annual Financial Report is for the following eight series of Baron Select Funds: Baron Partners Fund, Baron Focused Growth Fund, Baron International Growth Fund, Baron Real Estate Fund, Baron Emerging Markets Fund, Baron Global Advantage Fund, Baron Real Estate Income Fund, and Baron Health Care Fund. Baron FinTech Fund commenced investment operations on January 2, 2020 and therefore is not included in this report. Baron WealthBuilder Fund is included in a separate Financial Report. If you are interested in Baron WealthBuilder Fund or Baron Investment Funds Trust, which contains the Baron Asset Fund, Baron Growth Fund, Baron Small Cap Fund, Baron Opportunity Fund, Baron Fifth Avenue Growth Fund, Baron Discovery Fund, and Baron Durable Advantage Fund, please visit the Funds' website at www.BaronFunds.com or contact us at 1-800-99BARON.

The Funds' Proxy Voting Policy is available without charge and can be found on the Funds' website at www.BaronFunds.com, by clicking on the "Legal Notices" link at the bottom left corner of the homepage or by calling 1-800-99BARON and on the SEC's website at www.sec.gov. The Funds' most current proxy voting record, Form N-PX, is also available on the Funds' website and on the SEC's website.

The Funds file their complete schedules of portfolio holdings with the SEC for the first and third quarters of each fiscal year as an exhibit to their reports on Form N-PORT. The Funds' Form N-PORT reports are available on the SEC's website at www.sec.gov. Schedules of portfolio holdings current to the most recent quarter are also available on the Funds' website.

Some of the comments contained in this report are based on current management expectations and are considered "forward-looking statements." Actual future results, however, may prove to be different from our expectations. You can identify forward-looking statements by words such as "estimate," "may," "expect," "should," "could," "believe," "plan", and other similar terms. We cannot promise future returns and our opinions are a reflection of our best judgment at the time this report is compiled.

The views expressed in this report reflect those of BAMCO, Inc. ("BAMCO" or the "Adviser") only through the end of the period stated in this report. The views are not intended as recommendations or investment advice to any person reading this report and are subject to change at any time without notice based on market and other conditions.

Past performance is no guarantee of future results. The investment return and principal value of an investment will fluctuate; an investor's shares, when redeemed, may be worth more or less than their original cost. For more complete information about Baron Funds, including charges and expenses, call, write or go to www.BaronFunds.com for a prospectus or summary prospectus. Read them carefully before you invest or send money. This report is not authorized for use as an offer of sale or a solicitation of an offer to buy shares of the Funds, unless accompanied or preceded by the Funds' current prospectus or summary prospectus.

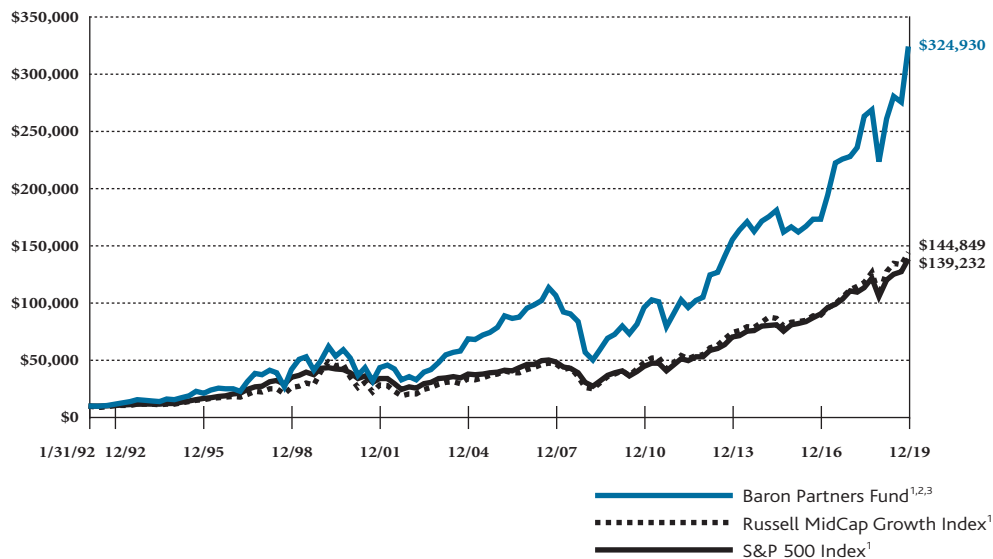
Beginning on January 1, 2021, as permitted by regulations adopted by the U.S. Securities and Exchange Commission, paper copies of the Funds' shareholder reports like this one will no longer be sent by mail, unless you specifically request paper copies of the reports from Baron Funds ("Baron") or from your financial intermediary, such as a broker-dealer or bank. Instead, the reports will be made available on the Baron website, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. You may elect to receive shareholder reports and other communications from Baron or your financial intermediary electronically by contacting your financial intermediary or going to icsdelivery.com/baronfunds.

You may elect to receive all future reports in paper free of charge. You can inform Baron or your financial intermediary that you wish to continue receiving paper copies of your shareholder reports by following the instructions included on the envelope or slip inserted with this disclosure. Your election to receive reports in paper will apply to all funds held with Baron or your financial intermediary.



COMPARISON OF THE CHANGE IN VALUE OF \$10,000 INVESTMENT IN BARON PARTNERS FUND (RETAIL SHARES) IN RELATION TO THE RUSSELL MIDCAP GROWTH INDEX AND THE S&P 500 INDEX



AVERAGE ANNUAL TOTAL RETURNS FOR THE PERIODS ENDED DECEMBER 31, 2019

	One Year	Three Years	Five Years	Ten Years	Since Inception (January 31, 1992)
Baron Partners Fund — Retail Shares ^{1,2,3}	44.97%	23.18%	13.60%	16.09%	13.28%
Baron Partners Fund — Institutional Shares ^{1,2,3,4}	45.38%	23.51%	13.90%	16.40%	13.39%
Baron Partners Fund — R6 Shares ^{1,2,3,4}	45.38%	23.50%	13.90%	16.40%	13.39%
Russell Midcap Growth Index ¹	35.47%	17.36%	11.60%	14.24%	10.05%
S&P 500 Index ¹	31.49%	15.27%	11.70%	13.56%	9.89%

¹ The indexes are unmanaged. The index performance is not Fund performance; one cannot invest directly into an index. The Russell Midcap[®] Growth Index measures the performance of medium-sized U.S. companies that are classified as growth and the S&P 500 Index of 500 widely held large-cap U.S. companies. The indexes and Baron Partners Fund are with dividends, which positively impact the performance results.

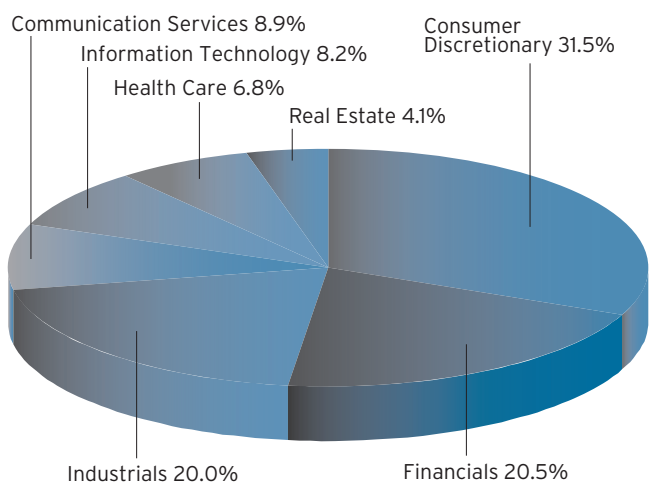
² Reflects the actual fees and expenses that were charged when the Fund was a partnership. The predecessor partnership charged a 20% performance fee after reaching a certain performance benchmark. If the annual returns for the Fund did not reflect the performance fees for the years the predecessor partnership charged a performance fee, returns would be higher. The Fund's shareholders will not be charged a performance fee. The predecessor partnership's performance is only for periods before the Fund's registration statement was effective, which was April 30, 2003. During those periods, the predecessor partnership was not registered under the Investment Company Act of 1940 and was not subject to its requirements or the requirements of the Internal Revenue Code relating to regulated investment companies, which, if it were, might have adversely affected its performance.

³ Past performance is not predictive of future performance. The performance data does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. The Fund's transfer agency expenses may be reduced by expense offsets from an unaffiliated transfer agent, without which performance would have been lower.

⁴ Performance for the Institutional Shares prior to May 29, 2009 is based on the performance of the Retail Shares. Performance for the R6 Shares prior to August 31, 2016 is based on the performance of the Institutional Shares, and prior to May 29, 2009 is based on the Retail Shares. The Retail Shares have a distribution fee, but Institutional Shares and R6 Shares do not. If the annual returns for the Institutional Shares and R6 Shares prior to May 29, 2009 did not reflect this fee, the returns would be higher.

TOP TEN HOLDINGS AS OF DECEMBER 31, 2019

	Percent of Total Investments
CoStar Group, Inc.	14.5%
Tesla, Inc.	13.3%
Arch Capital Group Ltd.	8.5%
IDEXX Laboratories, Inc.	6.8%
Hyatt Hotels Corp.	6.7%
Vail Resorts, Inc.	6.4%
FactSet Research Systems, Inc.	6.0%
Space Exploration Technologies Corp.	4.1%
The Charles Schwab Corp.	4.0%
Guidewire Software, Inc.	3.8%
	74.1%

SECTOR BREAKDOWN AS OF DECEMBER 31, 2019[†]
(as a percentage of total investments)

MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE

For the year ended December 31, 2019, Baron Partners Fund¹ increased 44.97%, outperforming the Russell Midcap Growth Index, which increased 35.47%.

The Fund has performed well since its conversion into an open-end mutual fund on April 30, 2003. In the period since the Fund's conversion through December 31, 2019, the Fund gained an annualized 14.16% versus an annualized 11.96% for the Russell Midcap Growth Index. The Fund also has meaningfully

outperformed the Russell Midcap Growth Index since its inception on January 31, 1992, gaining an annualized 13.28%* compared to an annualized 10.05% for its index.

Baron Partners Fund invests primarily in U.S. companies of any size with, in our view, significant long-term growth potential. We believe our process can identify investment opportunities that are attractively priced relative to future prospects. The Fund is non-diversified, so its top 10 holdings are expected to comprise a significant percentage of the portfolio, and the Fund uses leverage, both of which increase risk.

After a steep sell-off in December 2018, markets rebounded in 2019. The rally was fueled in large part by the Federal Reserve, which reversed course to lower rates three times during the year. The economy continued to expand at a slow but steady pace, with low unemployment and solid wage growth. Better-than-expected corporate earnings also helped buoy investor sentiment. Toward year end, performance was lifted by increased clarity regarding domestic monetary policy, a Phase 1 trade deal between the U.S. and China, and a roadmap for Brexit stemming from the U.K. election, and the markets ended the year on a high note.

At the sector level, the Fund's investments in Industrials, Financials, and Consumer Discretionary contributed the most to performance. No sector detracted in the period.

CoStar Group, Inc., a real estate information and marketing services company, contributed the most to performance due to outstanding business trends as reflected in its quarterly earnings reports. We retain conviction as bookings momentum should be enhanced by the company's incremental \$100 million investment in the multi-family marketing space. While this investment will reduce earnings in 2020, we believe it will generate attractive returns for shareholders over the intermediate and long term.

Shares of benefits enrollment platform Benefitfocus, Inc. detracted the most from performance. The company pivoted to signing larger, more complex employee and carrier customers during the 2019 selling season. While this move should be accretive to growth in the long term, larger customers take longer to implement, thereby delaying revenue recognition by several quarters. We retain conviction.

We remain optimistic about the long-term environment for U.S. equities. While we always monitor macro developments that may have a short-term impact on the markets, we remain focused on the long term. We expect to continue to establish long positions in securities that, in our opinion, have favorable price-to-value characteristics based on our assessment of their prospects for future growth and profitability.

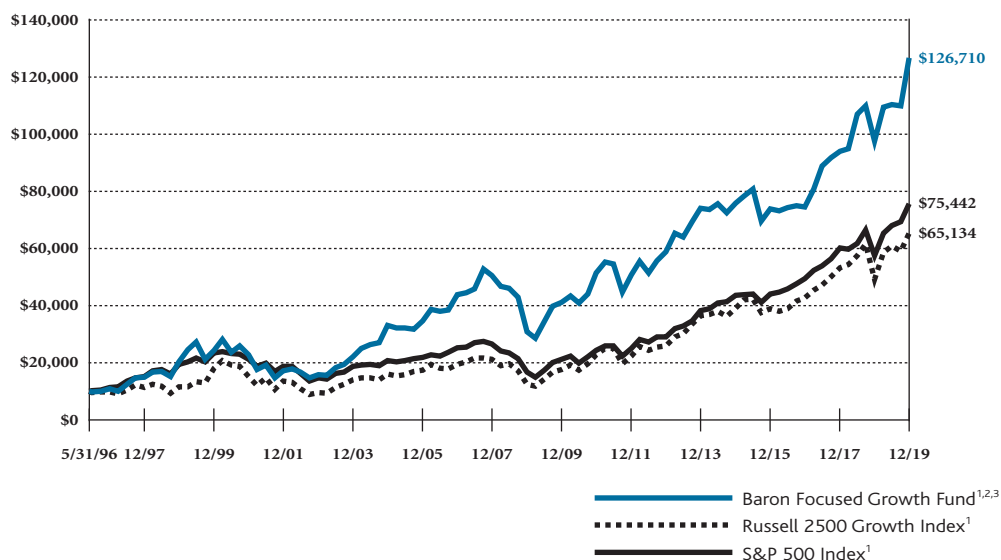
Of course, there can be no assurance that we will be successful in achieving the Fund's investment goals.

[†] Sector levels are provided from the Global Industry Classification Standard ("GICS"), developed and exclusively owned by MSCI, Inc. and Standard & Poor's Financial Services LLC, unless otherwise stated that they have been reclassified or classified by the Adviser. All GICS data is provided "as is" with no warranties.

¹ Performance information reflects results of the Retail Shares.

* Please see Footnote 2 on page 2.

COMPARISON OF THE CHANGE IN VALUE OF \$10,000 INVESTMENT IN BARON FOCUSED GROWTH FUND (RETAIL SHARES) IN RELATION TO THE RUSSELL 2500 GROWTH INDEX AND THE S&P 500 INDEX



AVERAGE ANNUAL TOTAL RETURNS FOR THE PERIODS ENDED DECEMBER 31, 2019

	One Year	Three Years	Five Years	Ten Years	Since Inception (May 31, 1996)
Baron Focused Growth Fund — Retail Shares ^{1,2,3}	30.03%	19.46%	10.86%	11.92%	11.37%
Baron Focused Growth Fund — Institutional Shares ^{1,2,3,4}	30.33%	19.75%	11.16%	12.20%	11.49%
Baron Focused Growth Fund — R6 Shares ^{1,2,3,4}	30.31%	19.76%	11.17%	12.20%	11.49%
Russell 2500 Growth Index ¹	32.65%	15.17%	10.84%	14.01%	8.27%
S&P 500 Index ¹	31.49%	15.27%	11.70%	13.56%	8.95%

¹ The indexes are unmanaged. The index performance is not Fund performance; one cannot invest directly into an index. The Russell 2500™ Growth Index measures the performance of small- to medium-sized U.S. companies that are classified as growth and the S&P 500 Index of 500 widely held large-cap U.S. companies. The indexes and Baron Focused Growth Fund are with dividends, which positively impact the performance results.

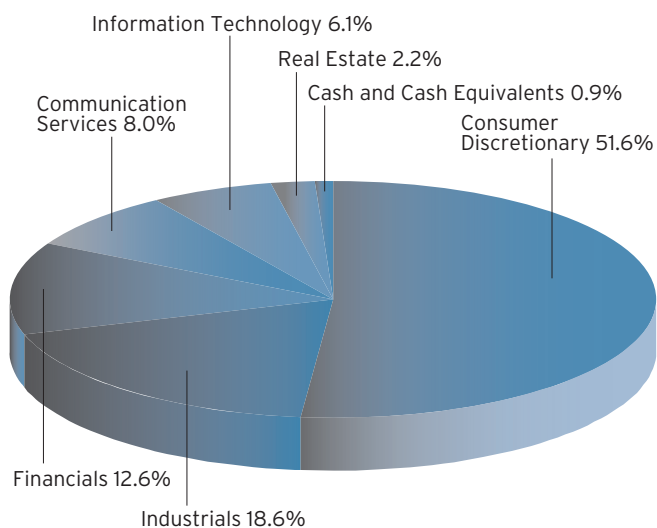
² Reflects the actual fees and expenses that were charged when the Fund was a partnership. The predecessor partnership charged a 15% performance fee through 2003 after reaching a certain performance benchmark. If the annual returns for the Fund did not reflect the performance fees for the years the predecessor partnership charged a performance fee, the returns would be higher. The Fund's shareholders will not be charged a performance fee. The predecessor partnership's performance is only for periods before the Fund's registration statement was effective, which was June 30, 2008. During those periods, the predecessor partnership was not registered under the Investment Company Act of 1940 and was not subject to its requirements or the requirements of the Internal Revenue Code relating to regulated investment companies, which, if it were, might have adversely affected its performance.

³ Past performance is not predictive of future performance. The performance data does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. The Adviser reimburses certain Fund expenses pursuant to a contract expiring on August 29, 2030, unless renewed for another 11-year term and the Fund's transfer agency expenses may be reduced by expense offsets from an unaffiliated transfer agent, without which performance would have been lower.

⁴ Performance for the Institutional Shares prior to May 29, 2009 is based on the performance of the Retail Shares. Performance for the R6 Shares prior to August 31, 2016 is based on the performance of the Institutional Shares, and prior to May 29, 2009 is based on the Retail Shares. The Retail Shares have a distribution fee, but Institutional Shares and R6 Shares do not. If the annual returns for the Institutional Shares and R6 Shares prior to May 29, 2009 did not reflect this fee, the returns would be higher.

TOP TEN HOLDINGS AS OF DECEMBER 31, 2019

	Percent of Net Assets
CoStar Group, Inc.	14.4%
Tesla, Inc.	14.3%
Vail Resorts, Inc.	12.2%
Hyatt Hotels Corp.	11.6%
FactSet Research Systems, Inc.	7.7%
Choice Hotels International, Inc.	5.9%
Arch Capital Group Ltd.	4.9%
Penn National Gaming, Inc.	4.9%
Guidewire Software, Inc.	4.3%
Space Exploration Technologies Corp.	4.2%
	84.4%

SECTOR BREAKDOWN AS OF DECEMBER 31, 2019[†]
(as a percentage of net assets)**MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE**

For the year ended December 31, 2019, Baron Focused Growth Fund¹ appreciated 30.03%, underperforming the Russell 2500 Growth Index, which increased 32.65%.

Since its inception on May 31, 1996, through December 31, 2019, the Fund has outperformed the Russell 2500 Growth Index,

gaining an annualized 11.37%,* compared to an annualized 8.27% for its index.

Baron Focused Growth Fund invests in a non-diversified portfolio of companies that we believe are well capitalized and have exceptional management, significant growth potential, and sustainable barriers to competition. The Fund is non-diversified, which is a riskier investment strategy.

After a steep sell-off in December 2018, markets rebounded in 2019. The rally was fueled in large part by the Federal Reserve, which reversed course to lower rates three times during the year. The economy continued to expand at a slow but steady pace, with low unemployment and solid wage growth. Better-than-expected corporate earnings also helped buoy investor sentiment. Toward year end, performance was lifted by increased clarity regarding domestic monetary policy, a Phase 1 trade deal between the U.S. and China, and a roadmap for Brexit stemming from the U.K. election, and the markets ended the year on a high note.

At the sector level, the Fund's investments in Consumer Discretionary, Industrials, and Financials contributed the most to performance. Information Technology was the only detracting sector in the period.

CoStar Group, Inc., a real estate information and marketing services company, contributed the most to performance due to outstanding business trends as reflected in its quarterly earnings reports. We retain conviction as bookings momentum should be enhanced by the company's incremental \$100 million investment in the multi-family marketing space. While this investment will reduce earnings in 2020, we believe it will generate attractive returns for shareholders over the intermediate and long term.

Shares of benefits enrollment platform Benefitfocus, Inc. detracted the most from performance. The company pivoted to signing larger, more complex employee and carrier customers during the 2019 selling season. While this move should be accretive to growth in the long term, larger customers take longer to implement, thereby delaying revenue recognition by several quarters. We retain conviction.

We remain optimistic about the long-term environment for U.S. equities. While we always monitor geopolitical and other developments that may have a short-term impact on the markets, we remain focused on the long term. We expect to continue to establish positions in small- and mid-sized businesses that, in our opinion, have favorable price-to-value characteristics based on our assessment of their prospects for future growth and profitability.

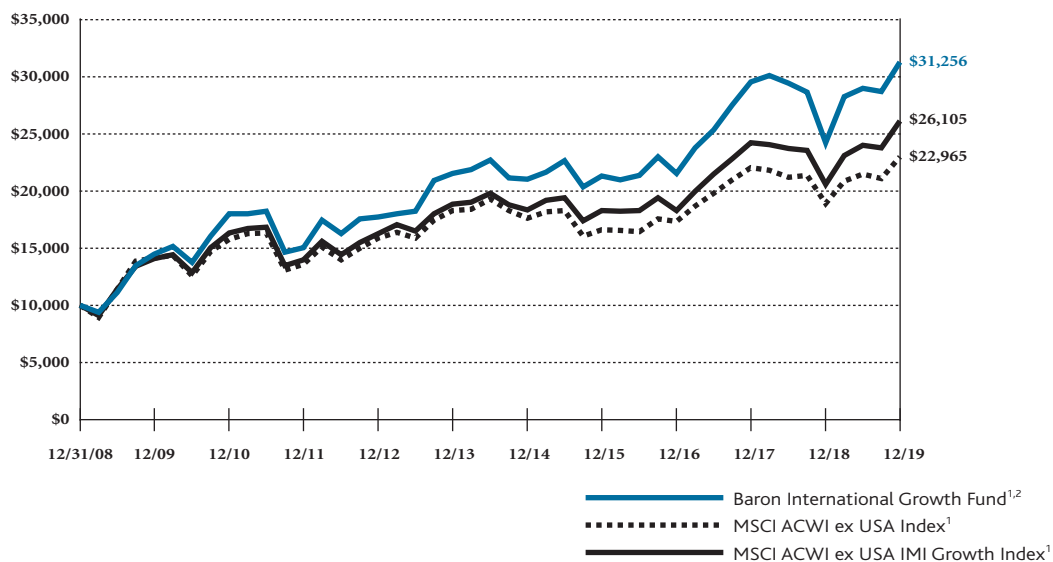
Of course, there can be no assurance that we will be successful in achieving the Fund's investment goals.

[†] Sector levels are provided from the Global Industry Classification Standard ("GICS"), developed and exclusively owned by MSCI, Inc. and Standard & Poor's Financial Services LLC, unless otherwise stated that they have been reclassified or classified by the Adviser. All GICS data is provided "as is" with no warranties.

¹ Performance information reflects results of the Retail Shares.

* Please see Footnote 2 on page 4.

COMPARISON OF THE CHANGE IN VALUE OF \$10,000 INVESTMENT IN BARON INTERNATIONAL GROWTH FUND (RETAIL SHARES) IN RELATION TO THE MSCI ACWI ex USA INDEX AND THE MSCI ACWI ex USA IMI GROWTH INDEX



AVERAGE ANNUAL TOTAL RETURNS FOR THE PERIODS ENDED DECEMBER 31, 2019

	One Year	Three Years	Five Years	Ten Years	Since Inception (December 31, 2008) [^]
Baron International Growth Fund — Retail Shares ^{1,2}	29.06%	13.21%	8.24%	8.01%	10.92%
Baron International Growth Fund — Institutional Shares ^{1,2,3}	29.39%	13.52%	8.51%	8.29%	11.19%
Baron International Growth Fund — R6 Shares ^{1,2,3}	29.39%	13.52%	8.51%	8.29%	11.19%
MSCI ACWI ex USA Index ¹	21.51%	9.87%	5.51%	4.97%	7.85%
MSCI ACWI ex USA IMI Growth Index ¹	26.98%	12.61%	7.34%	6.36%	9.11%

[^] Commencement of investment operations was January 2, 2009.

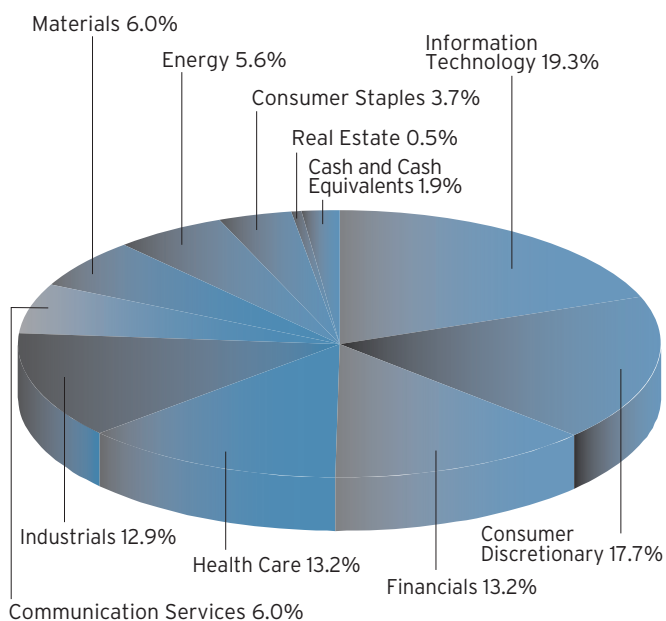
¹ The indexes are unmanaged. The index performance is not Fund performance; one cannot invest directly into an index. The MSCI ACWI ex USA Index Net USD is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of large- and mid-cap securities across developed and emerging markets, excluding the United States. The MSCI ACWI ex USA IMI Growth Index Net USD is a free float-adjusted market capitalization weighted index that is designed to measure the performance of large-, mid-, and small-cap growth securities across developed and emerging markets, excluding the United States. The indexes and Baron International Growth Fund include reinvestment of dividends, net of foreign withholding taxes, which positively impact the performance results.

² Past performance is not predictive of future performance. The performance data does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. The Adviser reimburses certain Fund expenses pursuant to a contract expiring on August 29, 2030, unless renewed for another 11-year term and the Fund’s transfer agency expenses may be reduced by expense offsets from an unaffiliated transfer agent, without which performance would have been lower.

³ Performance for the Institutional Shares prior to May 29, 2009 is based on the performance of the Retail Shares. Performance for the R6 Shares prior to August 31, 2016 is based on the performance of the Institutional Shares, and prior to May 29, 2009 is based on the Retail Shares. The Retail Shares have a distribution fee, but Institutional Shares and R6 Shares do not. If the annual returns for the Institutional Shares and R6 Shares prior to May 29, 2009 did not reflect this fee, the returns would be higher.

TOP TEN HOLDINGS AS OF DECEMBER 31, 2019

	Percent of Net Assets
RIB Software SE	2.6%
AstraZeneca PLC	2.5%
argenx SE	2.3%
Afya Limited	2.1%
Trainline Plc	2.0%
B&M European Value Retail S.A.	1.9%
Takeda Pharmaceutical Company Limited	1.9%
BNP Paribas S.A.	1.8%
Eurofins Scientific SE	1.8%
FANUC Corp.	1.7%
	20.6%

SECTOR BREAKDOWN AS OF DECEMBER 31, 2019[†]
(as a percentage of net assets)**MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE**

For the year ended December 31, 2019, Baron International Growth Fund¹ increased 29.06%, outperforming the MSCI ACWI ex USA Index, which increased 21.51%.

Baron International Growth Fund is a diversified fund that invests for the long term primarily in securities of non-U.S. growth companies. The Fund expects to diversify among several developed countries and developing countries throughout the world, although the Fund's total exposure to developing countries will not exceed 35%. The Fund may purchase securities of companies of any size.

International equities lagged domestic indexes in 2019 due to fears of a global recession related to the U.S./China trade war as well as uncertainties surrounding Brexit and other geo-political issues. However, they rallied toward the end of the year as progress on the trade war became evident and the path toward resolution of Brexit was essentially determined. We believe pent-up policy support and relief from trade frictions will drive a positive revision to global growth expectations and a further decline in associated risk premiums, with the likely result a sustained return to market leadership by international equities, at least in the year ahead.

On a country basis, holdings in the U.K., Brazil, and China contributed the most to performance. Investments in Argentina, Finland, and Nigeria detracted the most.

On a sector basis, Information Technology, Consumer Discretionary, and Health Care contributed the most. Energy detracted in the period.

argenx SE is a Dutch biotechnology company dedicated to developing biologics to treat immunological disorders and cancer. Investor enthusiasm about the company's pipeline of new treatments for patients with autoimmune diseases and cancer drove share price gains. We believe that argenx's FcRn platform is one of the most valuable assets in the biotechnology development space, and we retain conviction.

Tullow Oil plc is an international exploration & production company focused on operations in Africa and South America. Shares detracted after the company disclosed new data questioning the commerciality of its previously announced oil discovery in Guyana. Tullow has significantly downgraded oil production guidance and eliminated dividends. Both the CEO and exploration director have resigned following these updates. We exited our position due to concerns over the company's balance sheet and governance after the production downgrade.

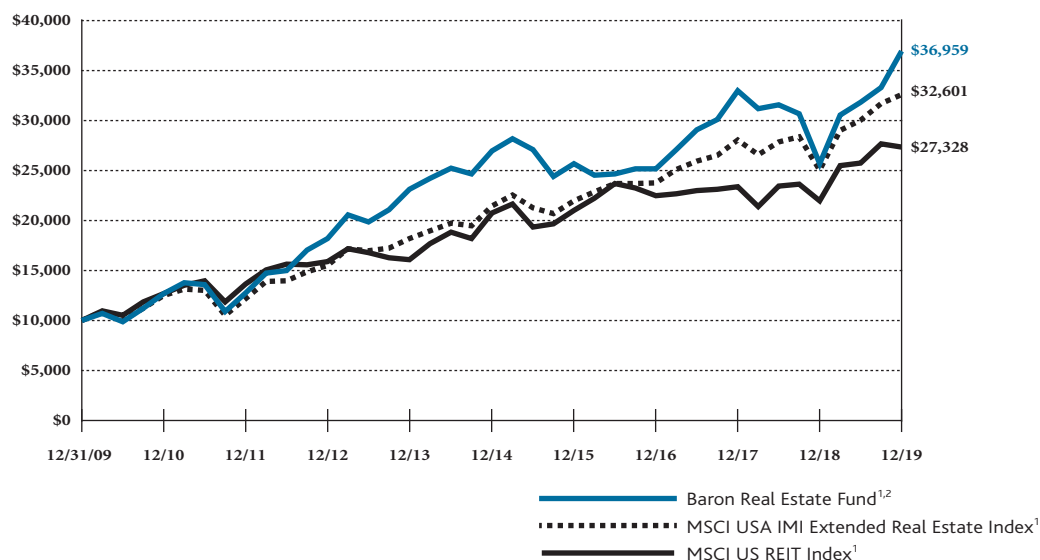
We believe we are nearing the end of a protracted period of international underperformance and are confident that we own a portfolio of quality growth companies poised to benefit from competitive advantages and long-term tailwinds. We continue to believe that our forward-looking and bottom-up fundamental approach positions us to discover exciting long-term investment opportunities regardless of the market environment.

Of course, there can be no guarantee that we will be successful in achieving the Fund's investment goals.

[†] Sector levels are provided from the Global Industry Classification Standard ("GICS"), developed and exclusively owned by MSCI, Inc. and Standard & Poor's Financial Services LLC, unless otherwise stated that they have been reclassified or classified by the Adviser. All GICS data is provided "as is" with no warranties.

¹ Performance information reflects results of the Retail Shares.

COMPARISON OF THE CHANGE IN VALUE OF \$10,000 INVESTMENT IN BARON REAL ESTATE FUND (RETAIL SHARES) IN RELATION TO THE MSCI USA IMI EXTENDED REAL ESTATE INDEX AND MSCI US REIT INDEX



AVERAGE ANNUAL TOTAL RETURNS FOR THE PERIODS ENDED DECEMBER 31, 2019

	One Year	Three Years	Five Years	Ten Years and Since Inception (December 31, 2009) [^]
Baron Real Estate Fund — Retail Shares ^{1,2}	44.11%	13.67%	6.54%	13.97%
Baron Real Estate Fund — Institutional Shares ^{1,2}	44.44%	13.96%	6.80%	14.25%
Baron Real Estate Fund — R6 Shares ^{1,2,3}	44.51%	13.98%	6.82%	14.26%
MSCI USA IMI Extended Real Estate Index ¹	30.21%	11.12%	8.72%	12.54%
MSCI US REIT Index ¹	24.33%	6.70%	5.68%	10.58%

[^] Commencement of investment operations was January 4, 2010.

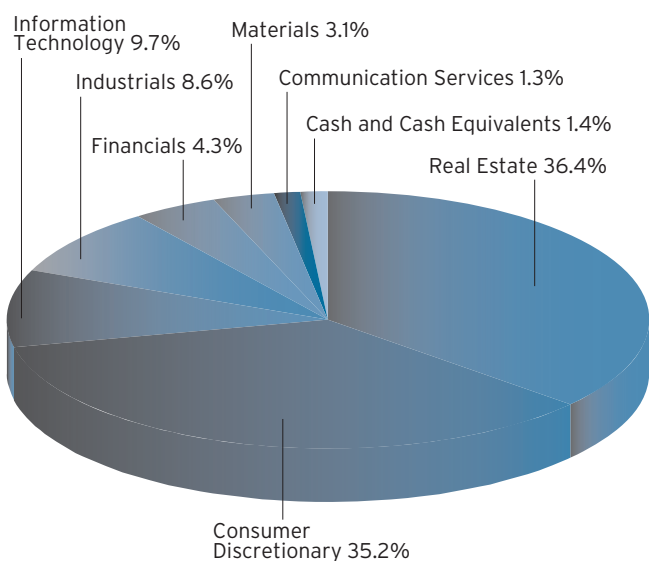
¹ The indexes are unmanaged. The index performance is not Fund performance; one cannot invest directly into an index. The MSCI USA IMI Extended Real Estate Index is a custom index calculated by MSCI for, and as requested by, BAMCO, Inc. The index includes real estate and real estate-related GICS classification securities. MSCI makes no express or implied warranties or representation and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indexes or any securities or financial products. This report is not approved, reviewed or produced by MSCI. The MSCI US REIT Index is a free float-adjusted market capitalization index that measures the performance of all equity REITs in the U.S. equity market, except for specialty equity REITs that do not generate a majority of their revenue and income from real estate rental and leasing operations. The indexes and Baron Real Estate Fund are with dividends, which positively impact the performance results.

² Past performance is not predictive of future performance. The performance data does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. The Adviser reimburses certain Fund expenses pursuant to a contract expiring on August 29, 2030, unless renewed for another 11-year term and the Fund's transfer agency expenses may be reduced by expense offsets from an unaffiliated transfer agent, without which performance would have been lower.

³ Performance for the R6 Shares prior to January 29, 2016 is based on the performance of the Institutional Shares.

TOP TEN HOLDINGS AS OF DECEMBER 31, 2019

	Percent of Net Assets
CBRE Group, Inc.	7.1%
GDS Holdings Limited	5.2%
Equinix, Inc.	4.9%
MGM Resorts International	4.7%
InterXion Holding N.V.	4.5%
Brookfield Asset Management, Inc.	4.4%
Lowe's Companies, Inc.	3.9%
Royal Caribbean Cruises Ltd.	3.5%
Norwegian Cruise Line Holdings, Ltd.	3.4%
Masco Corporation	3.4%
	45.0%

SECTOR BREAKDOWN AS OF DECEMBER 31, 2019[†]
(as a percentage of net assets)**MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE**

For the year ended December 31, 2019, Baron Real Estate Fund¹ appreciated 44.11%, outperforming the MSCI USA IMI Extended Real Estate Index, which rose 30.21%.

Baron Real Estate Fund is a diversified fund that under normal circumstances, invests 80% of its net assets in real estate and real

estate-related companies of all sizes, and in companies which, in the opinion of the Adviser, own significant real estate assets at the time of investment. The Fund seeks to invest in well-managed companies that we believe have significant long-term growth opportunities. The Fund's investment universe extends beyond real estate investment trusts (REITs) to include hotels, senior housing operators, casino and gaming operators, tower operators, infrastructure-related companies and master limited partnerships, data centers, building products companies, real estate service companies, and real estate operating companies.

After a steep sell-off in late 2018, the U.S. stock market rebounded in 2019. The rally was fueled in large part by a policy shift at the Federal Reserve, which lowered rates three times in 2019. The economy continued to expand at a slow but steady pace, with continued low unemployment and solid wage growth. Better-than-expected corporate earnings also helped boost investor sentiment. Real estate and real estate-related stocks did relatively well, buoyed by declining interest rates and the resulting strong investor appetite for dividend yielding securities such as REITs.

Our investments in REITs, building products/services companies, and data centers contributed the most to performance. No category detracted.

The top contributor was CBRE Group, Inc., a global provider of commercial real estate services. Shares increased on robust business prospects as reflected in quarterly earnings reports. CBRE is a best-in-class company with several growth drivers, including a positive economic backdrop, market share gains stemming from its unrivaled scale and capabilities, secular growth in corporate outsourcing, and acquisitions in a consolidating industry.

CyrusOne Inc. was the top detractor due to disappointing leasing results, initial 2019 guidance below investor expectations as a result of financing dilution, and continued equity overhang due to financing needs. CyrusOne is a provider of large footprint data center space to enterprises and cloud service providers. We have exited our position in light of management concerns and recent capital allocation decisions.

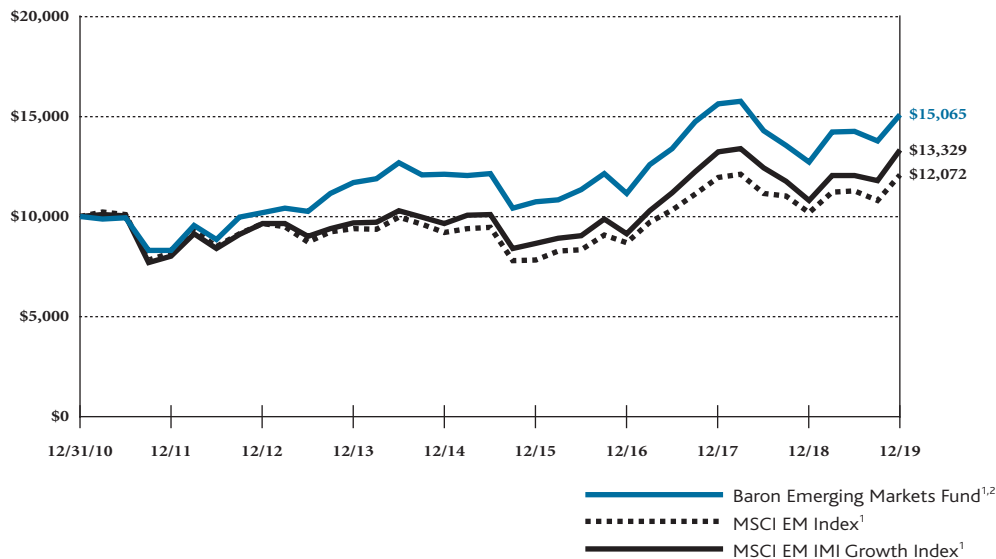
We remain bullish about the outlook for real estate. Factors that have fueled the resurgence in real estate remain in place, with demand outstripping supply and credit remaining available at low interest rates. Business conditions appear reasonable, and substantial private capital is still in pursuit of real estate. We think this positive real estate cycle will last longer than most because we are not seeing the excesses that typically characterize the end of most cycles. Finally, we continue to identify real estate-related companies with attractive valuations, in our view.

Of course, there can be no guarantee that we will be successful in achieving the Fund's investment goals.

[†] Sector levels are provided from the Global Industry Classification Standard ("GICS"), developed and exclusively owned by MSCI, Inc. and Standard & Poor's Financial Services LLC, unless otherwise stated that they have been reclassified or classified by the Adviser. All GICS data is provided "as is" with no warranties.

¹ Performance information reflects results of the Retail Shares.

COMPARISON OF THE CHANGE IN VALUE OF \$10,000 INVESTMENT IN BARON EMERGING MARKETS FUND (RETAIL SHARES) IN RELATION TO THE MSCI EM INDEX AND THE MSCI EM IMI GROWTH INDEX



AVERAGE ANNUAL TOTAL RETURNS FOR THE PERIODS ENDED DECEMBER 31, 2019

	One Year	Three Years	Five Years	Since Inception (December 31, 2010) [^]
Baron Emerging Markets Fund — Retail Shares ^{1,2}	18.48%	10.58%	4.50%	4.66%
Baron Emerging Markets Fund — Institutional Shares ^{1,2}	18.86%	10.86%	4.77%	4.92%
Baron Emerging Markets Fund — R6 Shares ^{1,2,3}	18.77%	10.83%	4.77%	4.92%
MSCI EM Index ¹	18.42%	11.57%	5.61%	2.11%
MSCI EM IMI Growth Index ¹	23.60%	13.41%	6.68%	3.24%

[^] Commencement of investment operations was January 3, 2011.

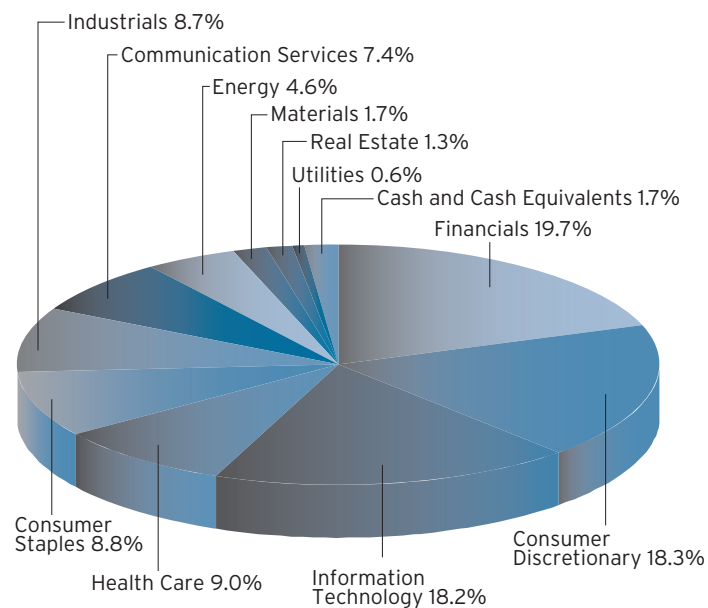
¹ The indexes are unmanaged. The index performance is not Fund performance; one cannot invest directly into an index. The MSCI EM (Emerging Markets) Index and the MSCI EM (Emerging Markets) IMI Growth Index are free float-adjusted market capitalization weighted indexes. The MSCI EM (Emerging Markets) Index Net USD and the MSCI EM (Emerging Markets) IMI Growth Index Net USD are designed to measure the equity market performance of large-, mid-, and small-cap securities in the emerging markets. The MSCI EM (Emerging Markets) IMI Growth Index Net USD screens for growth-style securities. The indexes and the Fund include reinvestment of dividends, net of withholding taxes, which positively impact the performance results.

² Past performance is not predictive of future performance. The performance data does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. The Adviser reimburses certain Fund expenses pursuant to a contract expiring on August 29, 2030, unless renewed for another 11-year term and the Fund's transfer agency expenses may be reduced by expense offsets from an unaffiliated transfer agent without which performance would have been lower.

³ Performance for the R6 Shares prior to January 29, 2016 is based on the performance of the Institutional Shares.

TOP TEN HOLDINGS AS OF DECEMBER 31, 2019

	Percent of Net Assets
Alibaba Group Holding Limited	5.6%
Taiwan Semiconductor Manufacturing Company Ltd.	3.5%
Tencent Holdings Limited	3.4%
Samsung Electronics Co., Ltd.	3.2%
Sberbank of Russia PJSC	2.4%
Petroleo Brasileiro S.A. Petrobras	2.0%
Reliance Industries Limited	1.8%
GDS Holdings Limited	1.7%
Azul S.A.	1.7%
Midea Group Co., Ltd.	1.6%
	26.9%

SECTOR BREAKDOWN AS OF DECEMBER 31, 2019[†]
(as a percentage of net assets)**MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE**

For the year ended December 31, 2019, Baron Emerging Markets Fund¹ appreciated 18.48%, in line with the MSCI EM Index, which rose 18.42%.

Baron Emerging Markets Fund is a diversified fund that invests for the long term primarily in companies of any size that have their principal business activities or trading markets in developing countries. The Fund may invest up to 20% of its net assets in developed and frontier countries. The Fund seeks to invest in companies that have significant long-term growth prospects and to purchase them at prices we believe to be favorable.

EM equities lagged domestic indexes for the first nine months of the year due to geo-political uncertainties and fears of a global recession related to the U.S./China trade war. Toward year end, as progress between the two countries became evident, EM equities rallied, outperforming U.S. and global indexes. We believe pent-up policy support and relief from trade frictions will drive a positive revision to global growth expectations and a further decline in associated risk premiums, with the likely result a sustained return to market leadership by EM equities, at least in the year ahead.

On a country basis, China, Brazil, and Taiwan contributed the most to performance, while the U.K., South Africa, and Finland were the biggest detractors.

On a sector basis, Information Technology, Consumer Discretionary, and Financials contributed the most, while Materials and Energy detracted.

Alibaba Group Holding Limited was the top contributor. Alibaba is the largest retailer and e-commerce company in China. It operates shopping platforms Taobao and Tmall and owns 33% of Ant Financial, which manages Alipay, the largest third-party online payment provider in China. Shares of Alibaba appreciated in 2019 due to traction in less developed areas, continued cost discipline, and an aggressive reinvestment strategy. We believe Alibaba's core business remains extremely profitable and continues to grow rapidly, with tailwinds from strong mobile and advertising growth.

The top detractor was Tullow Oil plc, an international exploration & production company focused on operations in Africa and South America. Shares detracted after the company disclosed new data questioning the commerciality of its previously announced oil discovery in Guyana. Tullow has significantly downgraded oil production guidance and eliminated dividends. Both the CEO and exploration director have resigned following these updates. We exited our position due to concerns over the company's balance sheet and governance after the production downgrade.

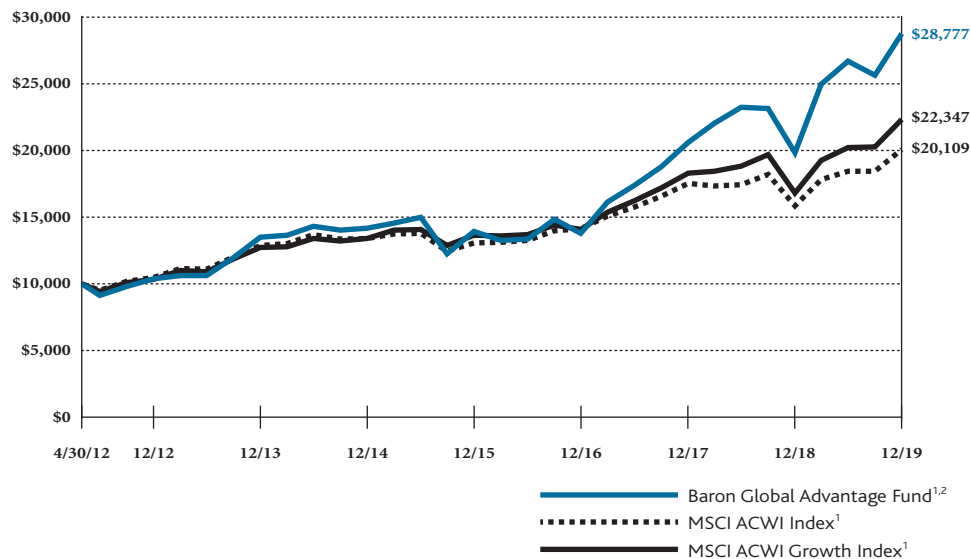
We believe EM equities are likely bottoming on a relative return basis after nearly a decade of underperformance. As always, we are confident that we have invested in many well-positioned and well-managed companies with the potential for attractive returns over the long term.

Of course, there can be no guarantee that we will be successful in achieving the Fund's investment goals.

[†] Sector levels are provided from the Global Industry Classification Standard ("GICS"), developed and exclusively owned by MSCI, Inc. and Standard & Poor's Financial Services LLC, unless otherwise stated that they have been reclassified or classified by the Adviser. All GICS data is provided "as is" with no warranties.

¹ Performance information reflects results of the Retail Shares.

COMPARISON OF THE CHANGE IN VALUE OF \$10,000 INVESTMENT IN BARON GLOBAL ADVANTAGE FUND[†] (RETAIL SHARES) IN RELATION TO THE MSCI ACWI INDEX AND THE MSCI ACWI GROWTH INDEX



AVERAGE ANNUAL TOTAL RETURNS FOR THE PERIODS ENDED DECEMBER 31, 2019

	One Year	Three Years	Five Years	Since Inception (April 30, 2012)
Baron Global Advantage Fund — Retail Shares ^{1,2}	45.07%	27.77%	15.17%	14.78%
Baron Global Advantage Fund — Institutional Shares ^{1,2}	45.45%	28.05%	15.42%	15.03%
Baron Global Advantage Fund — R6 Shares ^{1,2,3}	45.48%	28.06%	15.43%	15.04%
MSCI ACWI Index ¹	26.60%	12.44%	8.41%	9.54%
MSCI ACWI Growth Index ¹	32.72%	16.60%	10.70%	11.06%

[†] The Fund’s 1-, 3-, and 5-year historical performance was impacted by gains from IPOs and/or secondary offerings, and there is no guarantee that these results can be repeated or that the Fund’s level of participation in IPOs and secondary offerings will be the same in the future.

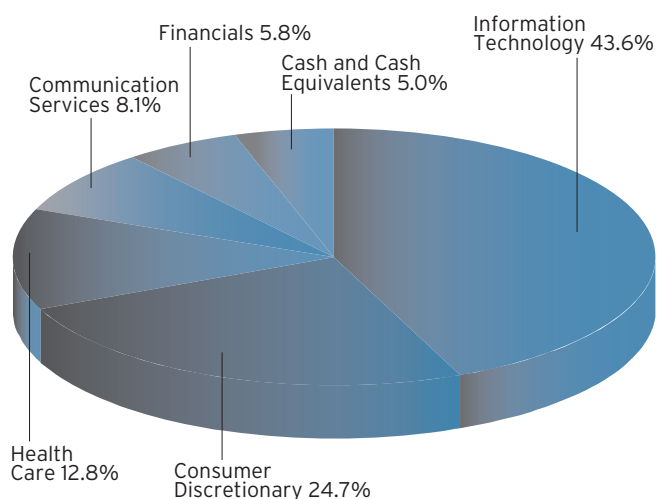
¹ The indexes are unmanaged. The index performance is not Fund performance; one cannot invest directly into an index. The Fund has changed its primary benchmark to the MSCI ACWI Index given its broad acceptance as the standard benchmark measuring global markets equity performance. The Fund will maintain the MSCI ACWI Growth Index as a secondary benchmark. The MSCI ACWI Index and the MSCI ACWI Growth Index are free float-adjusted market capitalization weighted indexes. The MSCI ACWI Index Net USD and the MSCI ACWI Growth Index Net USD are designed to measure the equity market performance of large- and mid-cap securities across developed and emerging markets, including the United States. The MSCI ACWI Growth Index Net USD screens for growth-style securities. The indexes and Baron Global Advantage Fund include reinvestment of dividends, net of foreign withholding taxes, which positively impact the performance results.

² Past performance is not predictive of future performance. The performance data does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. The Adviser reimburses certain Fund expenses pursuant to a contract expiring on August 29, 2030, unless renewed for another 11-year term and the Fund’s transfer agency expenses may be reduced by expense offsets from an unaffiliated transfer agent, without which performance would have been lower.

³ Performance for the R6 Shares prior to August 31, 2016 is based on the performance of the Institutional Shares.

TOP TEN HOLDINGS AS OF DECEMBER 31, 2019

	Percent of Net Assets
Alibaba Group Holding Limited	6.7%
Amazon.com, Inc.	5.9%
Alphabet Inc.	4.5%
Splunk, Inc.	3.8%
Facebook, Inc.	3.7%
Mellanox Technologies Ltd.	3.6%
Illumina, Inc.	3.1%
EPAM Systems, Inc.	3.0%
MercadoLibre, Inc.	3.0%
argenx SE	2.9%
	40.2%

SECTOR BREAKDOWN AS OF DECEMBER 31, 2019[†]
(as a percentage of net assets)**MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE**

For the year ended December 31, 2019, Baron Global Advantage Fund¹ appreciated 45.07%, outperforming the MSCI ACWI Index, which gained 26.60%, and the MSCI ACWI Growth Index, which rose 32.72%.

The Fund is a diversified fund that, under normal circumstances, invests primarily in equity securities in the form of common stock of established and emerging markets companies located

throughout the world, with capitalizations within the range of companies included in the MSCI ACWI Index. At all times, the Fund will have investments in equity securities of companies in at least three countries outside of the U.S. Under normal conditions, at least 40% of the Fund's net assets will be invested in stocks of companies outside the U.S. (at least 30% if foreign market conditions are not favorable). The Adviser seeks to invest in businesses it believes have significant opportunities for growth, sustainable competitive advantages, exceptional management, and an attractive valuation.

After a steep sell-off in December 2018, U.S. markets rebounded in 2019, fueled in large part by the Federal Reserve, which reversed course to lower rates three times during the year. The economy continued to expand at a slow but steady pace, with low unemployment, solid wage growth, and strong corporate earnings. Toward year end, a Phase 1 trade deal between the U.S. and China and a roadmap for Brexit drove U.S. equities even higher. EM and international equities lagged U.S. indexes for most of the year but rebounded in the last quarter as progress on U.S./China trade relations sparked a rally.

On a country basis, the United States, China, and Brazil contributed most to performance, while Germany detracted.

On a sector basis, Information Technology, Consumer Discretionary, and Health Care contributed most to performance, while Industrials detracted.

The top contributor was Alibaba Group Holding Limited, the largest retailer and e-commerce company in China. Alibaba operates shopping platforms Taobao and Tmall and owns 33% of Ant Financial. Shares appreciated in 2019 due to traction in less developed areas, continued cost discipline, and an aggressive reinvestment strategy. We believe Alibaba's core business remains extremely profitable and continues to grow rapidly, with tailwinds from mobile and advertising growth.

The largest detractor was Twilio Inc. Twilio is a Communications-Platform-as-a-Service (CPaaS) company offering application programming interfaces that help developers embed communications into their software. Shares detracted as our purchase timing preceded the market correction in high-growth software. We retain conviction as Twilio benefits from digital transformation trends that are creating a potential multi-billion dollar market for the company, in our view.

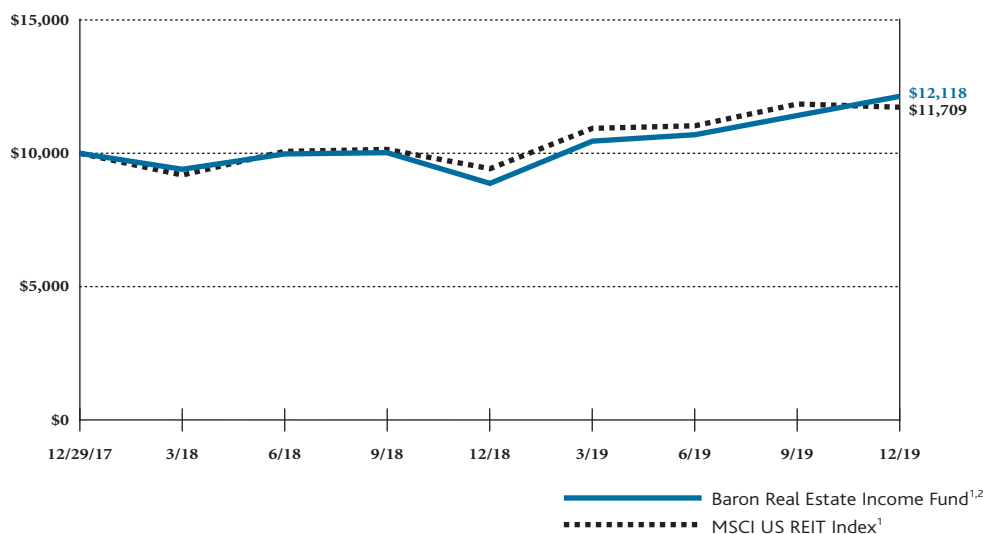
The digitization phenomenon, which we believe will continue for years, is starting to reach inflection points in many new areas. We believe this should favor many of the companies in which we are invested. Our goal remains to maximize long-term returns without taking significant risks of permanent loss of capital.

Of course, there can be no guarantee that we will be successful in achieving the Fund's investment goals.

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¹ Performance information reflects results of the Retail Shares.

COMPARISON OF THE CHANGE IN VALUE OF \$10,000 INVESTMENT IN BARON REAL ESTATE INCOME FUND (RETAIL SHARES) IN RELATION TO THE MSCI US REIT INDEX



AVERAGE ANNUAL TOTAL RETURNS FOR THE PERIODS ENDED DECEMBER 31, 2019

	One Year	Since Inception December 29, 2017) [^]
Baron Real Estate Income Fund — Retail Shares ^{1,2}	36.67%	10.08%
Baron Real Estate Income Fund — Institutional Shares ^{1,2}	36.54%	10.22%
Baron Real Estate Income Fund — R6 Shares ^{1,2}	36.42%	10.17%
MSCI US REIT Index ¹	24.33%	8.21%

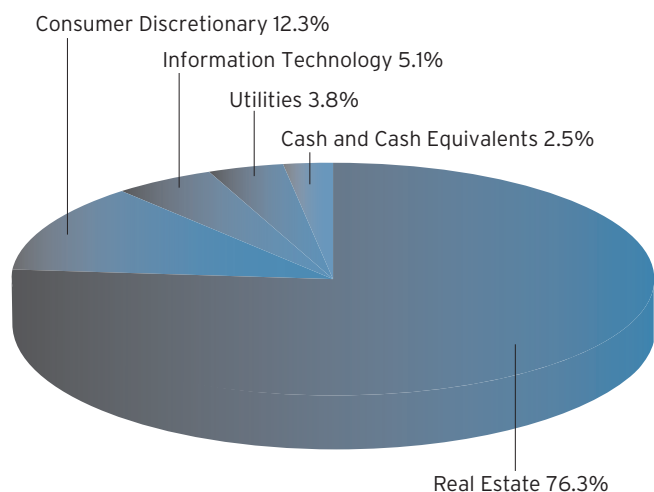
[^] Commencement of investment operations was January 2, 2018.

¹ The index is unmanaged. The index performance is not Fund performance; one cannot invest directly into an index. The MSCI US REIT Index is a free float-adjusted market capitalization index that measures the performance of all equity REITs in the US equity market, except for specialty equity REITs that do not generate a majority of their revenue and income from real estate rental and leasing operations. The index and Baron Real Estate Income Fund are with dividends, which positively impact the performance results.

² Past performance is not predictive of future performance. The performance data does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. The Adviser reimburses certain Fund expenses pursuant to a contract expiring on August 29, 2030, unless renewed for another 11-year term and the Fund's transfer agency expenses may be reduced by expense offsets from an unaffiliated transfer agent, without which performance would have been lower.

TOP TEN HOLDINGS AS OF DECEMBER 31, 2019

	Percent of Net Assets
Prologis, Inc.	7.1%
Invitation Homes, Inc.	6.2%
American Tower Corp.	6.1%
Equinix, Inc.	6.0%
Hudson Pacific Properties, Inc.	5.2%
GDS Holdings Limited	5.1%
MGM Resorts International	4.6%
Kilroy Realty Corporation	4.5%
Alexandria Real Estate Equities, Inc.	4.5%
Brookfield Infrastructure Partners L.P.	3.8%
	53.1%

SECTOR BREAKDOWN AS OF DECEMBER 31, 2019[†]
(as a percentage of net assets)**MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE**

For the year ended December 31, 2019, Baron Real Estate Income Fund¹ appreciated 36.67%, outperforming the MSCI US REIT Index, which rose 24.33%.

Baron Real Estate Income Fund is a non-diversified fund that under normal circumstances, invests at least 80% of its net assets in real estate income-producing securities and other real estate

securities of any market capitalization, including common stocks and equity securities, debt and preferred securities, non-U.S. real estate income-producing securities, and any other real estate-related yield securities. The Fund is likely to maintain a significant portion of its assets in real estate investment trusts ("REITs"). REITs pool money to invest in properties ("equity REITs") or mortgages ("mortgage REITs"), and their revenue primarily consists of rent derived from owned, income producing real estate properties, and capital gains from the sale of such properties. The Fund generally invests in equity REITs.

After a steep sell-off in late 2018, the U.S. stock market rebounded in 2019. The rally was fueled in large part by a policy shift at the Federal Reserve, which lowered rates three times in 2019. The economy continued to expand at a slow but steady pace, with low unemployment and solid wage growth. Better-than-expected corporate earnings also helped buoy investor sentiment. REITs and real estate-related stocks did relatively well, buoyed by the decline in interest rates and the resulting strong investor appetite for dividend yielding securities such as REITs.

Investments in non-REIT real estate companies, industrial REITs, and data center REITs contributed the most in the period. Timber REITs detracted.

Equinix, Inc. was the top contributor due to robust financial results and two investment grade upgrades. Lower interest rates also benefited REITs broadly. Equinix is an operator of colocation data centers. We retain conviction due to increased cloud adoption and IT outsourcing, Equinix's unique market position, and its continued execution on M&A transactions to enhance its moat.

The top detractor was Extended Stay America, Inc., which owns hotels across the U.S. catering to longer-duration guests. Extended Stay's shares declined as a result of management's decision not to pursue a corporate restructuring and industry data that fell short of investor expectations. We exited our position because of a lack of confidence in the company's strategic direction.

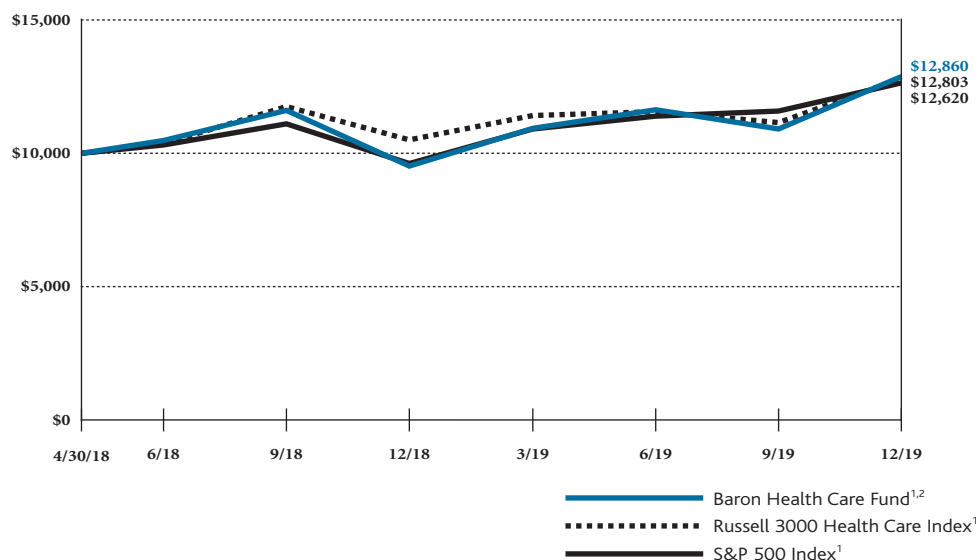
In addition to the attractiveness of REITs as an investment in a low interest rate environment, key positives we believe may continue to benefit REITs include steady and growing commercial real estate fundamentals, a slowdown in new construction activity, well-covered and attractive dividends, lessening concerns of oversupply, low balance sheet leverage and wide access to low-cost capital, substantial private capital looking to buy and finance real estate, and attractive valuations. We also believe the Fund's other real estate investments offer the potential for strong growth and share price appreciation.

Of course, there is no guarantee we will succeed in achieving the Fund's investment goals.

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¹ Performance information reflects the results of Retail Shares.

COMPARISON OF THE CHANGE IN VALUE OF \$10,000 INVESTMENT IN BARON HEALTH CARE FUND (RETAIL SHARES) IN RELATION TO THE RUSSELL 3000 HEALTH CARE INDEX AND THE S&P 500 INDEX



AVERAGE ANNUAL TOTAL RETURNS FOR THE PERIODS ENDED DECEMBER 31, 2019

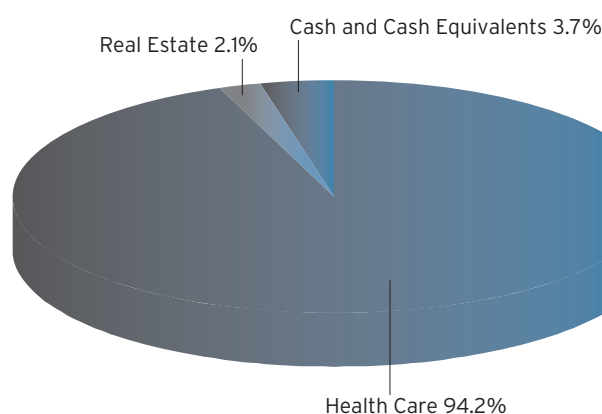
	One Year	Since Inception April 30, 2018)
Baron Health Care Fund — Retail Shares ^{1,2}	35.23%	16.29%
Baron Health Care Fund — Institutional Shares ^{1,2}	35.57%	16.62%
Baron Health Care Fund — R6 Shares ^{1,2}	35.61%	16.56%
Russell 3000 Health Care Index ¹	22.11%	15.98%
S&P 500 Index ¹	31.49%	14.98%

¹ The indexes are unmanaged. The index performance is not Fund performance; one cannot invest directly into an index. The Russell 3000 Health Care Index is a free float-adjusted market capitalization index that measures the performance of all equity in the US equity market. The S&P 500 Index measures the performance of 500 widely held large-cap U.S. companies. The indexes and Baron Health Care Fund are with dividends, which positively impact the performance results.

² Past performance is not predictive of future performance. The performance data does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. The Adviser reimburses certain Fund expenses pursuant to a contract expiring on August 29, 2030, unless renewed for another 11-year term and the Fund's transfer agency expenses may be reduced by expense offsets from an unaffiliated transfer agent, without which performance would have been lower.

TOP TEN HOLDINGS AS OF DECEMBER 31, 2019

	Percent of Net Assets
UnitedHealth Group Incorporated	6.8%
Abbott Laboratories	5.4%
Merck & Co., Inc.	5.3%
AstraZeneca PLC	4.9%
Vertex Pharmaceuticals Incorporated	4.1%
Thermo Fisher Scientific Inc.	3.9%
argenx SE	3.7%
Zimmer Biomet Holdings, Inc.	3.5%
Humana Inc.	3.2%
Edwards Lifesciences Corp.	2.9%
	43.7%

SECTOR BREAKDOWN AS OF DECEMBER 31, 2019[†]
(as a percentage of net assets)**MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE**

For the year ended December 31, 2019, Baron Health Care Fund¹ appreciated 35.23%, outperforming the Russell 3000 Health Care Index, which rose 22.11%.

Baron Health Care Fund is a non-diversified fund that under normal circumstances, invests at least 80% of its net assets in equity securities in the form of common stock of companies engaged in the research, development, production, sale, delivery or distribution of products and services related to the health care industry. The Fund's allocation among the different subsectors of the health care industry will vary depending upon the relative potential the Fund sees within each area. The Adviser seeks to

invest in businesses it believes have significant growth opportunities, sustainable competitive advantages, exceptional management, and attractive valuations. The Fund may purchase securities of companies of any market capitalization and may invest in foreign stocks.

The Health Care sector underperformed the broader markets for most of 2019 due to uncertainty surrounding potential policy changes and rising polling numbers for candidates who support Medicare for All. Toward the end of the year, the sector saw significant gains after candidates advocating a single payor system either scaled back proposals or fell in the polls. Performance was also lifted by M&A activity in the biotechnology sector, with several transactions announced at substantial premiums to where the stocks were trading. Congress also passed legislation eliminating the medical device tax, the health insurance tax, and the Cadillac tax, which should boost earnings for companies that were subject to those taxes.

Health care equipment, biotechnology, and life sciences tools and services were the largest contributing sub-industries to performance. Health care distributors detracted from performance.

The top contributor was argenx SE, a biotechnology company dedicated to developing biologics to treat immunological disorders and cancer. Investor enthusiasm about the company's pipeline of new treatments for patients with autoimmune diseases and cancer drove share price gains. We believe argenx's FcRn platform is one of the most valuable assets in the biotechnology development space, and we retain conviction.

Covetrus, Inc., a provider of distribution, technology, and services to veterinarians and pet owners, was the top detractor. Covetrus is a combination of Henry Schein Animal Health, a distribution business, and Vet's First Choice, a pharmacy technology platform, created in early 2019. We exited the position after several disappointing quarters. In hindsight, an inexperienced management team set an overly ambitious agenda, underestimating integration challenges and overestimating revenue synergies.

As the health care industry grows, it is undergoing transformative change driven by fluctuating governmental policies and regulatory oversight, population demographics, and revolutionary advancements in technologies and treatment of disease. We believe the long-term secular trends impacting health care are giving rise to promising opportunities for investment professionals with an expert understanding of the technology, science, and regulatory landscapes involved, and we believe changes in the industry are opening doors to the types of bottom-up, fundamental investment opportunities we seek.

Of course, there can be no guarantee that we will be successful in achieving the Fund's investment goals.

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¹ Performance information reflects results of the Retail Shares.

STATEMENT OF NET ASSETS

DECEMBER 31, 2019

Shares	Cost	Value
Common Stocks (121.87%)		
Communication Services (11.31%)		
Alternative Carriers (1.40%)		
1,550,000	Iridium Communications, Inc. ¹	\$ 36,059,397 \$ 38,192,000
Interactive Home Entertainment (1.03%)		
475,000	Activision Blizzard, Inc.	24,827,985 28,224,500
Interactive Media & Services (4.53%)		
2,700,000	Zillow Group, Inc., Cl A ¹	102,888,083 123,498,000
Movies & Entertainment (4.35%)		
5,200,000	Manchester United plc, Cl A ²	88,699,760 103,636,000
100,000	Spotify Technology SA ^{1,2}	14,486,381 14,955,000
		103,186,141 118,591,000
Total Communication Services	266,961,606	308,505,500
Consumer Discretionary (40.03%)		
Automobile Manufacturers (16.87%)		
1,100,000	Tesla, Inc. ¹	235,289,422 460,163,000
Casinos & Gaming (1.10%)		
1,250,000	Red Rock Resorts, Inc., Cl A	28,057,308 29,937,500
Hotels, Resorts & Cruise Lines (13.93%)		
2,600,000	Hyatt Hotels Corp., Cl A	72,054,423 233,246,000
835,989	Marriott Vacations Worldwide Corp.	93,458,017 107,641,944
670,000	Norwegian Cruise Line Holdings Ltd. ^{1,2}	32,143,106 39,134,700
		197,655,546 380,022,644
Leisure Facilities (8.13%)		
925,000	Vail Resorts, Inc.	27,786,371 221,842,750
Total Consumer Discretionary	488,788,647	1,091,965,894
Financials (26.10%)		
Asset Management & Custody Banks (2.12%)		
1,000,000	Brookfield Asset Management, Inc., Cl A ²	53,445,800 57,800,000
Financial Exchanges & Data (8.09%)		
770,000	FactSet Research Systems, Inc.	50,187,585 206,591,000
55,000	MSCI, Inc.	7,701,455 14,199,900
		57,889,040 220,790,900
Investment Banking & Brokerage (5.06%)		
2,900,000	The Charles Schwab Corp.	50,169,841 137,924,000
Property & Casualty Insurance (10.83%)		
6,890,000	Arch Capital Group Ltd. ^{1,2}	31,111,578 295,512,100
Total Financials	192,616,259	712,027,000
Health Care (8.62%)		
Health Care Equipment (8.62%)		
900,000	IDEXX Laboratories, Inc. ¹	39,330,858 235,017,000

Shares	Cost	Value
Common Stocks (continued)		
Industrials (20.23%)		
Aerospace & Defense (0.97%)		
125,625	HEICO Corp.	\$ 9,632,520 \$ 14,340,093
116,875	HEICO Corp., Cl A	7,586,429 10,463,819
150,000	Virgin Galactic Holdings, Inc. ¹	1,560,000 1,732,500
		18,778,949 26,536,412
Research & Consulting Services (18.43%)		
840,000	CoStar Group, Inc. ¹	103,019,544 502,572,000
Trading Companies & Distributors (0.83%)		
475,000	Air Lease Corp.	16,568,196 22,572,000
Total Industrials	138,366,689	551,680,412
Information Technology (10.40%)		
Application Software (5.45%)		
750,000	Benefitfocus, Inc. ¹	24,355,133 16,455,000
1,205,000	Guidewire Software, Inc. ¹	95,111,067 132,272,850
		119,466,200 148,727,850
Internet Services & Infrastructure (0.29%)		
151,477	GDS Holdings Limited, ADR ^{1,2}	7,495,937 7,813,184
IT Consulting & Other Services (4.66%)		
825,000	Gartner, Inc. ¹	92,593,206 127,132,500
Total Information Technology	219,555,343	283,673,534
Real Estate (5.18%)		
Hotel & Resort REITs (0.43%)		
382,727	MGM Growth Properties LLC, Cl A	7,689,372 11,853,055
Office REITs (1.59%)		
985,000	Douglas Emmett, Inc.	27,057,206 43,241,500
Specialized REITs (3.16%)		
2,000,000	Gaming and Leisure Properties, Inc.	59,796,322 86,100,000
Total Real Estate	94,542,900	141,194,555
Total Common Stocks	1,440,162,302	3,324,063,895
Private Common Stocks (1.87%)		
Industrials (1.87%)		
Aerospace & Defense (1.87%)		
221,631	Space Exploration Technologies Corp., Cl A ^{1,3,4,6}	29,920,185 44,840,384
30,221	Space Exploration Technologies Corp., Cl C ^{1,3,4,6}	4,079,835 6,114,313
Total Private Common Stocks	34,000,020	50,954,697
Private Preferred Stocks (3.28%)		
Industrials (3.28%)		
Aerospace & Defense (3.28%)		
311,111	Space Exploration Technologies Corp., Cl H ^{1,3,4,6}	41,999,985 62,943,978
131,657	Space Exploration Technologies Corp., Cl I ^{1,3,4,6}	22,250,032 26,636,844
Total Private Preferred Stocks	64,250,017	89,580,822

STATEMENT OF NET ASSETS (Continued)

DECEMBER 31, 2019

Shares	Cost	Value
Private Partnerships (0.01%)		
Financials (0.01%)		
	Asset Management & Custody Banks (0.01%)	
7,579,130	Windy City Investments Holdings, L.L.C. ^{1,3,4,6}	\$ 0 \$ 193,268
Principal Amount		
Short Term Investments (0.02%)		
\$406,322	Repurchase Agreement with Fixed Income Clearing Corp., dated 12/31/2019, 0.65% due 1/2/2020; Proceeds at maturity - \$406,337; (Fully collateralized by \$415,000 U.S. Treasury Note, 1.625% due 12/15/2022; Market value - \$415,615) ⁵	406,322 406,322
Total Investments (127.05%)	\$ 1,538,818,661	3,465,199,004
Liabilities Less Cash and Other Assets (-27.05%)		(737,677,355)
Net Assets		\$ 2,727,521,649
Retail Shares (Equivalent to \$69.04 per share based on 19,604,575 shares outstanding)		\$ 1,353,591,934
Institutional Shares (Equivalent to \$70.82 per share based on 16,759,975 shares outstanding)		\$ 1,186,968,381
R6 Shares (Equivalent to \$70.82 per share based on 2,640,021 shares outstanding)		\$ 186,961,334

% Represents percentage of net assets.

¹ Non-income producing securities.

² Foreign corporation.

³ At December 31, 2019, the market value of restricted and fair valued securities amounted to \$140,728,787 or 5.16% of net assets. These securities are not deemed liquid. See Note 6 regarding Restricted Securities.

⁴ The Adviser has reclassified/classified certain securities in or out of this sub-industry. Such reclassifications/classifications are not supported by S&P or MSCI (unaudited).

⁵ Level 2 security. See Note 7 regarding Fair Value Measurements.

⁶ Level 3 security. See Note 7 regarding Fair Value Measurements.

ADR American Depositary Receipt.

All securities are Level 1, unless otherwise noted.

STATEMENT OF NET ASSETS

DECEMBER 31, 2019

Shares	Cost	Value
Common Stocks (94.83%)		
Communication Services (7.95%)		
Alternative Carriers (3.77%)		
401,472	Iridium Communications, Inc. ^{1,5}	\$ 2,949,375 \$ 9,892,270
Movies & Entertainment (4.18%)		
550,000	Manchester United plc, Cl A ²	8,719,507 10,961,500
Total Communication Services	11,668,882	20,853,770
Consumer Discretionary (51.56%)		
Automobile Manufacturers (14.35%)		
90,000	Tesla, Inc. ¹	20,342,221 37,649,700
Casinos & Gaming (7.42%)		
500,000	Penn National Gaming, Inc. ¹	9,756,655 12,780,000
279,939	Red Rock Resorts, Inc., Cl A	6,143,353 6,704,539
		15,900,008 19,484,539
Hotels, Resorts & Cruise Lines (17.54%)		
150,000	Choice Hotels International, Inc.	5,080,139 15,514,500
340,000	Hyatt Hotels Corp., Cl A	12,201,302 30,501,400
		17,281,441 46,015,900
Leisure Facilities (12.25%)		
134,000	Vail Resorts, Inc.	8,130,896 32,137,220
Total Consumer Discretionary	61,654,566	135,287,359
Financials (12.57%)		
Financial Exchanges & Data (7.67%)		
75,000	FactSet Research Systems, Inc.	5,828,282 20,122,500
Property & Casualty Insurance (4.90%)		
300,000	Arch Capital Group Ltd. ^{1,2}	1,800,056 12,867,000
Total Financials	7,628,338	32,989,500
Industrials (14.36%)		
Research & Consulting Services (14.36%)		
63,000	CoStar Group, Inc. ¹	11,249,299 37,692,900
Information Technology (6.14%)		
Application Software (6.14%)		
225,000	Benefitfocus, Inc. ¹	5,980,203 4,936,500
101,870	Guidewire Software, Inc. ¹	4,816,691 11,182,270
Total Information Technology	10,796,894	16,118,770
Real Estate (2.25%)		
Residential REITs (2.25%)		
225,000	American Homes 4 Rent, Cl A	4,700,804 5,897,250
Total Common Stocks	107,698,783	248,839,549

Shares	Cost	Value
Private Common Stocks (1.83%)		
Industrials (1.83%)		
Aerospace & Defense (1.83%)		
20,859	Space Exploration Technologies Corp., Cl A ^{1,3,4,6}	\$ 2,815,965 \$ 4,220,193
2,844	Space Exploration Technologies Corp., Cl C ^{1,3,4,6}	383,940 575,398
Total Private Common Stocks	3,199,905	4,795,591
Private Preferred Stocks (2.40%)		
Industrials (2.40%)		
Aerospace & Defense (2.40%)		
29,630	Space Exploration Technologies Corp., Cl H ^{1,3,4,6}	4,000,050 5,994,742
1,479	Space Exploration Technologies Corp., Cl I ^{1,3,4,6}	249,951 299,231
Total Private Preferred Stocks	4,250,001	6,293,973
Principal Amount		
Short Term Investments (0.20%)		
\$515,972	Repurchase Agreement with Fixed Income Clearing Corp., dated 12/31/2019, 0.65% due 1/2/2020; Proceeds at maturity - \$515,991; (Fully collateralized by \$530,000 U.S. Treasury Note, 1.625% due 12/15/2022; Market value - \$530,785) ⁵	515,972 515,972
Total Investments (99.26%)	\$ 115,664,661	260,445,085
Cash and Other Assets Less Liabilities (0.74%)		1,948,887
Net Assets		\$262,393,972
Retail Shares (Equivalent to \$20.18 per share based on 2,432,539 shares outstanding)		\$ 49,091,974
Institutional Shares (Equivalent to \$20.67 per share based on 4,418,539 shares outstanding)		\$ 91,330,449
R6 Shares (Equivalent to \$20.68 per share based on 5,898,073 shares outstanding)		\$121,971,549

% Represents percentage of net assets.

¹ Non-income producing securities.

² Foreign corporation.

³ At December 31, 2019, the market value of restricted and fair valued securities amounted to \$11,089,564 or 4.23% of net assets. These securities are not deemed liquid. See Note 6 regarding Restricted Securities.

⁴ The Adviser has reclassified/classified certain securities in or out of this sub-industry. Such reclassifications/classifications are not supported by S&P or MSCI (unaudited).

⁵ Level 2 security. See Note 7 regarding Fair Value Measurements.

⁶ Level 3 security. See Note 7 regarding Fair Value Measurements.

All securities are Level 1, unless otherwise noted.

STATEMENT OF NET ASSETS

DECEMBER 31, 2019					
Shares	Cost	Value	Shares	Cost	Value
Common Stocks (98.11%)			Common Stocks (continued)		
Argentina (0.49%)			Germany (5.28%)		
2,767 MercadoLibre, Inc. ¹	\$ 1,444,352	\$ 1,582,558	23,174 Linde Public Limited Company ²	\$ 3,389,716	\$ 4,972,464
			333,925 RIB Software SE ²	4,188,342	8,419,706
			34,919 Symrise AG ²	2,055,016	3,670,297
			Total Germany	9,633,074	17,062,467
Australia (0.75%)			India (5.92%)		
525,608 NEXTEC Limited ^{1,2}	2,503,129	2,428,403	41,836 Bajaj Finance Limited ²	2,399,627	2,483,291
			114,000 Godrej Properties Limited ^{1,2}	1,446,712	1,579,568
			127,188 HDFC Bank Limited ²	1,998,030	2,269,485
			1,067,162 JM Financial Limited	1,440,547	1,408,367
			88,681 Kotak Mahindra Bank Ltd. ²	1,686,318	2,093,067
			307,000 Max Financial Services Limited ^{1,2}	2,011,468	2,299,659
			139,000 Reliance Industries Limited ²	2,673,354	2,948,482
			506,000 Reliance Nippon Life Asset Management Limited, 144A	1,691,043	2,513,052
			93,446 Titan Co. Ltd. ²	1,402,883	1,555,999
			Total India	16,749,982	19,150,970
Belgium (0.96%)			Indonesia (0.44%)		
41,131 KBC Group NV ²	3,196,985	3,101,055	16,039,500 PT Tower Bersama Infrastructure, Tbk. ²	1,262,222	1,420,036
Brazil (6.86%)			Ireland (1.72%)		
245,611 Afya Ltd., Cl A ¹	4,666,609	6,660,970	3,607,170 Glenveagh Properties PLC, 144A ¹	4,455,889	3,532,300
72,966 Arco Platform Limited, Cl A ¹	1,276,905	3,225,097	23,025 Ryanair Holdings plc, ADR ¹	878,660	2,017,220
125,761 Azul SA ^{1,2}	1,649,229	1,829,907			
41,972 Azul SA, ADR ¹	1,648,611	1,796,402	Total Ireland	5,334,549	5,549,520
133,100 Banco Inter SA — Units ²	1,403,991	1,546,628			
62,464 PagSeguro Digital Ltd., Cl A ¹	1,541,236	2,133,770			
243,006 Petroleo Brasileiro S.A.-Petrobras, ADR	3,611,235	3,873,516			
29,077 XP, Inc., Cl A ¹	785,079	1,120,046			
Total Brazil	16,582,895	22,186,336			
Canada (4.19%)			Israel (2.72%)		
5,475 Constellation Software, Inc.	797,429	5,317,355	20,066 Mellanox Technologies Ltd. ¹	757,759	2,351,334
717,153 Encana Corp.	5,634,668	3,363,448	126,500 Tower Semiconductor Ltd. ¹	2,610,167	3,043,590
186,070 The Stars Group Inc. ¹	5,033,500	4,854,566	27,904 Wix.com Ltd. ¹	1,364,345	3,414,891
Total Canada	11,465,597	13,535,369	Total Israel	4,732,271	8,809,815
China (11.92%)			Italy (1.10%)		
23,100 Alibaba Group Holding Limited, ADR ¹	3,199,882	4,899,510	243,452 UniCredit SpA ²	3,443,296	3,558,529
650,000 China Conch Venture Holdings Ltd. ²	2,718,206	2,835,240			
123,310 China International Travel Service Limited, Cl A ²	1,403,282	1,576,950			
66,225 GDS Holdings Limited, ADR ¹	2,607,180	3,415,885			
329,983 Glodon Co. Ltd., Cl A ²	1,596,403	1,612,026			
1,507,371 Haitong Securities Co., Ltd., Cl H ²	2,024,054	1,780,716			
969,029 Hua Hong Semiconductor Limited, 144A ²	2,009,340	2,207,229			
1,491,374 Kingdee International Software Group Co. Ltd. ²	1,093,578	1,492,029			
340,186 Midea Group Co. Ltd., Cl A ²	2,540,959	2,852,195			
64,397 Momo, Inc., ADR ¹	2,185,799	2,157,299			
58,992 Shenzhen Mindray Bio-Medical Electronics Co. Ltd., Cl A ²	1,527,350	1,543,092			
52,637 Tencent Holdings Limited ²	1,154,423	2,535,847			
14,351 Tencent Holdings Limited, ADR	640,932	688,992			
2,710,000 WH Group Limited, 144A ²	2,232,315	2,802,069			
1,378,416 Xiaomi Corporation, Cl B, 144A ^{1,2}	1,790,494	1,908,936			
101,554 Zai Lab Limited, ADR ¹	2,269,524	4,223,631			
Total China	30,993,721	38,531,646			
France (6.89%)			Japan (12.77%)		
98,988 BNP Paribas S.A. ²	5,229,295	5,883,656	29,800 FANUC Corp. ²	4,946,270	5,503,011
33,101 Danone SA ²	2,599,819	2,748,903	15,348 Keyence Corporation ²	4,164,729	5,389,272
10,380 Eurofins Scientific SE	2,305,529	5,754,092	16,700 KOSÉ Corporation ²	2,532,206	2,434,258
9,787 LVMH Moët Hennessy Louis Vuitton SE ²	2,625,708	4,560,288	108,400 MonotaRO Co. Ltd. ²	1,518,366	2,885,713
114,582 Vivendi SA ²	2,829,249	3,318,010	131,462 Nexon Co. Ltd. ^{1,2}	1,963,629	1,743,880
Total France	15,589,600	22,264,949	79,000 Okamoto Industries, Inc. ²	3,798,331	2,926,937
			134,400 Recruit Holdings Co. Ltd. ²	2,673,770	5,033,996
			117,400 SMS Co. Ltd. ²	2,926,997	3,242,696
			24,723 Sony Corporation, ADR	763,860	1,681,164
			89,600 Square Enix Holdings Co. Ltd. ²	3,227,843	4,461,532
			151,400 Takeda Pharmaceutical Company Limited ²	6,622,617	5,988,202
			Total Japan	35,138,618	41,290,661
			Mexico (1.09%)		
			407,538 Grupo Lala, S.A.B. de C.V.	482,042	353,275
			1,156,563 Grupo Mexico S.A.B. de C.V., Series B	3,200,183	3,179,592
			Total Mexico	3,682,225	3,532,867

STATEMENT OF NET ASSETS (Continued)

DECEMBER 31, 2019					
Shares	Cost	Value	Shares	Cost	Value
Common Stocks (continued)			Common Stocks (continued)		
Netherlands (3.81%)			United States (3.61%)		
46,405 argenx SE, ADR ¹	\$ 1,576,101	\$ 7,448,931	49,103 Agilent Technologies, Inc.	\$ 2,176,535	\$ 4,188,977
10,634 InterXion Holding N.V. ¹	349,061	891,236	100,567 Arch Capital Group Ltd. ¹	1,581,181	4,313,319
73,000 Koninklijke Vopak N.V. ²	3,681,865	3,966,845	22,793 Fidelity National Information Services, Inc.	1,938,099	3,170,278
Total Netherlands	5,607,027	12,307,012	Total United States	5,695,815	11,672,574
Norway (1.97%)			Total Common Stocks		
274,500 Golar LNG Ltd.	5,622,245	3,903,390		245,968,235	317,160,566
267,101 Opera Limited, ADR ¹	1,883,749	2,470,684			
Total Norway	7,505,994	6,374,074			
Panama (1.23%)			Principal Amount		
36,688 Copa Holdings, S.A., Cl A	3,090,876	3,965,239	Short Term Investments (1.73%)		
Russia (2.10%)			\$5,576,664 Repurchase Agreement with		
1,635,298 Detsky Mir PJSC, 144A	2,515,008	2,634,762	Fixed Income Clearing Corp., dated		
253,106 Sberbank of Russia PJSC, ADR ²	3,307,734	4,169,784	12/31/2019, 0.65% due 1/2/2020;		
Total Russia	5,822,742	6,804,546	Proceeds at maturity - \$5,576,865;		
Spain (2.70%)			(Fully collateralized by \$5,620,000		
18,663 Aena SME, S.A., 144A ²	2,495,372	3,578,030	U.S. Treasury Note,		
145,745 Industria de Diseno Textil, S.A. ²	4,348,148	5,150,702	2.00% due 11/30/2022;		
Total Spain	6,843,520	8,728,732	Market value - \$5,692,121) ²		
Sweden (0.93%)			Total Investments (99.84%)		
341,000 Telefonaktiebolaget LM Ericsson, ADR	3,055,398	2,993,980		\$251,544,899	322,737,230
Switzerland (3.82%)			Cash and Other Assets Less Liabilities (0.16%)		
202,000 Clariant AG ²	4,290,533	4,514,370	Net Assets		
82,582 Julius Baer Group Ltd. ²	3,394,841	4,257,342	\$323,256,104		
33,000 Nestle S.A. ²	2,768,716	3,572,751	Retail Shares (Equivalent to \$24.50 per share based on 3,348,238 shares outstanding)		
Total Switzerland	10,454,090	12,344,463	\$ 82,037,587		
United Arab Emirates (0.80%)			Institutional Shares (Equivalent to \$24.88 per share based on 8,984,636 shares outstanding)		
304,067 Network International Holdings Ltd., 144A ^{1,2}	1,974,987	2,574,012	\$223,535,106		
United Kingdom (14.04%)			R6 Shares (Equivalent to \$24.88 per share based on 710,730 shares outstanding)		
68,721 Abcam plc	458,272	1,230,696	\$ 17,683,411		
162,500 AstraZeneca PLC, ADR	5,988,570	8,102,250			
1,144,000 B&M European Value Retail S.A. ²	5,444,471	6,207,579			
62,500 Dechra Pharmaceuticals PLC ²	1,993,541	2,403,125			
112,423 Endava plc, ADR ¹	2,642,283	5,238,912			
154,158 Experian plc ²	2,944,074	5,225,872			
166,000 Future PLC	2,868,183	3,188,312			
883,049 Horizon Discovery Group plc ¹	2,095,042	1,754,530			
650,000 Rentokil Initial plc ²	2,766,778	3,895,818			
936,959 Trainline Plc, 144A ^{1,2}	4,179,212	6,345,846			
305,000 WANdisco plc ¹	2,784,844	1,797,813			
Total United Kingdom	34,165,270	45,390,753			

% Represents percentage of net assets.

¹ Non-income producing securities.

² Level 2 security. See Note 7 regarding Fair Value Measurements.

ADR American Depositary Receipt.

^{144A} Security is exempt from registration pursuant to Rule 144A under the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers. At December 31, 2019, the market value of Rule 144A securities amounted to \$28,096,236 or 8.69% of net assets.

All securities are Level 1, unless otherwise noted.

Summary of Investments by Sector as of December 31, 2019
Percentage of Net Assets

Information Technology	19.3%
Consumer Discretionary	17.7
Financials	13.2
Health Care	13.2
Industrials	12.9
Communication Services	6.0
Materials	6.0
Energy	5.6
Consumer Staples	3.7
Real Estate	0.5
Cash and Cash Equivalents*	1.9
	100.0%

* Includes short term investments.

STATEMENT OF NET ASSETS

DECEMBER 31, 2019									
Shares	Cost	Value	Shares	Cost	Value				
Common Stocks (98.64%)			Common Stocks (continued)						
Communication Services (1.26%)			Information Technology (9.69%)						
Interactive Media & Services (1.26%)			Internet Services & Infrastructure (9.69%)						
170,700	Zillow Group, Inc., Cl C ¹	\$ 6,853,628	\$ 7,841,958	625,800	GDS Holdings Limited, ADR ^{1,2}	\$ 17,543,037	\$ 32,278,764		
				332,250	InterXion Holding N.V. ^{1,2,3}	12,450,614	27,845,873		
Consumer Discretionary (35.19%)			Total Information Technology			29,993,651	60,124,637		
Casinos & Gaming (14.26%)			Materials (3.15%)						
591,900	Boyd Gaming Corporation	12,407,294	17,721,486	Construction Materials (2.14%)					
882,600	MGM Resorts International	17,292,954	29,364,102	92,200	Vulcan Materials Co.	10,150,431	13,275,878		
699,050	Penn National Gaming, Inc. ¹	17,238,118	17,867,718	Specialty Chemicals (1.01%)					
302,754	Red Rock Resorts, Inc., Cl A	6,676,821	7,250,958	10,700	The Sherwin-Williams Co.	2,631,401	6,243,878		
116,950	Wynn Resorts Ltd.	14,475,677	16,240,847	Total Materials			12,781,832	19,519,756	
		68,090,864	88,445,111	Real Estate (36.41%)					
Distributors (0.52%)			Hotel & Resort REITs (1.48%)						
15,300	Pool Corp.	3,112,191	3,249,414	295,950	MGM Growth Properties LLC, Cl A	5,954,760	9,165,572		
Home Improvement Retail (4.37%)			Industrial REITs (2.01%)						
13,750	Home Depot, Inc.	1,062,269	3,002,725	139,800	Prologis, Inc.	6,933,275	12,461,772		
201,250	Lowe's Companies, Inc.	22,161,865	24,101,700	Office REITs (4.56%)					
		23,224,134	27,104,425	143,400	Douglas Emmett, Inc.	2,651,676	6,295,260		
Homebuilding (6.35%)			Real Estate Development (0.98%)			344,100	Hudson Pacific Properties, Inc.	11,026,218	12,955,365
315,847	D.R. Horton, Inc.	13,666,798	16,660,929	107,300	Kilroy Realty Corporation	8,191,550	9,002,470		
168,882	Installed Building Products, Inc. ¹	9,283,564	11,630,903	Total Real Estate			21,869,444	28,253,095	
198,350	Lennar Corp., Cl A	9,423,812	11,065,947	290,056	Forestar Group, Inc. ¹	5,296,585	6,047,668		
		32,374,174	39,357,779	Real Estate Services (9.91%)					
Hotels, Resorts & Cruise Lines (9.69%)			Residential REITs (3.47%)			722,700	CBRE Group, Inc., Cl A ¹	20,076,546	44,294,283
6,825	Hilton Worldwide Holdings, Inc.	310,506	756,961	98,831	Jones Lang LaSalle, Inc.	14,787,449	17,205,489		
39,550	Hyatt Hotels Corp., Cl A	3,078,306	3,548,030	Total Real Estate			34,863,995	61,499,772	
98,250	Marriott Vacations Worldwide Corp.	7,688,523	12,650,670	Specialized REITs (14.00%)					
362,790	Norwegian Cruise Line Holdings Ltd. ^{1,2}	11,332,301	21,190,564	99,650	Alexandria Real Estate Equities, Inc. ³	6,933,394	16,101,447		
164,500	Royal Caribbean Cruises Ltd. ²	14,707,272	21,962,395	68,700	American Tower Corp.	5,016,119	15,788,634		
		37,116,908	60,108,620	303,840	Americold Realty Trust ³	7,393,309	10,652,630		
Total Consumer Discretionary			163,918,271	218,265,349	51,890	Equinix, Inc.	9,572,883	30,288,193	
Financials (4.36%)			Asset Management & Custody Banks (4.36%)			289,319	Gaming and Leisure Properties, Inc.	7,321,550	12,455,183
Asset Management & Custody Banks (4.36%)			Building Products (5.70%)			6,500	SBA Communications Corp.	232,180	1,566,435
467,600	Brookfield Asset Management, Inc., Cl A ²	11,831,384	27,027,280	434,550	Masco Corporation	16,753,995	20,854,054		
Industrials (8.58%)			Research & Consulting Services (1.50%)			91,007	Owens Corning	4,519,156	5,926,376
Building Products (5.70%)			Trading Companies & Distributors (1.38%)			95,550	Trex Co., Inc. ¹	5,739,121	8,588,034
434,550	Masco Corporation	16,753,995	20,854,054	15,550	CoStar Group, Inc. ¹	3,570,393	9,303,565		
91,007	Owens Corning	4,519,156	5,926,376	Total Industrials			34,691,921	53,224,947	
95,550	Trex Co., Inc. ¹	5,739,121	8,588,034	Total Common Stocks			388,071,829	611,821,452	
		27,012,272	35,368,464						

STATEMENT OF NET ASSETS (Continued)

DECEMBER 31, 2019

Principal Amount	Cost	Value
Short Term Investments (1.29%)		
\$8,019,264 Repurchase Agreement with Fixed Income Clearing Corp., dated 12/31/2019, 0.65% due 1/2/2020; Proceeds at maturity - \$8,019,554; (Fully collateralized by \$8,080,000 U.S. Treasury Note, 2.00% due 11/30/2022; Market value - \$8,183,691) ⁴	\$ 8,019,264	\$ 8,019,264
Total Investments (99.93%)	<u>\$396,091,093</u>	<u>619,840,716</u>
Cash and Other Assets Less Liabilities (0.07%)		464,971
Net Assets		<u>\$620,305,687</u>
Retail Shares (Equivalent to \$26.18 per share based on 9,432,163 shares outstanding)		<u>\$246,914,840</u>
Institutional Shares (Equivalent to \$26.68 per share based on 13,499,170 shares outstanding)		<u>\$360,215,436</u>
R6 Shares (Equivalent to \$26.69 per share based on 493,732 shares outstanding)		<u>\$ 13,175,411</u>

% Represents percentage of net assets.

¹ Non-income producing securities.

² Foreign corporation.

³ The Adviser has reclassified/classified certain securities in or out of this sub-industry. Such reclassifications/classifications are not supported by S&P or MSCI (unaudited).

⁴ Level 2 security. See Note 7 regarding Fair Value Measurements.

^{ADR} American Depositary Receipt.

All securities are Level 1, unless otherwise noted.

STATEMENT OF NET ASSETS

DECEMBER 31, 2019					
Shares	Cost	Value	Shares	Cost	Value
Common Stocks (98.13%)			Common Stocks (continued)		
Argentina (1.44%)			Hong Kong (1.15%)		
235,515 Globant S.A. ¹	\$ 24,637,837	\$ 24,976,366	7,476,950 Techtronic Industries Co. Ltd. ³	\$ 30,896,117	\$ 61,024,571
90,124 MercadoLibre, Inc. ¹	43,311,291	51,545,520			
Total Argentina	67,949,128	76,521,886			
Brazil (10.63%)			Hungary (0.60%)		
1,026,577 Azul SA, ADR ¹	39,297,691	43,937,496	616,627 Wizz Air Holdings Plc, 144A ^{1,3}	20,421,317	31,873,801
3,075,873 Azul SA ^{1,3}	39,252,165	44,756,023			
7,785,304 B3 S.A. — Brasil, Bolsa, Balcão ³	35,383,090	83,634,542			
20,607,038 Cogna Educacao (formerly, Kroton Educacional SA) ³	61,329,642	58,843,152			
4,173,562 Notre Dame Intermedica Participacoes S.A. ³	52,248,164	71,010,514			
1,855,729 PagSeguro Digital Ltd., CI A ¹	45,032,027	63,391,703			
6,608,877 Petroleo Brasileiro S.A.-Petrobras, ADR	73,397,052	105,345,499			
11,735,725 Rumo S.A. ^{1,3}	42,657,029	76,392,098			
475,254 XP, Inc., CI A ¹	12,831,858	18,306,784			
Total Brazil	401,428,718	565,617,811			
China (37.12%)			India (16.52%)		
1,414,282 Alibaba Group Holding Limited, ADR ¹	167,187,249	299,969,212	1,359,323 Bajaj Finance Limited ³	62,890,049	80,686,351
17,319,051 China Conch Venture Holdings Ltd. ³	64,854,079	75,544,095	4,335,598 Bandhan Bank Limited, 144A ³	34,622,532	30,883,687
4,437,638 China International Travel Service Limited, CI A ³	46,381,294	56,750,728	812,546 Britannia Industries Limited ³	23,078,420	34,480,672
17,948,732 China Mengniu Dairy Co. Ltd. ³	35,597,364	72,604,269	1,943,612 Divi's Laboratories Ltd. ³	22,606,409	50,296,632
23,846,100 CNOOC Ltd. ³	38,693,109	39,651,995	959,938 Dr. Reddy's Laboratories Ltd. ³	38,429,930	38,690,292
1,787,466 GDS Holdings Limited, ADR ¹	68,931,519	92,197,496	317,350 Dr. Reddy's Laboratories Ltd., ADR	12,923,158	12,878,063
8,944,590 Glodon Co. Ltd., CI A ³	41,606,536	43,695,925	14,543,317 Edelweiss Financial Services Limited ³	31,171,459	22,274,026
51,641,946 Guangzhou Automobile Group Co., Limited, CI H ³	61,038,566	64,293,789	3,600,249 HDFC Bank Limited ³	57,607,018	64,241,205
25,344,546 Haitong Securities Co., Ltd., CI H ³	39,653,534	29,940,501	1,941,868 Housing Development Finance Corp. Limited ³	53,266,238	65,659,289
8,072,205 Hangzhou Hikvision Digital Technology Co., Ltd., CI A ³	30,438,503	38,052,576	1,092,254 ICICI Lombard General Insurance Co. Ltd., 144A	19,973,250	21,221,310
17,872,042 Hua Hong Semiconductor Limited, 144A ³	38,066,613	40,708,467	22,313,426 JM Financial Limited	40,258,685	29,447,733
27,481,166 Kingdee International Software Group Co. Ltd. ³	14,116,681	27,493,245	2,757,020 Kotak Mahindra Bank Ltd. ³	32,584,601	65,071,755
67,632,346 Lenovo Group Limited ³	49,665,179	45,418,718	7,968,378 Max Financial Services Ltd. ^{1,3}	68,955,092	59,689,089
1,936,996 Lexinfintech Holdings Ltd., ADR ¹	24,123,318	26,904,875	4,552,217 Reliance Industries Limited ³	87,625,031	96,562,071
4,149,630 Meituan Dianping, CI B ^{1,3}	39,267,321	54,219,667	8,569,745 Reliance Nippon Life Asset Management Limited, 144A	28,501,535	42,561,689
10,279,868 Midea Group Co., Ltd., CI A ³	60,317,133	86,188,694	4,998,569 SBI Life Insurance Company Limited, 144A ³	53,146,507	67,372,123
1,409,800 Momo, Inc., ADR ¹	47,346,141	47,228,300	3,846,048 Tata Communications Ltd.	22,831,793	21,388,741
2,304,544 New Frontier Health Corp. ¹	23,796,588	23,045,440	9,554,286 Tata Global Beverages Ltd.	34,114,208	43,014,141
587,132 New Oriental Education & Technology Group, Inc., ADR ¹	46,784,191	71,189,755	1,970,414 Titan Co. Ltd. ³	31,097,136	32,809,994
5,862,775 Ping An Insurance (Group) Company of China, Ltd., CI H ³	63,677,986	69,376,917	Total India	755,683,051	879,228,863
3,543,141 Shanghai Henlius Biotech, Inc., CI H, 144A ¹	22,595,577	18,437,992			
1,347,364 Shenzhen Mindray Bio-Medical Electronics Co. Ltd., CI A ³	34,847,116	35,243,871	Indonesia (1.19%)		
4,393,486 Shenzhou International Group Holdings Ltd. ³	19,445,031	64,211,080	126,903,242 PT Telekomunikasi Indonesia (Persero) Tbk ³	38,317,113	36,354,879
26,715,365 Sino Biopharmaceutical Ltd. ³	19,598,390	37,375,242	306,609,525 PT Tower Bersama Infrastructure, Tbk. ³	31,124,503	27,145,271
10,104,150 Sinopharm Group Co. Ltd., CI H ³	39,763,446	36,868,891	Total Indonesia	69,441,616	63,500,150
1,715,592 Sunny Optical Technology Group Co., Ltd. ³	10,280,493	29,724,528			
3,592,092 Tencent Holdings Limited ³	89,548,729	173,053,069	Japan (0.66%)		
169,021 Tencent Holdings Limited, ADR	7,876,713	8,114,698	100,503 Keyence Corp. ³	35,181,651	35,290,463
1,238,695 Tencent Music Entertainment Group, ADR ¹	16,584,404	14,542,279			
66,105,812 WH Group Limited, 144A ³	53,955,740	68,351,686	Korea, Republic of (5.06%)		
38,771,174 Xiaomi Corporation, CI B, 144A ^{1,3}	50,332,538	53,693,282	858,875 KB Financial Group, Inc. ³	33,313,004	35,383,895
4,550,386 Yunnan Baiyao Group Co. Ltd., CI A ³	65,615,737	58,514,867	1,279,496 KIA Motors Corp. ^{1,3}	38,517,596	48,864,606
1,757,625 Zai Lab Limited, ADR ¹	37,154,901	73,099,624	130,133 Korea Shipbuilding & Offshore Engineering Co. Ltd. ^{1,3}	14,051,920	14,160,386
Total China	1,469,141,719	1,975,705,773	3,545,471 Samsung Electronics Co., Ltd. ³	110,002,411	170,845,054
			Total Korea, Republic of	195,884,931	269,253,941
			Mexico (4.13%)		
			527,613 Fomento Economico Mexicano, S.A.B. de C.V., ADR	48,451,419	49,864,705
			3,268,929 GRUMA, S.A.B. de C.V., CI B	44,571,906	33,504,469
			6,807,723 Grupo Lala, S.A.B. de C.V.	12,002,993	5,901,287
			18,422,119 Grupo Mexico S.A.B. de C.V., Series B	50,309,828	50,645,603
			6,523,578 Infraestructura Energetica Nova S.A.B. de C.V.	28,413,159	30,631,403
			17,184,944 Wal-Mart de Mexico, S.A.B. de C.V.	39,481,810	49,334,855
			Total Mexico	223,231,115	219,882,322

STATEMENT OF NET ASSETS (Continued)

DECEMBER 31, 2019					
Shares	Cost	Value	Principal Amount	Cost	Value
Common Stocks (continued)			Short Term Investments (1.72%)		
Nigeria (0.04%)			\$91,331,748 Repurchase Agreement with		
29,269,157	Lekoil, Ltd. ^{1,5}	\$ 10,908,206	\$ 1,802,801	Fixed Income Clearing Corp.,	
				dated 12/31/2019, 0.65%	
				due 1/2/2020; Proceeds at	
				maturity - \$91,335,046; (Fully	
				collateralized by \$92,920,000	
				U.S. Treasury Note, 1.625%	
				due 11/15/2022; Market	
				value - \$93,162,335) ³	
				\$ 91,331,748	\$ 91,331,748
Panama (1.34%)			Total Investments (100.01%)		
660,897	Copa Holdings, S.A., Cl A	50,122,562	71,429,748	\$4,217,794,168	5,322,687,848
Philippines (2.50%)			Liabilities Less Cash and Other Assets (-0.01%)		
67,874,365	Ayala Land, Inc. ³	52,889,505	60,877,208	(655,382)	
23,121,786	BDO Unibank, Inc.	52,592,958	72,134,311		
Total Philippines			Net Assets		
		105,482,463	133,011,519		\$5,322,032,466
Russia (2.92%)			Retail Shares (Equivalent to \$14.72 per share based on 45,318,209 shares outstanding)		
7,669,071	Sberbank of Russia PJSC, ADR ³	83,915,781	126,343,788		\$ 667,091,988
672,341	Yandex N.V., Cl A ¹	8,998,348	29,240,110		
Total Russia			Institutional Shares (Equivalent to \$14.75 per share based on 314,983,805 shares outstanding)		
		92,914,129	155,583,898		\$4,644,847,696
South Africa (3.43%)			R6 Shares (Equivalent to \$14.75 per share based on 684,027 shares outstanding)		
2,809,050	Bid Corp. Ltd. ³	56,722,668	66,241,710		\$ 10,092,782
3,120,444	Bidvest Group Ltd.	31,680,015	45,621,399		
21,661,727	Pepkor Holdings Limited, 144A	31,719,577	27,947,123		
1,272,986	Sasol Limited ³	42,724,916	27,618,240		
699,228	Sasol Limited, ADR	22,855,400	15,110,317		
Total South Africa			%		
		185,702,576	182,538,789	Represents percentage of net assets.	
Taiwan, Province of China (6.98%)			¹ Non-income producing securities.		
13,305,879	Delta Electronics, Inc. ³	57,892,382	67,332,723	² At December 31, 2019, the market value of restricted and fair valued securities amounted to \$8,693,544 or 0.16% of net assets. This security is not deemed liquid. See Note 6 regarding Restricted Securities.	
3,958,439	Eclat Textile Co., Ltd. ³	46,734,984	53,286,234	³ Level 2 security. See Note 7 regarding Fair Value Measurements.	
515,478	Far EastTone			⁴ Level 3 security. See Note 7 regarding Fair Value Measurements.	
	Telecommunications Co., Ltd. ³	997,686	1,239,800	⁵ See Note 10 regarding "Affiliated" companies.	
3,052,065	Ginko International Co., Ltd. ³	37,944,740	21,590,323	ADR American Depositary Receipt.	
901,530	Makalot Industrial Co., Ltd. ³	3,436,590	4,742,864	NVDR Non-Voting Depositary Receipt.	
9,845,039	Taiwan Mobile Co., Ltd.	33,746,402	36,783,013	^{144A} Security is exempt from registration pursuant to Rule 144A under the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers. At December 31, 2019, the market value of Rule 144A securities amounted to \$451,668,805 or 8.49% of net assets.	
3,211,402	Taiwan Semiconductor Manufacturing Co., Ltd., ADR	100,034,935	186,582,456	All securities are Level 1, unless otherwise noted.	
Total Taiwan, Province of China			Summary of Investments by Sector as of December 31, 2019		
		280,787,719	371,557,413	Percentage of Net Assets	
Thailand (1.51%)			Financials		
2,902,129	Bangkok Bank Public Co. Ltd., Cl F ³	17,861,895	15,442,304	19.7%	
3,836,364	Bangkok Bank Public Co. Ltd., NVDR ³	20,304,820	20,470,376	Consumer Discretionary	
18,299,134	CP All Plc., Cl F ³	41,298,236	44,308,482	18.3	
Total Thailand			Information Technology		
		79,464,951	80,221,162	18.2	
United Arab Emirates (0.91%)			Health Care		
5,743,182	Network International Holdings Ltd., 144A ^{1,3}	37,172,978	48,617,645	9.0	
Total Common Stocks			Consumer Staples		
		4,111,814,947	5,222,662,556	8.8	
Private Common Stocks (0.16%)			Industrials		
India (0.16%)			Communication Services		
3,846,048	Hemisphere Properties India Limited ^{1,2,4}	14,647,473	8,693,544	7.4	
Total Private Common Stocks			Energy		
				4.6	
Total Private Common Stocks			Materials		
				1.7	
Total Private Common Stocks			Real Estate		
				1.3	
Total Private Common Stocks			Utilities		
				0.6	
Total Private Common Stocks			Cash and Cash Equivalents*		
				1.7	
Total Private Common Stocks					
				100.0%	

* Includes short term investments.

STATEMENT OF NET ASSETS

DECEMBER 31, 2019

Shares	Cost	Value
Common Stocks (95.01%)		
Argentina (4.61%)		
60,319 Globant S.A. ¹	\$ 3,960,173	\$ 6,396,830
20,551 MercadoLibre, Inc. ¹	10,754,434	11,753,939
Total Argentina	14,714,607	18,150,769
Brazil (4.97%)		
222,389 Afya Ltd., Cl A ¹	4,225,391	6,031,190
50,228 Arco Platform Limited, Cl A ¹	984,439	2,220,077
136,298 PagSeguro Digital Ltd., Cl A ¹	3,699,799	4,655,940
135,848 StoneCo Ltd., Cl A ¹	4,342,760	5,418,977
32,832 XP, Inc., Cl A ¹	886,464	1,264,688
Total Brazil	14,138,853	19,590,872
Canada (3.34%)		
8,416 Constellation Software, Inc.	6,018,735	8,173,672
12,529 Shopify, Inc., Cl A ¹	3,942,629	4,981,280
Total Canada	9,961,364	13,154,952
China (12.49%)		
123,670 Alibaba Group Holding Limited, ADR ¹	20,429,252	26,230,407
112,925 GDS Holdings Limited, ADR ¹	4,484,479	5,824,672
358,518 Meituan Dianping, Cl B ^{1,2}	2,817,749	4,684,448
97,865 Pinduoduo, Inc., ADR ¹	2,281,336	3,701,254
182,470 TAL Education Group, ADR ¹	5,388,123	8,795,054
Total China	35,400,939	49,235,835
India (5.46%)		
118,365 Bajaj Finance Ltd. ²	6,849,764	7,025,880
154,790 HDFC Bank Limited, ADR	8,682,419	9,809,042
198,925 Kotak Mahindra Bank Ltd. ²	3,547,034	4,695,069
Total India	19,079,217	21,529,991
Israel (6.63%)		
205,711 Fiverr International Ltd. ¹	4,369,273	4,834,208
121,592 Mellanox Technologies Ltd. ¹	11,702,636	14,248,151
57,460 Wix.com Ltd. ¹	6,412,310	7,031,955
Total Israel	22,484,219	26,114,314
Netherlands (6.35%)		
7,596 Adyen N.V., 144A ^{1,2}	5,744,861	6,248,436
72,081 argenx SE, ADR ¹	5,904,819	11,570,442
24,356 ASML Holding N.V. ²	4,566,363	7,210,750
Total Netherlands	16,216,043	25,029,628
United Arab Emirates (1.38%)		
644,237 Network International Holdings plc, 144A ^{1,2}	4,608,615	5,453,647
United Kingdom (3.50%)		
172,707 Endava plc, ADR ¹	4,326,586	8,048,146
847,635 Trainline Plc, 144A ^{1,2}	3,780,791	5,740,872
Total United Kingdom	8,107,377	13,789,018
United States (46.28%)		
7,268 10X Genomics, Inc., Cl A ¹	283,452	554,185
196,272 Acceleron Pharma, Inc. ¹	8,364,542	10,406,341
13,139 Alphabet, Inc., Cl C ¹	14,760,753	17,567,106
12,584 Amazon.com, Inc. ¹	19,950,614	23,253,219
38,231 Anaplan, Inc. ¹	1,264,956	2,003,304
57,330 Bill.Com Holdings, Inc. ¹	1,261,260	2,181,406
173,388 Cloudflare, Inc., Cl A ¹	2,600,820	2,957,999
142,324 Datadog, Inc., Cl A ¹	3,842,748	5,377,001
118,682 Dynatrace, Inc. ¹	2,152,692	3,002,655
56,130 EPAM Systems, Inc. ¹	7,895,978	11,908,541
70,867 Facebook, Inc., Cl A ¹	12,317,415	14,545,452
81,773 Fidelity National Information Services, Inc.	9,502,910	11,373,807

Shares	Cost	Value
Common Stocks (continued)		
United States (continued)		
41,913 Guardant Health, Inc. ¹	\$ 1,595,777	\$ 3,275,082
36,633 Illumina, Inc. ¹	10,185,883	12,152,631
119,485 Medallia, Inc. ¹	3,441,691	3,717,178
33,866 Okta, Inc. ¹	2,174,897	3,907,120
56,645 RingCentral, Inc., Cl A ¹	7,631,928	9,554,312
36,159 Sage Therapeutics, Inc. ¹	3,932,471	2,610,318
100,369 Splunk, Inc. ¹	11,909,082	15,032,265
117,120 Twilio Inc., Cl A ¹	13,685,748	11,510,554
69,045 Veeva Systems, Inc., Cl A ¹	7,422,310	9,711,870
133,111 Yext, Inc. ¹	1,885,244	1,919,461
84,186 Zscaler, Inc. ¹	4,314,740	3,914,649
Total United States	152,377,911	182,436,456
Total Common Stocks	297,089,145	374,485,482

Principal Amount

Short Term Investments (9.22%)

\$36,349,060	Repurchase Agreement with Fixed Income Clearing Corp., dated 12/31/2019, 0.65% due 1/2/2020; Proceeds at maturity - \$36,350,372; (Fully collateralized by \$36,980,000 U.S. Treasury Note, 1.625% due 11/15/2022; Market value - \$37,076,444) ²	36,349,060	36,349,060
Total Investments (104.23%)		\$333,438,205	410,834,542

Liabilities Less Cash and Other Assets (-4.23%)

Net Assets \$394,165,864

Retail Shares (Equivalent to \$28.68 per share based on 6,088,496 shares outstanding)

\$174,623,286

Institutional Shares (Equivalent to \$29.12 per share based on 7,307,158 shares outstanding)

\$212,774,030

R6 Shares (Equivalent to \$29.14 per share based on 232,311 shares outstanding)

\$ 6,768,548

% Represents percentage of net assets.

¹ Non-income producing securities.² Level 2 security. See Note 7 regarding Fair Value Measurements.

ADR American Depositary Receipt.

^{144A} Security is exempt from registration pursuant to Rule 144A under the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers. At December 31, 2019, the market value of Rule 144A securities amounted to \$17,442,955 or 4.43% of net assets.

All securities are Level 1, unless otherwise noted.

Summary of Investments by Sector as of December 31, 2019

Percentage of Net Assets

Information Technology	43.6%
Consumer Discretionary	24.7
Health Care	12.8
Communication Services	8.1
Financials	5.8
Cash and Cash Equivalents*	5.0
	100.0%

* Includes short term investments.

STATEMENT OF NET ASSETS

DECEMBER 31, 2019

Shares		Cost	Value
Common Stocks (97.55%)			
Consumer Discretionary (12.30%)			
Casinos & Gaming (10.29%)			
1,104	Las Vegas Sands Corp.	\$ 69,532	\$ 76,220
6,221	MGM Resorts International	174,166	206,973
5,295	Penn National Gaming, Inc. ¹	115,667	135,340
1,930	Red Rock Resorts, Inc., CL A	44,837	46,223
		<u>404,202</u>	<u>464,756</u>
Hotels, Resorts & Cruise Lines (2.01%)			
704	Marriott Vacations Worldwide Corp.	53,691	90,647
		<u>457,893</u>	<u>555,403</u>
Information Technology (5.12%)			
Internet Services & Infrastructure (5.12%)			
4,483	GDS Holdings Limited, ADR ^{1,2}	131,612	231,233
Real Estate (76.34%)			
Diversified REITs (0.81%)			
981	STORE Capital Corp.	39,617	36,533
Hotel & Resort REITs (1.99%)			
516	Host Hotels & Resorts, Inc.	9,689	9,572
2,588	MGM Growth Properties LLC, CL A	73,268	80,150
		<u>82,957</u>	<u>89,722</u>
Industrial REITs (13.04%)			
2,823	Duke Realty Corp.	76,594	97,874
3,615	Prologis, Inc.	268,035	322,241
3,693	Rexford Industrial Realty, Inc.	130,149	168,659
		<u>474,778</u>	<u>588,774</u>
Office REITs (14.66%)			
490	Boston Properties, Inc.	62,763	67,551
1,277	Douglas Emmett, Inc.	50,433	56,060
6,286	Hudson Pacific Properties, Inc.	204,205	236,668
2,414	Kilroy Realty Corporation	178,170	202,535
1,082	SL Green Realty Corp.	97,130	99,414
		<u>592,701</u>	<u>662,228</u>
Real Estate Operating Companies (1.54%)			
3,120	Kennedy-Wilson Holdings, Inc.	52,665	69,576
Residential REITs (17.58%)			
406	AvalonBay Communities, Inc.	66,262	85,138
1,908	Equity LifeStyle Properties, Inc.	91,771	134,304
1,150	Equity Residential	69,605	93,058
228	Essex Property Trust, Inc.	56,263	68,596
9,387	Invitation Homes, Inc.	227,471	281,328
876	Sun Communities, Inc.	86,736	131,488
		<u>598,108</u>	<u>793,912</u>

Shares		Cost	Value
Common Stocks (continued)			
Real Estate (continued)			
Specialized REITs (26.72%)			
1,246	Alexandria Real Estate Equities, Inc. ³	\$ 166,195	\$ 201,329
1,198	American Tower Corp.	225,403	275,324
4,304	Americold Realty Trust ³	75,063	150,898
493	Crown Castle International Corp.	52,995	70,080
466	Equinix, Inc.	208,997	272,004
2,255	Gaming and Leisure Properties, Inc.	82,577	97,078
2,410	QTS Realty Trust, Inc., CL A	108,048	130,791
303	Weyerhaeuser Co.	8,044	9,151
		<u>927,322</u>	<u>1,206,655</u>
Total Real Estate			
		<u>2,768,148</u>	<u>3,447,400</u>
Utilities (3.79%)			
Multi-Utilities (3.79%)			
3,421	Brookfield Infrastructure Partners L.P. ²	144,421	171,016
Total Common Stocks			
		<u>3,502,074</u>	<u>4,405,052</u>

Principal Amount**Short Term Investments (3.59%)**

\$162,236	Repurchase Agreement with Fixed Income Clearing Corp., dated 12/31/2019, 0.65% due 1/2/2020; Proceeds at maturity - \$162,242; (Fully collateralized by \$165,000 U.S. Treasury Note, 2.00% due 11/30/2022; Market value - \$167,117) ⁴	162,236	162,236
Total Investments (101.14%)		<u>\$3,664,310</u>	<u>4,567,288</u>
Liabilities Less Cash and Other Assets (-1.14%)			<u>(51,480)</u>
Net Assets			<u>\$4,515,808</u>
Retail Shares (Equivalent to \$11.65 per share based on 118,594 shares outstanding)			<u>\$1,381,463</u>
Institutional Shares (Equivalent to \$11.68 per share based on 230,619 shares outstanding)			<u>\$2,693,371</u>
R6 Shares (Equivalent to \$11.67 per share based on 37,784 shares outstanding)			<u>\$ 440,974</u>

% Represents percentage of net assets.

¹ Non-income producing securities.

² Foreign corporation.

³ The Adviser has reclassified/classified certain securities in or out of this sub-industry. Such reclassifications/classifications are not supported by S&P or MSCI (unaudited).

⁴ Level 2 security. See Note 7 regarding Fair Value Measurements.

ADR American Depositary Receipt.

All securities are Level 1, unless otherwise noted.

STATEMENT OF NET ASSETS

DECEMBER 31, 2019

Shares	Cost	Value
Common Stocks (96.30%)		
Health Care (94.21%)		
Biotechnology (20.75%)		
6,817	Acceleron Pharma, Inc. ¹	\$ 285,940 \$ 361,437
6,882	Alector, Inc. ¹	129,996 118,577
3,547	argenx SE, ADR ^{1,2}	315,947 569,364
6,229	ArQule, Inc. ¹	49,267 124,331
2,494	Arrowhead Pharmaceuticals, Inc. ¹	40,194 158,194
4,300	Biohaven Pharmaceutical Holding Co. Ltd. ^{1,2}	199,132 234,092
2,900	Dicerna Pharmaceuticals, Inc. ¹	74,855 63,887
5,300	Minerva Neurosciences, Inc. ¹	30,435 37,683
1,903	Neurocrine Biosciences, Inc. ¹	173,077 204,554
763	NextCure, Inc. ¹	22,431 42,980
3,275	PTC Therapeutics, Inc. ¹	158,860 157,298
1,392	Sage Therapeutics, Inc. ¹	184,786 100,489
7,896	Shanghai Henlius Biotech, Inc., Cl H, 144A (Hong Kong) ^{1,2}	50,519 41,090
1,570	uniQure NV ^{1,2}	104,247 112,506
2,875	Vertex Pharmaceuticals, Incorporated ¹	490,156 629,481
5,675	Zai Lab Limited, ADR ^{1,2}	165,727 236,023
		2,475,569 3,191,986
Health Care Equipment (26.90%)		
9,596	Abbott Laboratories	733,354 833,508
1,463	DexCom, Inc. ¹	176,421 320,017
1,914	Edwards Lifesciences Corp. ¹	340,601 446,517
413	IDEXX Laboratories, Inc. ¹	90,316 107,847
2,970	Inspire Medical Systems, Inc. ^{1,3}	160,507 220,404
1,685	Insulet Corp. ¹	126,999 288,472
661	Intuitive Surgical, Inc. ¹	328,819 390,750
900	Masimo Corporation ¹	134,241 142,254
10,662	Silk Road Medical, Inc. ^{1,3}	332,294 430,532
1,110	Teleflex, Inc.	307,221 417,848
3,600	Zimmer Biomet Holdings, Inc.	497,139 538,848
		3,227,912 4,136,997
Health Care Facilities (2.00%)		
2,085	HCA Healthcare, Inc.	278,460 308,184
Health Care Supplies (4.02%)		
3,879	Alcon, Inc. ^{1,2}	220,084 219,435
1,040	The Cooper Companies, Inc.	279,553 334,142
431	West Pharmaceutical Services, Inc.	39,160 64,792
		538,797 618,369
Health Care Technology (0.76%)		
1,400	Teladoc Health, Inc. ¹	91,197 117,208
Life Sciences Tools & Services (15.25%)		
1,470	10X Genomics, Inc., Cl A ^{1,3}	67,022 112,088
582	Adaptive Biotechnologies Corporation ¹	15,084 17,413
1,522	Bio-Techne Corporation	240,972 334,094
1,780	Guardant Health, Inc. ^{1,3}	95,881 139,089
778	ICON plc ^{1,2}	112,069 133,995
1,137	Illumina, Inc. ¹	327,065 377,188
2,013	IQVIA Holdings, Inc. ¹	294,776 311,029
312	Mettler-Toledo International, Inc. ¹	215,227 247,503
1,850	Thermo Fisher Scientific, Inc.	540,179 601,010
2,614	Veracyte, Inc. ^{1,3}	60,501 72,983
		1,968,776 2,346,392
Managed Health Care (11.99%)		
4,065	HealthEquity, Inc. ¹	265,537 301,094
1,350	Humana, Inc.	363,805 494,802
3,564	UnitedHealth Group, Incorporated	885,935 1,047,745
		1,515,277 1,843,641

Shares	Cost	Value
Common Stocks (continued)		
Health Care (continued)		
Pharmaceuticals (12.54%)		
15,174	AstraZeneca PLC, ADR ²	\$ 617,098 \$ 756,576
5,044	Dechra Pharmaceuticals plc (United Kingdom) ^{2,4}	157,055 193,942
9,012	Merck & Co., Inc.	753,057 819,641
1,200	Zoetis, Inc.	142,301 158,820
		1,669,511 1,928,979
Total Health Care	11,765,499	14,491,756
Real Estate (2.09%)		
Specialized REITs (2.09%)		
1,997	Alexandria Real Estate Equities, Inc. ³	265,313 322,675
Total Common Stocks	12,030,812	14,814,431
Principal Amount		
Short Term Investments (4.44%)		
\$682,547	Repurchase Agreement with Fixed Income Clearing Corp., dated 12/31/2019, 0.65% due 1/2/2020; Proceeds at maturity - \$682,571; (Fully collateralized by \$700,000 U.S. Treasury Note, 1.625% due 12/15/2022; Market value - \$701,037) ⁴	682,547 682,547
Total Investments (100.74%)	\$12,713,359	15,496,978
Liabilities Less Cash and Other Assets (-0.74%)		
Net Assets		
Retail Shares (Equivalent to \$12.86 per share based on 389,410 shares outstanding)		
\$ 5,008,919		
Institutional Shares (Equivalent to \$12.92 per share based on 700,758 shares outstanding)		
\$ 9,050,689		
R6 Shares (Equivalent to \$12.91 per share based on 102,461 shares outstanding)		
\$ 1,323,019		
<p>% Represents percentage of net assets.</p> <p>¹ Non-income producing securities.</p> <p>² Foreign corporation.</p> <p>³ The Adviser has reclassified/classified certain securities in or out of this sub-industry. Such reclassifications/classifications are not supported by S&P or MSCI (unaudited).</p> <p>⁴ Level 2 security. See Note 7 regarding Fair Value Measurements.</p> <p>ADR American Depositary Receipt.</p> <p>^{144A} Security is exempt from registration pursuant to Rule 144A under the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers. At December 31, 2019, the market value of Rule 144A securities amounted to \$41,090 or 0.27% of net assets.</p> <p>All securities are Level 1, unless otherwise noted.</p>		

STATEMENTS OF ASSETS AND LIABILITIES

DECEMBER 31, 2019

	Baron Partners Fund	Baron Focused Growth Fund	Baron International Growth Fund	Baron Real Estate Fund
Assets:				
Investments in securities, at value*				
Unaffiliated investments	\$3,465,199,004	\$260,445,085	\$322,737,230	\$619,840,716
"Affiliated" investments	—	—	—	—
Total investments, at value	<u>3,465,199,004</u>	<u>260,445,085</u>	<u>322,737,230</u>	<u>619,840,716</u>
Foreign currency, at value†	—	—	139	—
Cash	—	—	10,632	—
Receivable for securities sold	3,216,208	1,784,964	505,774	—
Dividends and interest receivable	3,074,373	330,349	120,635	722,398
Receivable for shares sold	2,844,795	32,487	1,306,864	1,096,319
Prepaid expenses	345,713	319	351	744
Other assets	—	—	—	—
	<u>3,474,680,093</u>	<u>262,593,204</u>	<u>324,681,625</u>	<u>621,660,177</u>
Liabilities:				
Payable for borrowings against line of credit	740,500,000	—	—	—
Payable for securities purchased	2,590,828	—	897,877	—
Payable for shares redeemed	2,135,072	117,534	344,753	1,205,088
Distribution fees payable (Note 4)	982	932	650	407
Investment advisory fees payable (Note 4)	642	346	175	325
Accrued capital gains taxes	—	—	40,323	—
Accrued expenses and other payables	1,930,920	80,420	141,743	148,670
	<u>747,158,444</u>	<u>199,232</u>	<u>1,425,521</u>	<u>1,354,490</u>
Net Assets	<u>\$2,727,521,649</u>	<u>\$262,393,972</u>	<u>\$323,256,104</u>	<u>\$620,305,687</u>
Net Assets consist of:				
Paid-in capital	\$ 790,394,774	\$ 114,101,258	\$263,115,201	\$384,528,653
Distributable earnings/(losses)	<u>1,937,126,875</u>	<u>148,292,714</u>	<u>60,140,903</u>	<u>235,777,034</u>
Net Assets	<u>\$2,727,521,649</u>	<u>\$262,393,972</u>	<u>\$323,256,104</u>	<u>\$620,305,687</u>
Retail Shares:				
Net Assets	\$1,353,591,934	\$ 49,091,974	\$ 82,037,587	\$246,914,840
Shares Outstanding (\$0.01 par value; indefinite shares authorized)	19,604,575	2,432,539	3,348,238	9,432,163
Net Asset Value and Offering Price Per Share	<u>\$ 69.04</u>	<u>\$ 20.18</u>	<u>\$ 24.50</u>	<u>\$ 26.18</u>
Institutional Shares:				
Net Assets	\$1,186,968,381	\$ 91,330,449	\$223,535,106	\$360,215,436
Shares Outstanding (\$0.01 par value; indefinite shares authorized)	16,759,975	4,418,539	8,984,636	13,499,170
Net Asset Value and Offering Price Per Share	<u>\$ 70.82</u>	<u>\$ 20.67</u>	<u>\$ 24.88</u>	<u>\$ 26.68</u>
R6 Shares:				
Net Assets	\$ 186,961,334	\$121,971,549	\$ 17,683,411	\$ 13,175,411
Shares Outstanding (\$0.01 par value; indefinite shares authorized)	2,640,021	5,898,073	710,730	493,732
Net Asset Value and Offering Price Per Share	<u>\$ 70.82</u>	<u>\$ 20.68</u>	<u>\$ 24.88</u>	<u>\$ 26.69</u>
*Investments in securities, at cost				
Unaffiliated investments	\$1,538,818,661	\$115,664,661	\$251,544,899	\$396,091,093
"Affiliated" investments	—	—	—	—
Total investments, at cost	<u>\$1,538,818,661</u>	<u>\$115,664,661</u>	<u>\$251,544,899</u>	<u>\$396,091,093</u>
†Foreign currency, at cost:				
	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 138</u>	<u>\$ —</u>

STATEMENTS OF ASSETS AND LIABILITIES (Continued)

	Baron Emerging Markets Fund	Baron Global Advantage Fund	Baron Real Estate Income Fund	Baron Health Care Fund
DECEMBER 31, 2019				
Assets:				
Investments in securities, at value*				
Unaffiliated investments	\$5,320,885,047	\$410,834,542	\$4,567,288	\$15,496,978
"Affiliated" investments	1,802,801	—	—	—
Total investments, at value	5,322,687,848	410,834,542	4,567,288	15,496,978
Foreign currency, at value†	10,298,343	1,673,042	—	—
Cash	—	—	1,759	—
Receivable for securities sold	8,668,438	4,229,882	—	—
Dividends and interest receivable	4,321,714	7,810	13,778	9,403
Receivable for shares sold	6,977,933	4,801,305	—	8,412
Prepaid expenses	6,466	197	6	12
Other assets	399,247	—	—	—
	<u>5,353,359,989</u>	<u>421,546,778</u>	<u>4,582,831</u>	<u>15,514,805</u>
Liabilities:				
Payable for borrowings against line of credit	—	—	—	—
Payable for securities purchased	22,376,729	26,678,492	—	61,126
Payable for shares redeemed	7,588,882	444,550	—	—
Distribution fees payable (Note 4)	194	738	129	431
Investment advisory fees payable (Note 4)	427	62	—	—
Accrued capital gains taxes	—	149,208	—	—
Accrued expenses and other payables	1,361,291	107,864	66,894	70,621
	<u>31,327,523</u>	<u>27,380,914</u>	<u>67,023</u>	<u>132,178</u>
Net Assets	<u>\$5,322,032,466</u>	<u>\$394,165,864</u>	<u>\$4,515,808</u>	<u>\$15,382,627</u>
Net Assets consist of:				
Paid-in capital	\$4,617,195,348	\$330,081,324	\$3,839,401	\$12,673,183
Distributable earnings/(losses)	704,837,118	64,084,540	676,407	2,709,444
Net Assets	<u>\$5,322,032,466</u>	<u>\$394,165,864</u>	<u>\$4,515,808</u>	<u>\$15,382,627</u>
Retail Shares:				
Net Assets	\$ 667,091,988	\$174,623,286	\$1,381,463	\$ 5,008,919
Shares Outstanding (\$0.01 par value; indefinite shares authorized)	45,318,209	6,088,496	118,594	389,410
Net Asset Value and Offering Price Per Share	<u>\$ 14.72</u>	<u>\$ 28.68</u>	<u>\$ 11.65</u>	<u>\$ 12.86</u>
Institutional Shares:				
Net Assets	\$4,644,847,696	\$212,774,030	\$2,693,371	\$ 9,050,689
Shares Outstanding (\$0.01 par value; indefinite shares authorized)	314,983,805	7,307,158	230,619	700,758
Net Asset Value and Offering Price Per Share	<u>\$ 14.75</u>	<u>\$ 29.12</u>	<u>\$ 11.68</u>	<u>\$ 12.92</u>
R6 Shares:				
Net Assets	\$ 10,092,782	\$ 6,768,548	\$ 440,974	\$ 1,323,019
Shares Outstanding (\$0.01 par value; indefinite shares authorized)	684,027	232,311	37,784	102,461
Net Asset Value and Offering Price Per Share	<u>\$ 14.75</u>	<u>\$ 29.14</u>	<u>\$ 11.67</u>	<u>\$ 12.91</u>
*Investments in securities, at cost				
Unaffiliated investments	\$4,206,885,962	\$333,438,205	\$3,664,310	\$12,713,359
"Affiliated" investments	10,908,206	—	—	—
Total investments, at cost	<u>\$4,217,794,168</u>	<u>\$333,438,205</u>	<u>\$3,664,310</u>	<u>\$12,713,359</u>
†Foreign currency, at cost:				
	<u>\$ 10,297,994</u>	<u>\$ 1,674,641</u>	<u>\$ —</u>	<u>\$ —</u>

STATEMENTS OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2019

	Baron Partners Fund	Baron Focused Growth Fund	Baron International Growth Fund	Baron Real Estate Fund
Investment income:				
Income:				
Dividends — Unaffiliated investments	\$ 21,831,814	\$ 1,574,510	\$ 3,794,930	\$ 7,374,424
Interest	1,426	9,565	59,749	49,689
Securities lending income, net	—	—	—	—
Foreign taxes withheld on dividends	(24,000)	—	(357,716)	(45,631)
Total income	<u>21,809,240</u>	<u>1,584,075</u>	<u>3,496,963</u>	<u>7,378,482</u>
Expenses:				
Investment advisory fees (Note 4)	23,480,010	2,296,350	2,496,617	6,006,483
Distribution fees — Retail Shares (Note 4)	2,985,706	112,483	187,290	590,907
Shareholder servicing agent fees and expenses — Retail Shares	136,560	20,232	21,192	36,751
Shareholder servicing agent fees and expenses — Institutional Shares	53,275	12,724	19,419	28,521
Shareholder servicing agent fees and expenses — R6 Shares	6,982	4,769	710	521
Line of credit fees	532,451	2,330	2,989	5,234
Reports to shareholders	339,370	10,192	65,638	143,590
Trustee fees and expenses (Note 4)	135,662	13,341	16,337	35,430
Professional fees	120,290	54,705	75,664	54,738
Custodian and fund accounting fees	87,654	21,162	134,458	56,921
Registration and filing fees	84,894	50,020	71,618	58,340
Administration fees	54,842	45,172	45,411	46,847
Insurance expense	24,432	2,341	2,726	7,343
Miscellaneous expenses	2,157	2,158	2,157	2,157
Total operating expenses	<u>28,044,285</u>	<u>2,647,979</u>	<u>3,142,226</u>	<u>7,073,783</u>
Interest expense on borrowings	<u>21,047,344</u>	<u>10,459</u>	<u>—</u>	<u>1,403</u>
Total expenses	49,091,629	2,658,438	3,142,226	7,075,186
Reimbursement of expenses by Adviser — Retail Shares (Note 4)	—	(14,912)	(78,770)	—
Reimbursement of expenses by Adviser — Institutional Shares (Note 4)	—	(2,857)	(167,368)	—
Reimbursement of expenses by Adviser — R6 Shares (Note 4)	—	—	(12,839)	—
Net expenses	<u>49,091,629</u>	<u>2,640,669</u>	<u>2,883,249</u>	<u>7,075,186</u>
Net investment income (loss)	<u>(27,282,389)</u>	<u>(1,056,594)</u>	<u>613,714</u>	<u>303,296</u>
Realized and unrealized gain (loss) on investments:				
Net realized gain (loss) on investments sold — Unaffiliated investments	42,371,737	9,264,307	(7,780,772) ¹	92,471,238
Net realized gain (loss) on investments sold — “Affiliated” investments	—	—	—	—
Net realized gain (loss) on foreign currency transactions	—	—	(86,888)	(5,867)
Change in net unrealized appreciation (depreciation) of:				
Investments — Unaffiliated investments	851,397,373	53,073,399	75,946,866 ²	125,805,166
Investments — “Affiliated” investments	—	—	—	—
Foreign currency translations	—	—	(880)	1,463
Net gain (loss) on investments	<u>893,769,110</u>	<u>62,337,706</u>	<u>68,078,326</u>	<u>218,272,000</u>
Net increase (decrease) in net assets resulting from operations	<u>\$866,486,721</u>	<u>\$61,281,112</u>	<u>\$68,692,040</u>	<u>\$218,575,296</u>

¹ Net of realized foreign capital gains tax of \$(131).² Increase in accrued foreign capital gains tax payable of \$40,323.

STATEMENTS OF OPERATIONS (Continued)

FOR THE YEAR ENDED DECEMBER 31, 2019

	Baron Emerging Markets Fund	Baron Global Advantage Fund	Baron Real Estate Income Fund	Baron Health Care Fund
Investment income:				
Income:				
Dividends — Unaffiliated investments	\$ 89,241,746	\$ 2,154,507	\$ 81,736	\$ 59,829
Interest	1,128,381	74,104	432	4,272
Securities lending income, net	—	6,450	—	—
Foreign taxes withheld on dividends	(9,438,931)	(31,039)	(65)	—
Total income	<u>80,931,196</u>	<u>2,204,022</u>	<u>82,103</u>	<u>64,101</u>
Expenses:				
Investment advisory fees (Note 4)	50,755,498	1,960,175	28,134	84,656
Distribution fees — Retail Shares (Note 4)	1,754,265	244,172	2,194	10,690
Shareholder servicing agent fees and expenses — Retail Shares	71,057	20,498	12,450	13,536
Shareholder servicing agent fees and expenses — Institutional Shares	171,780	16,283	9,659	9,913
Shareholder servicing agent fees and expenses — R6 Shares	407	259	18	45
Line of credit fees	53,040	2,549	38	52
Reports to shareholders	997,400	47,970	614	1,575
Trustee fees and expenses (Note 4)	297,451	12,334	214	633
Professional fees	238,510	56,250	51,833	52,548
Custodian and fund accounting fees	2,625,712	54,331	21,576	20,844
Registration and filing fees	229,070	72,830	47,466	44,787
Administration fees	68,114	45,026	44,195	44,226
Insurance expense	56,278	1,216	32	90
Miscellaneous expenses	23,637	2,157	2,153	2,270
Total operating expenses	<u>57,342,219</u>	<u>2,536,050</u>	<u>220,576</u>	<u>285,865</u>
Interest expense on borrowings	<u>—</u>	<u>4,838</u>	<u>—</u>	<u>—</u>
Total expenses	57,342,219	2,540,888	220,576	285,865
Reimbursement of expenses by Adviser — Retail Shares (Note 4)	—	(91,427)	(51,112)	(72,662)
Reimbursement of expenses by Adviser — Institutional Shares (Note 4)	—	(119,100)	(119,366)	(92,706)
Reimbursement of expenses by Adviser — R6 Shares (Note 4)	—	(5,822)	(17,895)	(13,863)
Net expenses	<u>57,342,219</u>	<u>2,324,539</u>	<u>32,203</u>	<u>106,634</u>
Net investment income (loss)	<u>23,588,977</u>	<u>(120,517)</u>	<u>49,900</u>	<u>(42,533)</u>
Realized and unrealized gain (loss) on investments:				
Net realized gain (loss) on investments sold — Unaffiliated investments	(329,252,885) ¹	(9,211,096)	(36,803)	249,473
Net realized gain (loss) on investments sold — "Affiliated" investments	(3,752,784)	—	—	—
Net realized gain (loss) on foreign currency transactions	(3,705,301)	(16,397)	(27)	(524)
Change in net unrealized appreciation (depreciation) of:				
Investments — Unaffiliated investments	1,163,671,949 ²	71,008,908 ³	1,076,338	3,217,623
Investments — "Affiliated" investments	2,558,432	—	—	—
Foreign currency translations	(31,828)	(5,195)	2	—
Net gain (loss) on investments	<u>829,487,583</u>	<u>61,776,220</u>	<u>1,039,510</u>	<u>3,466,572</u>
Net increase (decrease) in net assets resulting from operations	<u>\$ 853,076,560</u>	<u>\$61,655,703</u>	<u>\$1,089,410</u>	<u>\$3,424,039</u>

¹ Net of realized foreign capital gains tax of \$132,939.² Decrease in accrued foreign capital gains tax payable of \$431,619.³ Increase in accrued foreign capital gains tax payable of \$148,731.

STATEMENTS OF CHANGES IN NET ASSETS

	Baron Partners Fund		Baron Focused Growth Fund		Baron International Growth Fund	
	For the Year Ended December 31, 2019	For the Year Ended December 31, 2018	For the Year Ended December 31, 2019	For the Year Ended December 31, 2018	For the Year Ended December 31, 2019	For the Year Ended December 31, 2018
Increase (Decrease) in Net Assets:						
Operations:						
Net investment income (loss)	\$ (27,282,389)	\$ (22,090,669)	\$ (1,056,594)	\$ (616,876)	\$ 613,714	\$ 439,867
Net realized gain (loss)	42,371,737	15,081,645	9,264,307	(452,569)	(7,867,660)	3,571,665
Change in net unrealized appreciation (depreciation)	851,397,373	(40,849,029)	53,073,399	8,560,274	75,945,986	(56,982,737)
Increase (decrease) in net assets resulting from operations	866,486,721	(47,858,053)	61,281,112	7,490,829	68,692,040	(52,971,205)
Distributions to shareholders from:						
Distributable earnings — Retail Shares	(3,617,885)	—	(856,916)	(431,996)	(66,199)	(2,152,374)
Distributable earnings — Institutional Shares	(3,010,801)	—	(1,561,032)	(712,211)	(660,211)	(5,328,219)
Distributable earnings — R6 Shares	(475,654)	—	(2,082,253)	(944,300)	(53,273)	(421,535)
Return of capital — Retail Shares	—	—	—	—	—	—
Return of capital — Institutional Shares	—	—	—	—	—	—
Return of capital — R6 Shares	—	—	—	—	—	—
Decrease in net assets from distributions to shareholders	(7,104,340)	—	(4,500,201)	(2,088,507)	(779,683)	(7,902,128)
Capital share transactions:						
Proceeds from the sale of shares — Retail Shares	90,037,627	155,925,276	1,825,164	3,162,803	27,933,618	73,609,482
Proceeds from the sale of shares — Institutional Shares	169,666,596	314,519,421	8,892,431	12,083,506	83,222,467	186,489,970
Proceeds from the sale of shares — R6 Shares	7,484,712	119,688,432	1,702,046	70,752,895	2,096,562	15,256,024
Net asset value of shares issued in reinvestment of distributions — Retail Shares	3,525,745	—	835,103	421,927	65,385	2,122,207
Net asset value of shares issued in reinvestment of distributions — Institutional Shares	2,734,753	—	1,545,091	704,835	628,802	5,272,168
Net asset value of shares issues in reinvestment of distribution — R6 Shares	475,654	—	2,082,253	944,300	53,273	421,536
Cost of shares redeemed — Retail Shares	(192,661,119)	(219,787,541)	(5,363,028)	(6,467,613)	(23,715,267)	(56,403,653)
Cost of shares redeemed — Institutional Shares	(167,386,058)	(339,332,670)	(9,547,252)	(75,949,660)	(60,613,362)	(107,486,270)
Cost of shares redeemed — R6 Shares	(896,215)	(52,377)	(164,500)	(57,736)	(775,985)	(32,907)
Increase (decrease) in net assets derived from capital share transactions	(87,018,305)	30,960,541	1,807,308	5,595,257	28,895,493	119,248,557
Net increase (decrease) in net assets	772,364,076	(16,897,512)	58,588,219	10,997,579	96,807,850	58,375,224
Net Assets:						
Beginning of year	1,955,157,573	1,972,055,085	203,805,753	192,808,174	226,448,254	168,073,030
End of year	\$2,727,521,649	\$1,955,157,573	\$262,393,972	\$203,805,753	\$323,256,104	\$ 226,448,254
Capital share transactions — Retail Shares						
Shares sold	1,548,458	2,763,676	100,539	185,094	1,265,303	3,157,981
Shares issued in reinvestment of distributions	60,455	—	43,586	23,221	2,810	102,161
Shares redeemed	(3,279,145)	(4,088,270)	(296,123)	(383,305)	(1,067,849)	(2,477,734)
Net increase (decrease)	(1,670,232)	(1,324,594)	(151,998)	(174,990)	200,264	782,408
Capital share transactions — Institutional Shares						
Shares sold	2,827,777	5,677,101	487,896	700,376	3,678,242	7,855,375
Shares issued in reinvestment of distributions	45,762	—	78,751	38,017	26,538	250,659
Shares redeemed	(2,807,163)	(6,172,617)	(530,047)	(4,517,080)	(2,713,113)	(4,691,537)
Net increase (decrease)	66,376	(495,516)	36,600	(3,778,687)	991,667	3,414,497
Capital share transactions — R6 Shares						
Shares sold	121,486	2,213,681	94,945	4,217,821	97,848	594,888
Shares issued in reinvestment of dividends	7,958	—	106,075	50,906	2,249	20,056
Shares redeemed	(13,736)	(955)	(8,493)	(3,343)	(34,481)	(1,596)
Net increase (decrease)	115,708	2,212,726	192,527	4,265,384	65,616	613,348

STATEMENTS OF CHANGES IN NET ASSETS (Continued)

	Baron Real Estate Fund		Baron Emerging Markets Fund		Baron Global Advantage Fund	
	For the Year Ended December 31, 2019	For the Year Ended December 31, 2018	For the Year Ended December 31, 2019	For the Year Ended December 31, 2018	For the Year Ended December 31, 2019	For the Year Ended December 31, 2018
Increase (Decrease) in Net Assets:						
Operations:						
Net investment income (loss)	\$ 303,296	\$ 640,121	\$ 23,588,977	\$ 30,304,500	\$ (120,517)	\$ (677,924)
Net realized gain (loss)	92,465,371	57,057,483	(336,710,970)	56,128,263	(9,227,493)	(2,940,241)
Change in net unrealized appreciation (depreciation)	125,806,629	(258,447,830)	1,166,198,553	(1,212,613,253)	71,003,713	(5,968,126)
Increase (decrease) in net assets resulting from operations	218,575,296	(200,750,226)	853,076,560	(1,126,180,490)	61,655,703	(9,586,291)
Distributions to shareholders from:						
Distributable earnings — Retail Shares	(31,005,947)	(26,442,877)	(1,268,843)	(1,117,756)	—	—
Distributable earnings — Institutional Shares	(46,250,153)	(44,416,235)	(19,857,592)	(19,835,537)	—	—
Distributable earnings — R6 Shares	(1,593,775)	(1,041,760)	(45,104)	(35,277)	—	—
Return of capital — Retail Shares	—	—	(95,058)	—	—	—
Return of capital — Institutional Shares	—	—	(1,568,242)	—	—	—
Return of capital — R6 Shares	—	—	(3,565)	—	—	—
Decrease in net assets from distributions to shareholders	(78,849,875)	(71,900,872)	(22,838,404)	(20,988,570)	—	—
Capital share transactions:						
Proceeds from the sale of shares — Retail Shares	16,452,757	46,383,253	147,502,488	437,158,440	193,694,207	48,440,480
Proceeds from the sale of shares — Institutional Shares	76,701,256	157,251,123	1,256,433,713	2,493,450,504	147,870,498	60,517,660
Proceeds from the sale of shares — R6 Shares	1,015,966	9,119,192	3,111,650	5,761,844	656,639	4,427,176
Net asset value of shares issued in reinvestment of distributions — Retail Shares	30,102,414	25,858,417	1,344,532	1,105,010	—	—
Net asset value of shares issued in reinvestment of distributions — Institutional Shares	40,793,666	39,636,583	16,453,973	14,691,205	—	—
Net asset value of shares issues in reinvestment of distribution — R6 Shares	1,593,775	1,041,760	48,668	35,277	—	—
Cost of shares redeemed — Retail Shares	(66,992,253)	(183,064,021)	(353,218,303)	(589,651,543)	(77,443,109)	(27,107,071)
Cost of shares redeemed — Institutional Shares	(160,998,576)	(367,687,032)	(1,188,889,020)	(1,571,656,493)	(21,353,408)	(31,083,207)
Cost of shares redeemed — R6 Shares	(1,283,998)	(342,264)	(1,778,915)	(1,703,944)	(75,080)	(56,714)
Increase (decrease) in net assets derived from capital share transactions	(62,614,993)	(271,802,989)	(118,991,214)	789,190,300	243,349,747	55,138,324
Net increase (decrease) in net assets	77,110,428	(544,454,087)	711,246,942	(357,978,760)	305,005,450	45,552,033
Net Assets:						
Beginning of year	543,195,259	1,087,649,346	4,610,785,524	4,968,764,284	89,160,414	43,608,381
End of year	\$ 620,305,687	\$ 543,195,259	\$ 5,322,032,466	\$ 4,610,785,524	\$394,165,864	\$ 89,160,414
Capital share transactions — Retail Shares						
Shares sold	649,290	1,650,560	10,793,349	29,805,250	7,240,017	2,140,868
Shares issued in reinvestment of distributions	1,177,159	1,095,758	96,094	86,127	—	—
Shares redeemed	(2,651,592)	(6,912,902)	(26,095,893)	(42,512,468)	(2,958,414)	(1,229,922)
Net increase (decrease)	(825,143)	(4,166,584)	(15,206,450)	(12,621,091)	4,281,603	910,946
Capital share transactions — Institutional Shares						
Shares sold	3,031,136	5,584,334	91,670,499	174,281,858	5,662,392	2,682,700
Shares issued in reinvestment of distributions	1,565,437	1,646,864	1,171,870	1,143,284	—	—
Shares redeemed	(6,306,297)	(13,937,485)	(86,550,571)	(116,693,326)	(813,999)	(1,416,631)
Net increase (decrease)	(1,709,724)	(6,706,287)	6,291,798	58,731,816	4,848,393	1,266,069
Capital share transactions — R6 Shares						
Shares sold	41,273	299,573	223,760	393,021	24,195	193,795
Shares issued in reinvestment of dividends	61,161	43,450	3,464	2,743	—	—
Shares redeemed	(50,968)	(12,444)	(126,488)	(126,452)	(2,727)	(2,549)
Net increase (decrease)	51,466	330,579	100,736	269,312	21,468	191,246

STATEMENTS OF CHANGES IN NET ASSETS (Continued)

	Baron Real Estate Income Fund		Baron Health Care Fund	
	For the Year Ended December 31, 2019	For the Period Ended December 31, 2018 ¹	For the Year Ended December 31, 2019	For the Period Ended December 31, 2018 ²
Increase (Decrease) in Net Assets:				
Operations:				
Net investment income (loss)	\$ 49,900	\$ 47,741	\$ (42,533)	\$ (15,585)
Net realized gain (loss)	(36,830)	(193,314)	248,949	(321,493)
Change in net unrealized appreciation (depreciation)	1,076,340	(173,362)	3,217,623	(434,004)
Increase (decrease) in net assets resulting from operations	1,089,410	(318,935)	3,424,039	(771,082)
Distributions to shareholders from:				
Distributable earnings — Retail Shares	(11,507)	(5,824)	—	—
Distributable earnings — Institutional Shares	(30,787)	(34,663)	—	—
Distributable earnings — R6 Shares	(4,958)	(6,188)	—	—
Return of capital — Retail Shares	—	(3,850)	—	—
Return of capital — Institutional Shares	—	(22,912)	—	—
Return of capital — R6 Shares	—	(4,091)	—	—
Decrease in net assets from distributions to shareholders	(47,252)	(77,528)	—	—
Capital share transactions:				
Proceeds from the sale of shares — Retail Shares	876,061	950,100	2,623,253	4,202,417
Proceeds from the sale of shares — Institutional Shares	94,211	2,223,055	2,908,440	4,913,431
Proceeds from the sale of shares — R6 Shares	—	444,807	314,189	792,587
Net asset value of shares issued in reinvestment of distributions — Retail Shares	11,122	8,610	—	—
Net asset value of shares issued in reinvestment of distributions — Institutional Shares	30,786	57,574	—	—
Net asset value of shares issues in reinvestment of distribution — R6 Shares	4,958	10,278	—	—
Cost of shares redeemed — Retail Shares	(179,430)	(450,951)	(1,669,658)	(1,115,304)
Cost of shares redeemed — Institutional Shares	(100,049)	(20,650)	(233,050)	(401)
Cost of shares redeemed — R6 Shares	(40,459)	(49,910)	(6,234)	—
Increase (decrease) in net assets derived from capital share transactions	697,200	3,172,913	3,936,940	8,792,730
Net increase (decrease) in net assets	1,739,358	2,776,450	7,360,979	8,021,648
Net Assets:				
Beginning of year	2,776,450	—	8,021,648	—
End of year	\$4,515,808	\$2,776,450	\$15,382,627	\$ 8,021,648
Capital share transactions — Retail Shares				
Shares sold	81,529	97,663	238,252	401,745
Shares issued in reinvestment of distributions	1,030	903	—	—
Shares redeemed	(16,316)	(46,215)	(143,689)	(106,898)
Net increase (decrease)	66,243	52,351	94,563	294,847
Capital share transactions — Institutional Shares				
Shares sold	9,722	223,106	250,393	472,023
Shares issued in reinvestment of distributions	2,879	5,999	—	—
Shares redeemed	(8,933)	(2,154)	(21,618)	(40)
Net increase (decrease)	3,668	226,951	228,775	471,983
Capital share transactions — R6 Shares				
Shares sold	—	45,420	27,069	75,892
Shares issued in reinvestment of dividends	463	1,069	—	—
Shares redeemed	(4,167)	(5,001)	(500)	—
Net increase (decrease)	(3,704)	41,488	26,569	75,892

¹ For the period January 2, 2018 (commencement of operations) to December 31, 2018.

² For the period April 30, 2018 (commencement of operations) to December 31, 2018.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Baron Partners Fund</u>
Increase (Decrease) in Cash:	
Cash Provided (Used) from Operating Activities	
Net increase (decrease) in net assets resulting from operations	\$ 866,486,721
Adjustments to reconcile net increase (decrease) in net assets resulting from operations to net cash provided (used) by operating activities:	
Purchases of portfolio securities	(259,023,436)
Proceeds from sales of portfolio securities	238,279,825
Net purchases, sales and maturities of short term investments	33,559
Increase in dividends and interest receivable	(204,571)
Decrease in prepaid expenses	6,923
Decrease in accrued expenses	(83,237)
Net realized gain on investments	(42,371,737)
Change in net unrealized appreciation of investments	(851,397,373)
Net cash provided (used) by operating activities	<u>\$ (48,273,326)</u>
Cash Provided in Financing Activities	
Distributions paid to shareholders	(368,188)
Proceeds from shares sold	271,508,592
Payment for shares redeemed	(361,867,078)
Increase in payable for borrowings against line of credit	139,000,000
Net cash provided (used) in financing activities	<u>48,273,326</u>
Net increase in cash	—
Cash at beginning of period	—
Cash at end of period	<u>\$ —</u>
Supplemental cash flow information:	
Interest paid	<u>\$ 21,140,506</u>
Non-cash financing activities not included herein consist of all reinvestment of distributions	<u>\$ 6,736,152</u>

NOTES TO FINANCIAL STATEMENTS

1. ORGANIZATION

Baron Select Funds (the "Trust") is registered under the Investment Company Act of 1940, as amended (the "1940 Act"), as an open-end management investment company established as a Delaware statutory trust on April 30, 2003, and accordingly, follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board ("FASB") Accounting Standard Codification Topic 946 Financial Services — Investment Companies. The Trust currently offers 10 series (individually, a "Fund" and collectively, the "Funds"): Baron Partners Fund, Baron Focused Growth Fund, Baron Real Estate Income Fund, Baron Health Care Fund, Baron FinTech Fund, and Baron WealthBuilder Fund, which are non-diversified; and Baron International Growth Fund, Baron Real Estate Fund, Baron Emerging Markets Fund, and Baron Global Advantage Fund, which are diversified. Baron FinTech Fund commenced investment operations on January 2, 2020 and, therefore, is not included in this report. Baron WealthBuilder Fund is presented in a separate report. Each Fund's investment objective is to seek capital appreciation and, for Baron Real Estate Income Fund only, current income. Baron Partners Fund may employ "leverage" by borrowing money and using it to purchase additional securities. Borrowing for investment increases both investment opportunity and investment risk. Baron International Growth Fund, Baron Emerging Markets Fund, and Baron Global Advantage Fund invest their assets primarily in non-U.S. companies. Baron Real Estate Fund invests its assets primarily in U.S. and non-U.S. real estate and real estate-related companies. Baron Real Estate Income Fund invests its assets in U.S. and non-U.S. real estate income-producing securities and other real estate securities. Baron Health Care Fund invests its assets primarily in equity securities engaged in the research, development, production, sale, delivery or distribution of products and services related to the health care industry. Baron FinTech Fund invests its assets primarily in securities of companies that develop, use, or rely on innovative technologies or services, for banking, lending, capital markets, financial data analytics, insurance, payments, asset management, or wealth management. On April 29, 2019, Baron Energy and Resources Fund ceased operations and liquidated all remaining assets on a pro rata basis to shareholders.

Each Fund offers Retail Shares, Institutional Shares, and R6 Shares. Each class of shares differs only in its ongoing fees, expenses and eligibility requirements. Retail Shares are offered to all investors. Institutional Shares are for investments in the amount of \$1 million or more per Fund. Institutional Shares are intended for certain financial intermediaries that offer shares of Baron Funds through fee-based platforms, retirement platforms, or other platforms. R6 Shares are for investments in the amount of \$5 million or more per Fund. R6 Shares are available only to qualified 401(a) plans (including 401(k) plans, Keogh plans, profit sharing plans, money purchase pension plans, target benefit plans, defined benefit pension plans, and Taft-Hartley multi-employer pension plans), endowment funds and foundations, any state, county or city, or its instrumentality, department, authority, or agency, 457 plans, including 457(a) governmental entity plans and tax-exempt plans, accounts registered to insurance companies, trust companies and bank trust departments, investment companies, both affiliated and not affiliated with BAMCO, Inc. (the "Adviser"), and any entity that is considered a corporation for tax purposes, including corporate non-qualified deferred compensation plans of such corporations. Each class of shares has equal rights to earnings and assets, except that each class bears different expenses for distribution and shareholder servicing. Each Fund's investment income, realized and unrealized gains or losses on investments and foreign currency, and expenses other than those attributable to a specific class are allocated to each class based on its relative net assets. Each class of shares has exclusive voting rights with respect to matters that affect just that class.

Baron Partners Fund was organized originally as a limited partnership in January 1992 under the laws of the State of Delaware. Effective as of the close of business on April 30, 2003, the predecessor partnership was reorganized into a series of the Trust. Baron Partners Fund commenced operations on April 30, 2003 with a contribution of assets and liabilities, including securities-in-kind, from the predecessor partnership.

Baron Focused Growth Fund was organized originally as a limited partnership in May 1996 under the laws of the State of Delaware. Effective as of the close of business on June 30, 2008, the predecessor partnership was reorganized into a series of the Trust. Baron Focused Growth Fund commenced operations on June 30, 2008 with a contribution of assets and liabilities, including securities-in-kind, from the predecessor partnership.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies followed by the Funds. The policies are in conformity with accounting principles generally accepted in the United States of America ("GAAP"). The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the period. Actual results could differ from those estimates. Events occurring subsequent to the date of the Statements of Assets and Liabilities and through the date of issuance of the financial statements have been evaluated for adjustment to or disclosure in the financial statements.

a) Security Valuation. The Funds' share prices or net asset values ("NAV") are calculated as of the scheduled close of the regular trading session (usually 4 p.m. E.T. or such other time as of which the Funds' NAVs are calculated (the "NAV Calculation Time")) on the New York Stock Exchange (the "Exchange") on any day the Exchange is scheduled to be open. Portfolio securities traded on any national stock exchange are valued based on the last sale price on the exchange where such shares are principally traded. For securities traded on NASDAQ, the Funds use the NASDAQ Official Closing Price. If there are no sales on a given day, the value of the security may be the average of the most recent bid and asked quotations on such exchange or the last sale price from a prior day. Where market quotations are not readily available, or, if in the Adviser's judgment, they do not accurately reflect the fair value of a security, or an event occurs after the market close but before the Funds are priced that materially affects the value of a security, the security will be valued by the Adviser using policies and procedures approved by the Board of Trustees (the "Board"). Some of the more common reasons that may necessitate that a security be valued using "fair value" pricing may include, but are not limited to: trading of the security has been halted or suspended; or the security has not been traded for an extended period of time. The Adviser has a Fair Valuation Committee (the "Committee") comprised of senior management representatives and the Committee reports to the Board every quarter. Factors the Committee may consider when valuing a security include whether a current price is stale, there is recent news, the security is thinly traded, transactions are infrequent or quotations are genuine. There can be no guarantee, however, that a fair valuation used by the Funds on any given day will more accurately reflect the market value of an investment than the closing price of such investment in its market. U.S. Government obligations, money market instruments, and other debt instruments held by the Funds with a remaining maturity of 60 days or less are generally valued at amortized cost, which approximates fair value. Debt instruments having a greater remaining maturity will be valued on the basis of prices obtained from a pricing service approved by the Board or at the mean of the bid and ask prices from the dealer maintaining an active market in that security. The value of the Funds' investments in convertible bonds/convertible preferred stocks is determined primarily by obtaining valuations from independent pricing services based on readily available bid quotations or, if quotations are not available, by methods which include various considerations such as yields or prices of securities of comparable quality, coupon, maturity and type; indications as to values from dealers; and general market conditions. Other inputs used by an independent pricing service to value convertible bonds/convertible preferred

NOTES TO FINANCIAL STATEMENTS (Continued)

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

stocks generally include underlying stock data, conversion premiums, listed bond and preferred stock prices and other market information which may include benchmark curves, trade execution data, sensitivity analysis, when available, or an estimated value calculated based on the price of the underlying common share on the valuation date adjusted for accrued and unpaid dividends. Open-end investment companies, including securities lending collateral invested in registered investment company money market funds, are valued at their NAV each day.

Non-U.S. equity securities traded on foreign securities exchanges are generally valued using an independent pricing vendor that provides daily fair value adjustment factors based on information such as local closing price, relevant general and sector indexes, currency fluctuations, and depositary receipts, as applicable. Securities valued using such adjustment factors are classified as Level 2 in the fair value hierarchy. The models of the independent pricing vendor generate an adjustment factor for each security, which is applied to the local closing price to adjust it for post-closing market movements up to the time the Funds are valued and translated into U.S. dollars. If the vendor does not provide an adjustment factor for a security, the security is valued based on its most recent local closing price and translated into U. S. dollars. The Adviser may also fair value securities in other situations, for example, when a particular foreign market is closed but the Funds are open. Other mutual funds may adjust the prices of their securities by different amounts.

b) Securities Transactions, Investment Income and Expense Allocation. Securities transactions are recorded on a trade date basis. Realized gain and loss from securities transactions are recorded on an identified cost basis for financial reporting and federal income tax purposes. Dividend income is recognized on the ex-dividend date and interest income is recognized on an accrual basis, which includes the accretion of discounts and amortization of premiums. Non-cash dividends received in the form of stock, if any, are recognized on the ex-dividend date and recorded as non-cash dividend income at fair value. Certain dividends from foreign securities will be recorded as soon as the Funds are informed of the dividend if such information is obtained subsequent to the ex-dividend date. Distributions received from certain investments held by the Funds may be comprised of dividends, realized gains and returns of capital. The Funds originally estimate the expected classification of such payments. The amounts may subsequently be reclassified upon receipt of information from the issuer. The Funds are charged for those expenses of the Trust that are directly attributable to each Fund, such as advisory and custodian fees. Expenses that are not directly attributable to a Fund are typically allocated among the Funds in proportion to their respective net assets.

c) Foreign Currency Translations. Values of assets and liabilities denominated in foreign currencies are translated into U.S. dollars using the price of such currencies at the NAV Calculation Time. Purchases and sales of investments and dividend income are converted at the prevailing rate of exchange on the respective dates of such transactions. Net realized gain (loss) on foreign currency transactions includes gain (loss) arising from the fluctuation in the exchange rates between trade and settlement dates on security transactions and currency gain (loss) between the accrual and payment dates on dividends and foreign withholding taxes. The Funds do not isolate that 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. Such fluctuations are included with the net realized and unrealized gain or loss from investments and foreign currency transactions on the Statements of Operations. The Funds may invest in foreign securities and foreign currency transactions that may involve risks not associated with domestic investments as a result of the level of governmental supervision and regulation of foreign securities markets and the possibility of political or economic instability, among others.

Pursuant to U.S. federal income tax regulations, gains and losses from certain foreign currency transactions and the foreign currency portion of gains and losses realized on sales and maturities of foreign denominated debt securities are generally treated as ordinary income for U.S. federal income tax purposes.

d) Securities Lending. The Funds may lend securities to certain brokers under the terms of a master netting agreement. Upon such loans, the Funds receive collateral which is maintained by the custodian. The Funds may pay fees to the custodian for administering the securities lending program. The Funds earn interest on such collateral and earn income in the form of negotiated lenders' fees, both of which are included in securities lending income in the Statements of Operations. Securities loaned are required to be secured at all times by collateral equal to at least 102% of the market value of the securities loaned. Risks may arise upon entering into securities lending to the extent that the value of the collateral is less than the value of the securities loaned due to the changes in the value of collateral or the loaned securities. The collateral is marked-to-market daily and settled on the next business day. The Funds may receive collateral in the form of cash or other eligible securities, such as a letter of credit issued by a U.S. bank or securities issued or guaranteed by the U.S. government. Securities purchased with cash collateral are subject to the risks inherent in investing in these securities.

Baron Global Advantage Fund participated in securities lending activities during the year ended December 31, 2019. There were no securities on loan at December 31, 2019.

e) Repurchase Agreements. The Funds may invest in repurchase agreements, which are short term investments whereby the Funds acquire ownership of a debt security and the seller agrees to repurchase the security at a future date at a specified price. When entering into repurchase agreements, it is the Funds' policy that their custodian take possession of the underlying collateral securities, the market value of which, at all times, equals at least 102% of the principal amount of the repurchase transaction. To the extent that any repurchase transaction exceeds one business day, the value of the collateral is marked-to-market to ensure the adequacy of the collateral. If the seller defaults and the market value of the collateral declines or if bankruptcy proceedings are commenced with respect to the seller of the security, realization of the collateral by the Funds may be delayed or limited. The information required to be disclosed by FASB Accounting Standards Update No. 2011-11 for the Funds' investments in repurchase agreements at December 31, 2019, including the fair value of the repurchase agreement and the amount of collateral, can be found in each respective Fund's Statement of Net Assets.

f) Master Limited Partnerships. The Funds may invest in master limited partnerships ("MLPs"). MLPs are limited partnerships or limited liability companies, whose partnership units or limited liability interests are listed and traded on a U.S. securities exchange, and are treated as publicly traded partnerships for federal income tax purposes. To qualify to be treated as a partnership for tax purposes, an MLP must receive at least 90% of its income from qualifying sources as set forth in Section 7704(d) of the Internal Revenue Code of 1986, as amended. These qualifying sources include interest, dividend, real property rent, gain from sale or other disposition of real property and income from activities such as the exploration, development, mining, production, processing, refining, transportation, storage and marketing of mineral or natural resources.

NOTES TO FINANCIAL STATEMENTS (Continued)

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

g) Federal and Foreign Income Taxes. The Trust treats each Fund as a separate entity for federal income tax purposes. Each Fund intends to meet the requirements of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies, and to distribute to its shareholders substantially all of its net investment income and any net realized capital gains at least annually. None of the Funds will be subject to federal or state income taxes to the extent that they qualify as regulated investment companies and substantially all of their income is distributed.

The Funds may be subject to foreign taxes on income and gains on investments that are accrued based upon the Funds' understanding of the tax rules and regulations that exist in the countries in which the Funds invest. Foreign governments may also impose taxes or other payments on investments with respect to foreign securities. Such taxes are accrued as applicable.

h) Restricted Securities. The Funds may invest in securities that are restricted as to public sale in accordance with the Securities Act of 1933. Such assets are valued by the Adviser pursuant to policies and procedures approved by the Board.

i) Distributions to Shareholders. Income and capital gain distributions to shareholders are determined in accordance with income tax regulations which may differ from GAAP. These differences are primarily due to differing treatments for net investment loss, foreign currency gains and losses, non-deductible interest expense, reclassification of distributions, partnership basis adjustments, income from passive foreign investment companies, late-year loss deferral, post-October loss deferral, and wash sale loss deferral.

j) Commitments and Contingencies. In the normal course of business, the Funds may enter into contracts and agreements that contain a variety of representations and warranties, which provide general indemnification. The maximum exposure to the Funds under these agreements is unknown, as this would involve future claims that may be made against the Funds that have not yet occurred. However, based on experience, the Funds expect the risk of loss to be remote.

k) Cash and Cash Equivalents. The Funds consider all short term liquid investments with a maturity of three months or less when purchased to be cash equivalents.

l) Fund Diversification and Concentration. Certain of the Funds hold non-diversified or concentrated portfolios that may contain fewer securities or invest in fewer industries than the portfolios of other mutual funds. This may increase the risk that the value of a Fund could decrease because of the poor performance of one or a few investments or of a particular industry. Additionally, non-diversified funds may encounter difficulty liquidating securities.

3. PURCHASES AND SALES OF SECURITIES

Purchases and sales of securities, other than short term securities, for the year ended December 31, 2019 were as follows:

Fund	Purchases	Sales
Baron Partners Fund	\$ 259,411,128	\$ 240,772,149
Baron Focused Growth Fund	10,328,135	15,111,393
Baron International Growth Fund	186,299,569	153,433,261
Baron Real Estate Fund	315,027,019	465,375,183
Baron Emerging Markets Fund	2,850,416,703	2,855,445,107
Baron Global Advantage Fund	267,192,472	42,737,815
Baron Real Estate Income Fund	2,608,269	1,926,372
Baron Health Care Fund	11,336,226	7,201,650

4. INVESTMENT ADVISORY FEES AND OTHER TRANSACTIONS WITH AFFILIATES

a) Investment Advisory Fees. The Adviser, a wholly owned subsidiary of Baron Capital Group, Inc. ("BCG"), serves as investment adviser to the Funds. As compensation for services rendered, the Adviser receives a fee payable monthly from Baron Partners Fund, Baron Focused Growth Fund, Baron Real Estate Fund, and Baron Emerging Markets Fund equal to 1% per annum of the average daily net assets of the respective Fund. The Adviser receives a fee payable monthly from Baron International Growth Fund, Baron Global Advantage Fund, Baron Real Estate Income Fund, and Baron Health Care Fund equal to 0.88%, 0.85%, 0.75% and 0.75%, respectively, per annum of the average daily net assets of the respective Fund. The Adviser has contractually agreed to reduce its fee, to the extent required to limit the net annual operating expense ratio (excluding portfolio transaction costs, interest, dividend and extraordinary expenses), as follows:

Fund	Annual Operating Expense Ratio Cap		
	Retail Shares	Institutional Shares	R6 Shares
Baron Partners Fund	1.45%	1.20%	1.20%
Baron Focused Growth Fund	1.35%	1.10%	1.10%
Baron International Growth Fund	1.20%	0.95%	0.95%
Baron Real Estate Fund	1.35%	1.10%	1.10%
Baron Emerging Markets Fund	1.50%	1.25%	1.25%
Baron Global Advantage Fund	1.15%	0.90%	0.90%
Baron Real Estate Income Fund	1.05%	0.80%	0.80%
Baron Health Care Fund	1.10%	0.85%	0.85%

b) Distribution Fees. Baron Capital, Inc. ("BCI"), a wholly owned subsidiary of BCG, is a registered limited purpose broker-dealer and the distributor of the Funds' shares. The Funds are authorized to pay BCI a distribution fee payable monthly pursuant to a distribution plan under Rule 12b-1 of the 1940 Act equal to 0.25% per annum of the Retail Shares' average daily net assets of the respective Funds.

c) Trustee Fees. Certain Trustees of the Trust are interested persons (as defined by the 1940 Act) of the Trust. None of these Trustees received compensation for his or her services as a Trustee of the Trust. None of the Funds' officers received compensation from the Funds for their services as an officer.

NOTES TO FINANCIAL STATEMENTS (Continued)

4. INVESTMENT ADVISORY FEES AND OTHER TRANSACTIONS WITH AFFILIATES (Continued)

d) Fund Accounting and Administration Fees. The Funds have entered into an agreement with State Street Bank and Trust Company ("State Street") to perform accounting and certain administrative services. State Street is compensated for fund accounting services based on a percentage of the Funds' net assets, subject to certain minimums plus fixed annual fees for the administrative services.

e) Cross Trades. The Funds are permitted to purchase securities from, or sell securities to, other Funds within the Trust, the funds in Baron Investment Funds Trust and other entities advised or subadvised by the Adviser, pursuant to "Cross-Trading Procedures" adopted by the Board. These procedures have been designed to ensure that any cross-trade of securities by the respective Baron Fund from or to another fund/other entity that is or could be considered an affiliate of a Fund under certain limited circumstances by virtue of having a common investment adviser, common officers, or common trustees complies with Rule 17a-7 under the 1940 Act. Further, as defined under these procedures, each cross-trade is effected at the current market price and with no commissions. Pursuant to these procedures, for the year ended December 31, 2019, the Funds engaged in the following cross-trades:

	Purchases	Sales	Net Realized Gains (Losses)
Baron Global Advantage Fund	\$449,144	\$281,360	\$ 629
Baron Real Estate Fund	—	336,499	(41,617)
Baron Real Estate Income Fund	—	5,205	(936)

5. LINE OF CREDIT

Baron Partners Fund participates in a committed syndicated line of credit agreement with State Street in the amount of \$750 million. Depending on the outstanding loan amount, a commitment fee of 0.15% or 0.25% per annum is incurred on the unused portion of the line of credit. The line of credit is used for investment purposes and expires on October 30, 2020. Baron Partners Fund may borrow up to the lesser of \$750 million or the maximum amount Baron Partners Fund may borrow under the 1940 Act, the limitations included in Baron Partners Fund's prospectus, or any limit or restriction under any law or regulation to which Baron Partners Fund is subject or any agreement to which Baron Partners Fund is a party. Interest is charged to Baron Partners Fund, based on its borrowings, at a rate per annum equal to the higher of the effective federal funds rate or the one month LIBOR rate plus a margin of 0.85%. An upfront fee of 0.05% is incurred on the commitment amount. For the year ended December 31, 2019, interest expense incurred on these loans amounted to \$21,047,344. During the year ended December 31, 2019, Baron Partners Fund had an average daily balance on the line of credit of \$674.3 million at a weighted average interest rate of 3.12%. At December 31, 2019, Baron Partners Fund had an outstanding balance in the amount of \$740,500,000.

The Funds, (except Baron Partners Fund), together with the funds in Baron Investment Funds Trust, participate in a committed line of credit agreement with State Street to be used for temporary purposes, primarily for financing redemptions. Each fund may borrow up to the lesser of \$100 million or the maximum amount each fund may borrow under the 1940 Act, the limitations included in each fund's prospectus, or any limit or restriction under any law or regulation to which each fund is subject or any agreement to which each fund is a party; provided that the aggregate outstanding principal amount of all loans to any of the funds may not exceed \$100 million. Interest is charged to each fund, based on its borrowings, at a rate per annum equal to the higher of the effective federal funds rate or the one month LIBOR rate plus a margin of 1.00%. An upfront fee of 0.05% is incurred on the commitment amount and a commitment fee of 0.20% per annum is incurred on the unused portion of the line of credit. Both fees are allocated to the participating funds based on their relative net assets. During the year ended December 31, 2019, Baron Focused Growth Fund, Baron Real Estate Fund, and Baron Global Advantage Fund had borrowings under the line of credit and incurred interest expense of \$10,459, \$1,403, and \$4,838, respectively. For the 32 days during which there were borrowings, Baron Focused Growth Fund had an average daily balance on the line of credit of \$3.4 million at a weighted average interest rate of 3.54%. For the 3 days during which there were borrowings, Baron Real Estate Fund had an average daily balance on the line of credit of \$4.8 million at a weighted average interest rate of 3.56%. For the 9 days during which there were borrowings, Baron Global Advantage Fund had a balance on the line of credit of \$6.9 million at an interest rate of 2.84%.

6. RESTRICTED SECURITIES

At December 31, 2019, investments in securities included securities that are restricted and/or illiquid. Restricted securities are often purchased in private placement transactions, are not registered under the Securities Act of 1933, may have contractual restrictions on resale and are valued pursuant to the policies and procedures for fair value pricing approved by the Board. A security may be considered illiquid if it lacks a readily available market or if its valuation has not changed for a certain period of time. The Funds may receive more or less than this valuation in an actual sale and that difference could be material. At December 31, 2019, the Funds held investments in restricted and/or illiquid securities that were valued pursuant to policies and procedures for fair value pricing as follows:

Name of Issuer	Baron Partners Fund	
	Acquisition Date(s)	Value
Private Common Stocks		
Space Exploration Technologies Corp.	9/13/2017	\$ 50,954,697
Private Preferred Stocks		
Space Exploration Technologies Corp.	11/15/2017, 4/5/2018	89,580,822
Private Partnerships		
Windy City Investments Holdings, L.L.C.	11/13/2007-1/27/2011	193,268
Total Restricted Securities:		<u>\$140,728,787</u>
(Cost \$98,250,037) [†] (5.16% of Net Assets)		

[†] See Statements of Net Assets for cost of individual securities.

NOTES TO FINANCIAL STATEMENTS (Continued)

6. RESTRICTED SECURITIES (Continued)

Name of Issuer	Baron Focused Growth Fund	
	Acquisition Date(s)	Value
Private Common Stocks		
Space Exploration Technologies Corp.	9/13/2017	\$ 4,795,591
Private Preferred Stocks		
Space Exploration Technologies Corp.	11/15/2017, 4/5/2018	6,293,973
Total Restricted Securities:		<u>\$11,089,564</u>
(Cost \$7,449,906) [†] (4.23% of Net Assets)		

Name of Issuer	Baron Emerging Markets Fund	
	Acquisition Date(s)	Value
Private Common Stocks		
Hemisphere Properties India Limited (Cost \$14,647,473) (0.16% of Net Assets)	9/17/2019	<u>\$ 8,693,544</u>

[†] See Statements of Net Assets for cost of individual securities.

7. FAIR VALUE MEASUREMENTS

Fair value is defined by GAAP as the price that the Funds would receive upon selling an investment in a timely transaction to an independent buyer in the principal or most advantageous market for the investment. GAAP provides a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability. Inputs may be observable or unobservable. Observable inputs are based on market data obtained from sources independent of the Funds. Unobservable inputs are inputs that reflect the Funds' own assumptions based on the best information available in the circumstances. The three-tier hierarchy of inputs is summarized in the three broad Levels listed below.

- Level 1 — quoted prices in active markets for identical assets or liabilities;
- Level 2 — prices determined using other inputs that are observable either directly, or indirectly through corroboration with observable market data (which could include quoted prices for similar assets or liabilities, interest rates, credit risk, etc.);
- Level 3 — prices determined using unobservable inputs when quoted prices or observable inputs are unavailable, such as when there is little or no market activity for an asset or liability (unobservable inputs reflect each Fund's own assumptions in determining the fair value of assets or liabilities and would be based on the best information available).

The inputs or methodology used for valuing securities are not necessarily an indication of the risk or liquidity associated with investing in those securities. For example, non-U.S. securities, with markets that close hours before the Funds value their holdings, may require revised valuations to more accurately reflect their fair value. Since these values obtained from quoted prices in an active market are adjusted, such securities are reflected as Level 2.

The Funds have procedures to determine the fair value of securities and other financial instruments for which market prices are not readily available or which may not be reliably priced. Under these procedures, the Funds primarily employ a market-based approach that may use related or comparable assets or liabilities, recent transactions, market multiples, book values, and other relevant information for the investment to determine its fair value. The Funds may also use an income-based valuation approach in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments. Due to the inherent uncertainty of valuations of such investments, the fair values may differ significantly from the values that would have been used had an active market existed.

NOTES TO FINANCIAL STATEMENTS (Continued)

7. FAIR VALUE MEASUREMENTS (Continued)

The following is a summary of the inputs used as of December 31, 2019 in valuing the Funds' investments carried at fair value:

Description	Baron Partners Fund			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	
Common Stocks†	\$ 3,324,063,895	\$ —	\$ —	\$ 3,324,063,895
Private Common Stocks	—	—	50,954,697	50,954,697
Private Preferred Stocks	—	—	89,580,822	89,580,822
Private Partnerships	—	—	193,268	193,268
Short Term Investments	—	406,322	—	406,322
Total Investments	\$ 3,324,063,895	\$ 406,322	\$ 140,728,787	\$ 3,465,199,004

Description	Baron Focused Growth Fund			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	
Common Stocks†	\$ 248,839,549	\$ —	\$ —	\$ 248,839,549
Private Common Stocks	—	—	4,795,591	4,795,591
Private Preferred Stocks	—	—	6,293,973	6,293,973
Short Term Investments	—	515,972	—	515,972
Total Investments	\$ 248,839,549	\$ 515,972	\$ 11,089,564	\$ 260,445,085

Description	Baron International Growth Fund			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	
Common Stocks†	\$ 135,855,231	\$ 181,305,335	\$ —	\$ 317,160,566
Short Term Investments	—	5,576,664	—	5,576,664
Total Investments	\$ 135,855,231	\$ 186,881,999	\$ —	\$ 322,737,230

Description	Baron Real Estate Fund			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	
Common Stocks†	\$ 611,821,452	\$ —	\$ —	\$ 611,821,452
Short Term Investments	—	8,019,264	—	8,019,264
Total Investments	\$ 611,821,452	\$ 8,019,264	\$ —	\$ 619,840,716

† See Statements of Net Assets for additional detailed categorizations.

NOTES TO FINANCIAL STATEMENTS (Continued)

7. FAIR VALUE MEASUREMENTS (Continued)

Description	Baron Emerging Markets Fund			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	
Common Stocks†	\$ 1,859,278,316	\$ 3,363,384,240	\$ —	\$ 5,222,662,556
Private Common Stocks	—	—	8,693,544	8,693,544
Short Term Investments	—	91,331,748	—	91,331,748
Total Investments	\$ 1,859,278,316	\$ 3,454,715,988	\$ 8,693,544	\$ 5,322,687,848

Description	Baron Global Advantage Fund			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	
Common Stocks†	\$ 333,426,380	\$ 41,059,102	\$ —	\$ 374,485,482
Short Term Investments	—	36,349,060	—	36,349,060
Total Investments	\$ 333,426,380	\$ 77,408,162	\$ —	\$ 410,834,542

Description	Baron Real Estate Income Fund			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	
Common Stocks†	\$ 4,405,052	\$ —	\$ —	\$ 4,405,052
Short Term Investments	—	162,236	—	162,236
Total Investments	\$ 4,405,052	\$ 162,236	\$ —	\$ 4,567,288

Description	Baron Health Care Fund			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	
Common Stocks†	\$ 14,620,489	\$ 193,942	\$ —	\$ 14,814,431
Short Term Investments	—	682,547	—	682,547
Total Investments	\$ 14,620,489	\$ 876,489	\$ —	\$ 15,496,978

† See Statements of Net Assets for additional detailed categorizations.

NOTES TO FINANCIAL STATEMENTS (Continued)

7. FAIR VALUE MEASUREMENTS (Continued)

The following is a reconciliation of investments in which unobservable inputs (Level 3) were used in determining fair value:

Baron Partners Fund										
Investments in Securities	Balance as of December 31, 2018	Accrued Premiums/ Discounts	Net Realized Gain (Loss)	Change in Net Unrealized Appreciation (Depreciation)	Purchases	Sales/ Distributions	Transfers Into Level 3	Transfers Out of Level 3	Balance as of December 31, 2019	Change in Net Unrealized Appreciation (Depreciation) from Investments still held at December 31, 2019
Private Common Stocks										
Industrials	\$ 46,723,583	\$ —	\$ —	\$ 4,231,114	\$ —	\$ —	\$ —	\$ —	\$ 50,954,697	\$ 4,231,114
Private Preferred Stocks										
Industrials	82,142,319	—	—	7,438,503	—	—	—	—	89,580,822	7,438,503
Private Partnerships										
Financials	197,058	—	—	(3,790)	—	—	—	—	193,268	(3,709)
Total	\$129,062,960	\$ —	\$ —	\$11,665,827	\$ —	\$ —	\$ —	\$ —	\$140,728,787	\$11,665,827

Baron Focused Growth Fund										
Investments in Securities	Balance as of December 31, 2018	Accrued Premiums/ Discounts	Net Realized Gain (Loss)	Change in Net Unrealized Appreciation (Depreciation)	Purchases	Sales/ Distributions	Transfers Into Level 3	Transfers Out of Level 3	Balance as of December 31, 2019	Change in Net Unrealized Appreciation (Depreciation) from Investments still held at December 31, 2019
Private Common Stocks										
Industrials	\$ 4,397,380	\$ —	\$ —	\$ 398,211	\$ —	\$ —	\$ —	\$ —	\$ 4,795,591	\$ 398,211
Private Preferred Stocks										
Industrials	5,771,342	—	—	522,631	—	—	—	—	6,293,973	522,631
Total	\$ 10,168,722	\$ —	\$ —	\$ 920,842	\$ —	\$ —	\$ —	\$ —	\$ 11,089,564	\$ 920,842

Baron Emerging Markets Fund										
Investments in Securities	Balance as of December 31, 2018	Accrued Premiums/ Discounts	Net Realized Gain (Loss)	Change in Net Unrealized Appreciation (Depreciation)	Purchases	Sales/ Distributions	Transfers Into Level 3	Transfers Out of Level 3	Balance as of December 31, 2019	Change in Net Unrealized Appreciation (Depreciation) from Investments still held at December 31, 2019
Private Common Stocks										
Real Estate	\$ —	\$ —	\$ —	\$ (5,953,929)	\$14,647,473*	\$ —	\$ —	\$ —	\$ 8,693,544	\$ (5,953,929)

* Represents securities received (Hemisphere Properties India Limited) as a spinoff from Tata Communications Ltd. on 9/17/2019.

NOTES TO FINANCIAL STATEMENTS (Continued)

7. FAIR VALUE MEASUREMENTS (Continued)

Unobservable valuation inputs developed by the Adviser for significant (greater than 1% of net assets) Level 3 investments as of December 31, 2019 were as follows:

Baron Partners Fund						
Sector	Company	Fair Value as of December 31, 2019	Valuation Technique	Unobservable Input	Weighted Average used on December 31, 2019	Range used on December 31, 2019
Private Common Stocks and Private Preferred Stocks: Industrials	Space Exploration Technologies Corp.	\$140,535,519*	Combination of discounted cash flow analysis, current value via comparable companies, option-pricing, and arms-length transaction methods	Change in the composite equity index of comparable companies	(0.13)%	(1.68)% - 1.02%
				Discount for lack of marketability	2.88%	2.88%
				Estimated volatility of the returns of equity ¹	25.23%	16.49% - 81.82%

Baron Focused Growth Fund						
Sector	Company	Fair Value as of December 31, 2019	Valuation Technique	Unobservable Input	Weighted Average used on December 31, 2019	Range used on December 31, 2019
Private Common Stocks and Private Preferred Stocks: Industrials	Space Exploration Technologies Corp.	\$11,089,564*	Combination of discounted cash flow analysis, current value via comparable companies, option-pricing, and arms-length transaction methods	Change in the composite equity index of comparable companies	(0.13)%	(1.68)% - 1.02%
				Discount for lack of marketability	2.88%	2.88%
				Estimated volatility of the returns of equity ¹	25.23%	16.49% - 81.82%

¹ The volatility was calculated as a weighted-average of the volatilities used for the two business segments of the company. Each business segment's volatility was calculated as the simple average volatilities of comparable companies relevant to that business segment.

* The fair value as of December 31, 2019 includes a third party transaction price.

A significant change in the EV/EBITDA multiple ratio may result in a directionally similar significant change in the fair value measurement, while a significant change in the discount for lack of marketability and equity index of comparable companies may not result in a materially higher or lower fair value measurement.

8. INCOME TAXES AND DISTRIBUTIONS TO SHAREHOLDERS

Federal income tax regulations differ from GAAP. Therefore, distributions determined in accordance with tax regulations may differ in amount or character from net investment income and net realized gain for financial reporting purposes. Net investment income (loss) and net realized and unrealized gain (loss) differ for financial statement and tax purposes due to differing treatments of net investment loss, foreign currency gains and losses, non-deductible interest expense, reclassification of distributions, partnership basis adjustments, income from passive foreign investment companies, late year loss deferral, post-October loss deferral, and wash sale loss deferral. Financial reporting records are adjusted for permanent book/tax differences to reflect tax character. Financial records are not adjusted for temporary differences.

For the year ended December 31, 2019, the Funds recorded the following permanent reclassifications to reflect tax character. Reclassifications between income, gains and paid-in capital relate primarily to the tax treatment of net investment loss, foreign currency gains and losses, passive foreign investment companies, REITs, and partnership basis adjustments. Results of operations and net assets were not affected by these reclassifications.

Fund	Distributable Earnings/(Losses)	Paid-In Capital
Baron Partners Fund	\$18,917,147	\$(18,917,147)
Baron Focused Growth Fund	1,056,594	(1,056,594)
Baron International Growth Fund	—	—
Baron Real Estate Fund	1	(1)
Baron Emerging Markets Fund	21,366	(21,366)
Baron Global Advantage Fund	140,468	(140,468)
Baron Real Estate Income Fund	(336)	336
Baron Health Care Fund	41,042	(41,042)

NOTES TO FINANCIAL STATEMENTS (Continued)

8. INCOME TAXES AND DISTRIBUTIONS TO SHAREHOLDERS (Continued)

As of December 31, 2019, the components of net assets on a tax basis were as follows:

	Baron Partners Fund	Baron Focused Growth Fund	Baron International Growth Fund	Baron Real Estate Fund
Cost of investments	\$1,540,705,414	\$115,664,661	\$253,110,365	\$399,842,579
Gross tax unrealized appreciation	1,932,393,723	145,824,127	78,555,961	219,998,137
Gross tax unrealized depreciation	(7,900,133)	(1,043,703)	(8,929,096)	—
Net tax unrealized appreciation (depreciation)	1,924,493,590	144,780,424	69,626,865	219,998,137
Net tax unrealized currency appreciation (depreciation)	—	—	(40,923)	—
Undistributed net investment income	—	—	90,340	8,810,496
Non-deductible interest expense	(26,103,458)	—	—	—
Undistributed net realized gain	38,736,743	3,512,290	—	6,968,401
Qualified late year loss deferral	—	—	—	—
Capital loss carryforwards	—	—	(9,535,379)	—
Paid-in capital	790,394,774	114,101,258	263,115,201	384,528,653
Net Assets	\$2,727,521,649	\$262,393,972	\$323,256,104	\$620,305,687

	Baron Emerging Markets Fund	Baron Global Advantage Fund	Baron Real Estate Income Fund	Baron Health Care Fund
Cost of investments	\$4,232,697,140	\$333,467,082	\$ 3,697,736	\$ 12,755,926
Gross tax unrealized appreciation	1,241,270,358	81,264,898	872,755	2,859,376
Gross tax unrealized depreciation	(151,279,650)	(3,897,438)	(3,203)	(118,324)
Net tax unrealized appreciation (depreciation)	1,089,990,708	77,367,460	869,552	2,741,052
Net tax unrealized currency appreciation (depreciation)	2,559	(154,247)	—	—
Undistributed net investment income	—	—	791	—
Non-deductible interest expense	—	—	—	—
Undistributed net realized gain	—	—	—	—
Qualified late year loss deferral	(85,773,877)	—	—	—
Capital loss carryforwards	(299,382,272)	(13,128,673)	(193,936)	(31,608)
Paid-in capital	4,617,195,348	330,081,324	3,839,401	12,673,183
Net Assets	\$5,322,032,466	\$394,165,864	\$ 4,515,808	\$ 15,382,627

As of December 31, 2019, the Funds had capital loss carryforwards expiring as follows:

	Baron Partners Fund	Baron Focused Growth Fund	Baron International Growth Fund	Baron Real Estate Fund
Short term:				
No expiration date	\$ —	\$ —	\$ 9,535,379	\$ —
Long term:				
No expiration date	—	—	—	—
Capital loss carryforward utilized during the year ended December 31, 2019	\$ —	\$ 1,251,816	\$ —	\$ —

	Baron Emerging Markets Fund	Baron Global Advantage Fund	Baron Real Estate Income Fund	Baron Health Care Fund
Short term:				
No expiration date	\$ 152,084,569	\$ 9,423,721	\$ 193,936	\$ 31,608
Long term:				
No expiration date	147,297,703	3,704,952	—	—
Capital loss carryforward utilized during the year ended December 31, 2019	\$ —	\$ —	\$ —	\$ 180,046

NOTES TO FINANCIAL STATEMENTS (Continued)

8. INCOME TAXES AND DISTRIBUTIONS TO SHAREHOLDERS (Continued)

The tax character of distributions paid during the year ended December 31, 2019 and December 31, 2018 was as follows:

Fund	Year Ended December 31, 2019			Year Ended December 31, 2018		
	Ordinary ¹	Long Term Capital Gain	Return of Capital	Ordinary ¹	Long Term Capital Gain	Return of Capital
Baron Partners Fund	\$ —	\$ 7,104,340	\$ —	\$ —	\$ —	\$ —
Baron Focused Growth Fund	—	4,500,201	—	—	2,088,507	—
Baron International Growth Fund	694,884	84,799	—	617,685	7,284,443	—
Baron Real Estate Fund	524,560	78,325,315	—	1,388,009	70,512,863	—
Baron Emerging Markets Fund	21,171,539	—	1,666,865	20,988,570	—	—
Baron Global Advantage Fund	—	—	—	—	—	—
Baron Real Estate Income Fund	47,252	—	—	46,675	—	30,853
Baron Health Care Fund	—	—	—	—	—	—

¹ For tax purposes, short-term capital gains are considered ordinary income distributions.

The Funds follow the provisions of FASB Codification Section 740 ("ASC Section 740") "Accounting for Uncertainty in Income Taxes" which clarifies the accounting for uncertainty in tax positions taken or expected to be taken on a tax return. ASC Section 740 sets forth a threshold for financial statement recognition, measurement and disclosure of tax positions taken or expected to be taken on a tax return. The Funds are required to recognize the tax effects of certain tax positions under a "more likely than not" standard, that based on their technical merits, have more than 50 percent likelihood of being sustained upon examination. Management has analyzed the tax positions taken on the Funds' federal income tax returns for all open years (current and prior three years), and has concluded that no provision for federal income tax is required in the Funds' financial statements. At December 31, 2019, the Funds did not have any uncertain tax benefits that require recognition, de-recognition or disclosure. The Funds' federal, state and local income and federal excise tax returns for which the applicable statutes of limitations have not expired (current and prior three years) are subject to examination by the Internal Revenue Service and state departments of revenue.

9. OWNERSHIP CONCENTRATION

As of December 31, 2019, the officers, trustees and portfolio managers owned, directly or indirectly, 55.47% of Baron Focused Growth Fund, 60.58% of Baron Real Estate Income Fund, and 40.69% of Baron Health Care Fund. As a result of their ownership, these investors may be able to materially affect the outcome of matters presented to Baron Focused Growth Fund, Baron Real Estate Income Fund, and Baron Health Care Fund shareholders.

10. TRANSACTIONS IN "AFFILIATED" COMPANIES¹

Baron Emerging Markets Fund

Name of Issuer	Value at December 31, 2018	Purchase Cost	Sales Proceeds	Change in Net Unrealized Appreciation (Depreciation)	Realized Gains/(Losses)	Dividend Income	Shares Held at December 31, 2019	Value at December 31, 2019	% of Net Assets at December 31, 2019
"Affiliated" Company as of December 31, 2019:									
Lekoil Ltd.	\$3,217,929	\$ —	\$220,776	\$2,558,432	\$(3,752,784)	\$ —	29,269,157	\$1,802,801	0.04%

¹ An "Affiliated" company ("affiliated person" as defined in the 1940 Act) is a company in which a Fund held 5% or more of the company's outstanding voting securities at any time during the year ended December 31, 2019.

11. RECENT ACCOUNTING PRONOUNCEMENT

In August 2018, FASB issued Accounting Standards Update No. 2018-13, "Fair Value Measurement (Topic 820: Disclosure Framework — Changes to the Disclosure Requirements for Fair Value Measurement)" ("ASU 2018-13"). ASU 2018-13 eliminates the requirement to disclose the amount of and reasons for transfers between Level 1 and Level 2 of the fair value hierarchy, the timing of transfers between levels of the fair value hierarchy and the valuation processes for Level 3 fair value measurements. ASU 2018-13 does not eliminate the requirement to disclose the range and weighted average used to develop significant unobservable inputs for Level 3 fair value measurements and the changes in unrealized gains and losses for recurring Level 3 fair value measurements. ASU 2018-13 requires that information is provided about the measurement uncertainty of Level 3 fair value measurements as of the reporting date. The guidance is effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2019. Management has elected to early adopt this guidance and the amendments are reflected in the current year financial statements.

FINANCIAL HIGHLIGHTS

BARON PARTNERS FUND

Selected data for a share outstanding throughout each year:

	Income (loss) from investment operations:				Less distributions to shareholders from:			Ratios to Average Net Assets:					Supplemental Data:		
	Net asset value, beginning of year (\$)	Net investment income (loss) (\$)	Net realized and unrealized gain (loss) on investments (\$)	Total from investment operations (\$)	Net investment income (\$)	Net realized gain on investments (\$)	Total distributions (\$)	Net asset value, end of year (\$)	Total return (%)	Total expenses (%)	Less: interest expense (%)	Net Operating expenses (%)	Net investment income (loss) (%)	Net assets (in millions), end of year (\$)	Portfolio turnover rate (%)
RETAIL SHARES															
Year Ended December 31,															
2019	47.77	(0.75) ¹	22.20	21.45	0.00	(0.18)	(0.18)	69.04	44.97	2.22	(0.90)	1.32	(1.29)	1,353.6	7.97
2018	48.75	(0.61) ¹	(0.37)	(0.98)	0.00	0.00	0.00	47.77	(2.01)	2.03	(0.71)	1.32	(1.13)	1,016.2	8.09
2017	37.06	(0.38) ¹	12.07	11.69	0.00	0.00	0.00	48.75	31.54	1.79	(0.45)	1.34	(0.84)	1,101.7	26.19
2016	35.62	(0.11) ¹	1.55	1.44	0.00	0.00	0.00	37.06	4.04	1.78	(0.43)	1.35	(0.31)	913.9	15.59
2015	36.74	(0.05) ¹	(0.95)	(1.00)	(0.12)	0.00	(0.12)	35.62	(2.71)	1.52	(0.20)	1.32	(0.13)	1,107.5	17.08
2014	33.32	0.23 ¹	3.19	3.42	0.00	0.00	0.00	36.74	10.26	1.51	(0.19)	1.32	0.66	1,256.3	30.82
2013	22.56	(0.19) ¹	10.95	10.76	0.00	0.00	0.00	33.32	47.69	1.67	(0.29)	1.38	(0.66)	1,125.6	18.57
2012	19.39	(0.04) ¹	3.21	3.17	0.00	0.00	0.00	22.56	16.35	1.74	(0.34)	1.40	(0.18)	653.7	13.04
2011	20.57	(0.14) ¹	(1.04)	(1.18)	0.00	0.00	0.00	19.39	(5.74)	1.71	(0.36)	1.35	(0.69)	970.4	16.96
2010	15.64	(0.09) ¹	5.02	4.93	0.00	0.00	0.00	20.57	31.52	1.71	(0.34)	1.37	(0.51)	1,251.9	15.85
INSTITUTIONAL SHARES															
Year Ended December 31,															
2019	48.86	(0.62) ¹	22.76	22.14	0.00	(0.18)	(0.18)	70.82	45.38	1.96	(0.90)	1.06	(1.03)	1,187.0	7.97
2018	49.73	(0.49) ¹	(0.38)	(0.87)	0.00	0.00	0.00	48.86	(1.75)	1.77	(0.71)	1.06	(0.88)	815.6	8.09
2017	37.70	(0.27) ¹	12.30	12.03	0.00	0.00	0.00	49.73	31.91	1.53	(0.45)	1.08	(0.58)	854.9	26.19
2016	36.15	(0.02) ¹	1.57	1.55	0.00	0.00	0.00	37.70	4.29	1.52	(0.43)	1.09	(0.05)	645.3	15.59
2015	37.28	0.04 ¹	(0.95)	(0.91)	(0.22)	0.00	(0.22)	36.15	(2.43)	1.26	(0.20)	1.06	0.11	793.3	17.08
2014	33.72	0.25 ¹	3.31	3.56	0.00	0.00	0.00	37.28	10.56	1.26	(0.20)	1.06	0.69	681.5	30.82
2013	22.78	(0.12) ¹	11.06	10.94	0.00	0.00	0.00	33.72	48.02	1.41	(0.30)	1.11	(0.41)	349.0	18.57
2012	19.52	0.04 ¹	3.22	3.26	0.00	0.00	0.00	22.78	16.70	1.48	(0.35)	1.13	0.18	146.5	13.04
2011	20.66	(0.08) ¹	(1.06)	(1.14)	0.00	0.00	0.00	19.52	(5.52)	1.45	(0.36)	1.09	(0.41)	123.7	16.96
2010	15.66	(0.06) ¹	5.06	5.00	0.00	0.00	0.00	20.66	31.93	1.45	(0.34)	1.11	(0.36)	119.9	15.85
R6 SHARES															
Year Ended December 31,															
2019	48.86	(0.62) ¹	22.76	22.14	0.00	(0.18)	(0.18)	70.82	45.38	1.96	(0.90)	1.06	(1.03)	186.9	7.97
2018	49.73	(0.46) ¹	(0.41)	(0.87)	0.00	0.00	0.00	48.86	(1.75)	1.79	(0.73)	1.06	(0.82)	123.4	8.09
2017	37.71	(0.26) ¹	12.28	12.02	0.00	0.00	0.00	49.73	31.88	1.52	(0.45)	1.07	(0.55)	15.5	26.19
2016 ⁴	38.61	(0.01) ¹	(0.89)	(0.90)	0.00	0.00	0.00	37.71	(2.33) ²	1.62 ³	(0.53) ³	1.09 ³	(0.04) ³	8.3	15.59

¹ Based on average shares outstanding.² Not Annualized.³ Annualized.⁴ For the period August 31, 2016 (initial offering of R6 shares) to December 31, 2016.

FINANCIAL HIGHLIGHTS (Continued)

BARON FOCUSED GROWTH FUND

Selected data for a share outstanding throughout each period:

	Income (loss) from investment operations:				Less distributions to shareholders from:				Ratios to Average Net Assets:					Supplemental Data:		
	Net asset value, beginning of period (\$)	Net investment income (loss) (\$)	Net realized and unrealized gain (loss) (\$)	Total from investment operations (\$)	Net investment income (\$)	Net realized gain on investments (\$)	Return of capital (\$)	Total distributions (\$)	Net asset value, end of period (\$)	Total return (%)	Operating expenses (%)	Less: Reimbursement of expenses by Adviser (%)	Net operating expenses (%)	Net investment income (loss) (%)	Net assets (in millions), end of period (\$)	Portfolio turnover rate (%)
RETAIL SHARES																
Year Ended December 31,																
2019	15.81	(0.12) ¹	4.85	4.73	0.00	(0.36)	0.00	(0.36)	20.18	30.03 ³	1.39 ⁸	(0.04)	1.35	(0.67)	49.1	4.53
2018	15.38	(0.08) ¹	0.68	0.60	0.00	(0.17)	0.00	(0.17)	15.81	3.75 ³	1.39 ⁸	(0.04)	1.35	(0.49)	40.9	1.85
2017	12.43	(0.09) ¹	3.36	3.27	(0.00) ²	(0.32)	0.00	(0.32)	15.38	26.36 ³	1.40	(0.05)	1.35	(0.64)	42.4	11.48
2016	13.09	0.01 ¹	0.08	0.09	0.00	(0.75)	0.00	(0.75)	12.43	0.67 ³	1.43	(0.08)	1.35	0.11	37.7	14.31
2015	14.21	(0.01) ¹	(0.35)	(0.36)	(0.02)	(0.74)	0.00	(0.76)	13.09	(2.42) ³	1.39	(0.04)	1.35	(0.10)	43.7	12.18
2014	13.97	0.04 ¹	0.29	0.33	0.00	(0.09)	0.00	(0.09)	14.21	2.35 ³	1.39	(0.04)	1.35	0.31	46.1	36.92
2013	11.26	(0.07) ¹	2.95	2.88	(0.17)	0.00	0.00	(0.17)	13.97	25.69 ³	1.42	(0.07)	1.35	(0.53)	47.6	33.67
2012	9.71	0.24 ¹	1.31	1.55	0.00	0.00	0.00	0.00	11.26	15.96 ³	1.48	(0.13)	1.35	2.30	31.4	38.38
2011	9.85	(0.07) ¹	(0.07)	(0.14)	0.00	0.00	0.00	0.00	9.71	(1.42) ³	1.48	(0.13)	1.35	(0.69)	28.3	44.58
2010	8.14	(0.01) ¹	2.05	2.04	(0.33)	0.00	0.00	(0.33)	9.85	25.17 ³	1.47	(0.12)	1.35	(0.16)	46.4	24.08
INSTITUTIONAL SHARES																
Year Ended December 31,																
2019	16.15	(0.08) ¹	4.96	4.88	0.00	(0.36)	0.00	(0.36)	20.67	30.33 ³	1.11 ⁸	(0.01)	1.10	(0.42)	91.3	4.53
2018	15.66	(0.05) ¹	0.71	0.66	0.00	(0.17)	0.00	(0.17)	16.15	4.07	1.09 ⁸	0.00	1.09	(0.30)	70.7	1.85
2017	12.63	(0.06) ¹	3.41	3.35	(0.00) ²	(0.32)	0.00	(0.32)	15.66	26.59 ³	1.12	(0.02)	1.10	(0.39)	127.8	11.48
2016	13.25	0.05 ¹	0.08	0.13	0.00	(0.75)	0.00	(0.75)	12.63	0.97 ³	1.13	(0.03)	1.10	0.37	128.9	14.31
2015	14.37	0.02 ¹	(0.34)	(0.32)	(0.06)	(0.74)	0.00	(0.80)	13.25	(2.12)	1.09	0.00	1.09	0.16	140.5	12.18
2014	14.10	0.08 ¹	0.28	0.36	0.00	(0.09)	0.00	(0.09)	14.37	2.54	1.09	0.00	1.09	0.56	149.2	36.92
2013	11.35	(0.04) ¹	2.99	2.95	(0.20)	0.00	0.00	(0.20)	14.10	26.09 ³	1.12	(0.02)	1.10	(0.28)	148.4	33.67
2012	9.77	0.26 ¹	1.32	1.58	0.00	0.00	0.00	0.00	11.35	16.17 ³	1.16	(0.06)	1.10	2.53	87.9	38.38
2011	9.88	(0.04) ¹	(0.07)	(0.11)	0.00	0.00	0.00	0.00	9.77	(1.11) ³	1.18	(0.08)	1.10	(0.40)	63.6	44.58
2010	8.15	0.01 ¹	2.05	2.06	(0.33)	0.00	0.00	(0.33)	9.88	25.39 ³	1.19	(0.09)	1.10	0.08	44.3	24.08
R6 SHARES																
Year Ended December 31,																
2019	16.16	(0.07) ¹	4.95	4.88	0.00	(0.36)	0.00	(0.36)	20.68	30.31	1.10 ⁸	0.00	1.10	(0.40)	122.0	4.53
2018	15.67	(0.03) ¹	0.69	0.66	0.00	(0.17)	0.00	(0.17)	16.16	4.07 ³	1.10 ⁸	(0.00) ⁷	1.10	(0.18)	92.2	1.85
2017	12.63	(0.06) ¹	3.42	3.36	(0.00) ²	(0.32)	0.00	(0.32)	15.67	26.67 ³	1.10	(0.00) ⁷	1.10	(0.38)	22.6	11.48
2016 ⁶	13.87	0.02 ¹	(0.51)	(0.49)	0.00	(0.75)	0.00	(0.75)	12.63	(3.55) ^{3,4}	1.14 ⁵	(0.04) ⁵	1.10 ⁵	0.53 ⁵	8.6	14.31

¹ Based on average shares outstanding.² Less than \$0.01 per share.³ The total returns would have been lower had certain expenses not been reduced during the period shown.⁴ Not Annualized.⁵ Annualized.⁶ For the period August 31, 2016 (initial offering of R6 Shares) to December 31, 2016.⁷ Less than 0.01%⁸ Interest expense rounds to less than 0.01%

FINANCIAL HIGHLIGHTS (Continued)

BARON INTERNATIONAL GROWTH FUND

Selected data for a share outstanding throughout each year:

	Net asset value, beginning of year (\$)	Income (loss) from investment operations:			Less distributions to shareholders from:			Net asset value, end of year (\$)	Total return (%)	Operating expenses (%)	Ratios to Average Net Assets:			Supplemental Data:	
		Net investment income (loss) (\$)	Net realized and unrealized gain (loss) (\$)	Total from investment operations (\$)	Net investment income (\$)	Net realized gain on investments (\$)	Total distributions (\$)				Less: Reimbursement of expenses by Adviser (%)	Net operating expenses (%)	Net investment income (loss) (%)	Net assets (in millions), end of year (\$)	Portfolio turnover rate (%)
RETAIL SHARES															
Year Ended December 31,															
2019	19.00	0.01 ¹	5.51	5.52	(0.01)	(0.01)	(0.02)	24.50	29.06 ³	1.31	(0.11)	1.20	0.06	82.0	56.52
2018	23.90	(0.01) ¹	(4.21)	(4.22)	0.00	(0.68)	(0.68)	19.00	(17.90) ³	1.34 ⁷	(0.14)	1.20	(0.03)	59.8	50.83
2017	18.09	(0.06) ¹	6.72	6.66	0.00	(0.85)	(0.85)	23.90	36.94 ³	1.51	(0.14)	1.37	(0.28)	56.5	31.44
2016	18.05	(0.03) ¹	0.24	0.21	(0.01)	(0.16)	(0.17)	18.09	1.14 ³	1.65	(0.15)	1.50	(0.16)	41.8	38.90
2015	17.94	0.03 ¹	0.19	0.22	(0.08)	(0.03)	(0.11)	18.05	1.23 ³	1.59	(0.09)	1.50	0.15	44.9	42.85
2014	18.91	0.03 ¹	(0.46)	(0.43)	(0.00) ²	(0.54)	(0.54)	17.94	(2.33) ³	1.63	(0.13)	1.50	0.14	53.0	34.67
2013	15.55	(0.01) ¹	3.37	3.36	0.00	0.00	0.00	18.91	21.61 ³	1.74	(0.24)	1.50	(0.05)	17.0	40.60
2012	13.20	(0.02) ¹	2.37	2.35	0.00	0.00	0.00	15.55	17.80 ³	1.78	(0.28)	1.50	(0.16)	15.6	39.02
2011	17.29	(0.01) ¹	(2.78)	(2.79)	(0.04)	(1.26)	(1.30)	13.20	(16.35) ³	1.73	(0.23)	1.50	(0.05)	11.7	53.20
2010	14.11	0.01 ¹	3.38	3.39	0.00	(0.21)	(0.21)	17.29	24.22 ³	1.76	(0.26)	1.50	0.07	15.3	32.70
INSTITUTIONAL SHARES															
Year Ended December 31,															
2019	19.29	0.06 ¹	5.61	5.67	(0.07)	(0.01)	(0.08)	24.88	29.39 ³	1.04	(0.09)	0.95	0.27	223.6	56.52
2018	24.19	0.06 ¹	(4.28)	(4.22)	0.00	(0.68)	(0.68)	19.29	(17.68) ³	1.07 ⁷	(0.12)	0.95	0.26	154.2	50.83
2017	18.25	(0.01) ¹	6.80	6.79	0.00	(0.85)	(0.85)	24.19	37.33 ³	1.23	(0.12)	1.11	(0.06)	110.8	31.44
2016	18.17	0.01 ¹	0.24	0.25	(0.01)	(0.16)	(0.17)	18.25	1.35 ³	1.36	(0.11)	1.25	0.07	45.4	38.90
2015	18.09	0.08 ¹	0.19	0.27	(0.16)	(0.03)	(0.19)	18.17	1.48 ³	1.31	(0.06)	1.25	0.41	53.7	42.85
2014	19.05	0.12 ¹	(0.50)	(0.38)	(0.04)	(0.54)	(0.58)	18.09	(2.07) ³	1.34	(0.09)	1.25	0.64	52.3	34.67
2013	15.63	0.03 ¹	3.39	3.42	(0.00) ²	0.00	(0.00) ²	19.05	21.89 ³	1.37	(0.12)	1.25	0.20	45.4	40.60
2012	13.25	0.01 ¹	2.40	2.41	(0.03)	0.00	(0.03)	15.63	18.17 ³	1.40	(0.15)	1.25	0.09	39.0	39.02
2011	17.36	0.03 ¹	(2.79)	(2.76)	(0.09)	(1.26)	(1.35)	13.25	(16.13) ³	1.38	(0.13)	1.25	0.19	30.5	53.20
2010	14.13	0.05 ¹	3.39	3.44	0.00	(0.21)	(0.21)	17.36	24.54 ³	1.40	(0.15)	1.25	0.31	37.4	32.70
R6 SHARES															
Year Ended December 31,															
2019	19.29	0.06 ¹	5.61	5.67	(0.07)	(0.01)	(0.08)	24.88	29.39 ³	1.03	(0.08)	0.95	0.28	17.7	56.52
2018	24.19	0.07 ¹	(4.29)	(4.22)	0.00	(0.68)	(0.68)	19.29	(17.68) ³	1.06 ⁷	(0.11)	0.95	0.31	12.4	50.83
2017	18.25	(0.02) ¹	6.81	6.79	0.00	(0.85)	(0.85)	24.19	37.33 ³	1.22	(0.12)	1.10	(0.10)	0.8	31.44
2016 ⁶	19.15	(0.02) ¹	(0.71)	(0.73)	(0.01)	(0.16)	(0.17)	18.25	(3.83) ^{3,4}	1.38 ⁵	(0.14) ⁵	1.24 ⁵	(0.31) ⁵	0.4	38.90

¹ Based on average shares outstanding.² Less than \$0.01 per share.³ The total returns would have been lower had certain expenses not been reduced during the period shown.⁴ Not Annualized.⁵ Annualized.⁶ For the period August 31, 2016 (initial offering of R6 Shares) to December 31, 2016.⁷ Interest expense rounds to less than 0.01%.

FINANCIAL HIGHLIGHTS (Continued)

BARON REAL ESTATE FUND

Selected data for a share outstanding throughout each year:

Net asset value, beginning of year (\$)	Income (loss) from investment operations:			Less distributions to shareholders from:				Net asset value, end of year (\$)	Total return (%)	Operating expenses (%)	Ratios to Average Net Assets:			Supplemental Data:	
	Net investment income (loss) (\$)	Net realized and unrealized gain (loss) (\$)	Total from investment operations (\$)	Net investment income (\$)	Net realized gain on investments (\$)	Return of capital (\$)	Total distributions (\$)				Less: Reimbursement of expenses by Adviser (%)	Net operating expenses (%)	Net investment income (loss) (%)	Net assets (in millions), end of year (\$)	Portfolio turnover rate (%)

RETAIL SHARES

Year Ended December 31,

2019	20.77	(0.03) ¹	9.08	9.05	0.00	(3.64)	0.00	(3.64)	26.18	44.11	1.33 ⁸	0.00	1.33	(0.10)	246.9	53.44
2018	29.58	(0.03) ¹	(6.28)	(6.31)	0.00	(2.50)	0.00	(2.50)	20.77	(22.22)	1.32 ⁸	0.00	1.32	(0.10)	213.0	56.47
2017	23.67	0.00 ^{1,3}	7.32	7.32	0.00	(1.41)	0.00	(1.41)	29.58	31.04	1.32	0.00	1.32	0.01	426.7	44.56
2016	24.24	(0.02) ¹	(0.47)	(0.49)	0.00	(0.08)	0.00	(0.08)	23.67	(2.01)	1.33	0.00	1.33	(0.07)	434.0	55.50
2015	25.92	(0.06) ¹	(1.14)	(1.20)	(0.01)	(0.47)	0.00	(0.48)	24.24	(4.65)	1.31	0.00	1.31	(0.23)	788.9	50.50
2014	22.25	0.04 ¹	3.66	3.70	(0.03)	0.00	0.00	(0.03)	25.92	16.61	1.32	0.00	1.32	0.17	782.8	24.40
2013	17.52	(0.05) ¹	4.80	4.75	0.00	(0.02)	0.00	(0.02)	22.25	27.12	1.35	0.00	1.35	(0.23)	539.5	19.36
2012	12.51	0.01 ¹	5.31	5.32	0.00	(0.31)	0.00	(0.31)	17.52	42.60 ⁴	1.76	(0.41)	1.35	0.07	53.6	30.14
2011	12.66	(0.01) ¹	0.07 ²	0.06	(0.00) ³	(0.21)	0.00	(0.21)	12.51	0.63 ⁴	2.33	(0.98)	1.35	(0.08)	10.9	70.99
2010	10.00	0.02 ¹	2.64	2.66	0.00	0.00	0.00	0.00	12.66	26.60 ⁴	4.35	(3.00)	1.35	0.14	5.5	58.03

INSTITUTIONAL SHARES

Year Ended December 31,

2019	21.10	0.04 ¹	9.22	9.26	(0.04)	(3.64)	0.00	(3.68)	26.68	44.44	1.08 ⁸	0.00	1.08	0.15	360.2	53.44
2018	30.01	0.05 ¹	(6.39)	(6.34)	(0.07)	(2.50)	0.00	(2.57)	21.10	(22.04)	1.06 ⁸	0.00	1.06	0.17	320.9	56.47
2017	23.93	0.07 ¹	7.42	7.49	0.00	(1.41)	0.00	(1.41)	30.01	31.42	1.06	0.00	1.06	0.26	657.6	44.56
2016	24.51	0.04 ¹	(0.47)	(0.43)	0.00	(0.08)	(0.07)	(0.15)	23.93	(1.75)	1.07	0.00	1.07	0.19	514.6	55.50
2015	26.14	0.01 ¹	(1.16)	(1.15)	(0.01)	(0.47)	0.00	(0.48)	24.51	(4.42)	1.06	0.00	1.06	0.04	992.8	50.50
2014	22.43	0.11 ¹	3.68	3.79	(0.08)	0.00	0.00	(0.08)	26.14	16.93	1.06	0.00	1.06	0.44	919.7	24.40
2013	17.64	0.03 ¹	4.81	4.84	(0.00) ³	(0.02)	(0.03)	(0.05)	22.43	27.48	1.09	0.00	1.09	0.15	486.1	19.36
2012	12.56	0.06 ¹	5.33	5.39	0.00	(0.31)	0.00	(0.31)	17.64	42.99 ⁴	1.44	(0.34)	1.10	0.36	35.5	30.14
2011	12.69	0.02 ¹	0.07 ²	0.09	(0.01)	(0.21)	0.00	(0.22)	12.56	0.80 ⁴	2.14	(1.04)	1.10	0.17	4.9	70.99
2010	10.00	0.04 ¹	2.65	2.69	0.00	0.00	0.00	0.00	12.69	26.90 ⁴	4.26	(3.16)	1.10	0.36	3.2	58.03

R6 SHARES

Year Ended December 31,

2019	21.10	0.04 ¹	9.23	9.27	(0.04)	(3.64)	0.00	(3.68)	26.69	44.51	1.07 ⁸	0.00	1.07	0.17	13.2	53.44
2018	30.01	0.09 ¹	(6.43)	(6.34)	(0.07)	(2.50)	0.00	(2.57)	21.10	(22.03)	1.07 ⁸	0.00	1.07	0.31	9.3	56.47
2017	23.93	0.07 ¹	7.42	7.49	0.00	(1.41)	0.00	(1.41)	30.01	31.42	1.06	0.00	1.06	0.26	3.3	44.56
2016 ⁷	21.80	0.02 ¹	2.26	2.28	0.00	(0.08)	(0.07)	(0.15)	23.93	10.47 ⁵	1.07 ⁶	0.00	1.07 ⁶	0.08 ⁶	2.0	55.50

¹ Based on average shares outstanding.² The amount shown for a share outstanding does not correspond with the aggregate realized and unrealized gain (loss) on investments for the period due to the timing of sales and redemptions of Fund shares in relation to fluctuating market values of investments of the Fund.³ Less than \$0.01 per share.⁴ The total returns would have been lower had certain expenses not been reduced during the period shown.⁵ Not Annualized.⁶ Annualized.⁷ For the period January 29, 2016 (initial offering of R6 Shares) to December 31, 2016.⁸ Interest expense rounds to less than 0.01%.

FINANCIAL HIGHLIGHTS (Continued)

BARON EMERGING MARKETS FUND

Selected data for a share outstanding throughout each year:

	Income (loss) from investment operations:				Less distributions to shareholders from:				Ratios to Average Net Assets:					Supplemental Data:		
	Net asset value, beginning of year (\$)	Net investment income (loss) (\$)	Net realized and unrealized gain (loss) (\$)	Total from investment operations (\$)	Net investment income (\$)	Net realized gain on investments (\$)	Return of capital (\$)	Total distributions (\$)	Net asset value, end of year (\$)	Total return (%)	Operating expenses (%)	Less: Reimbursement of expenses by Adviser (%)	Net operating expenses (%)	Net investment income (loss) (%)	Net assets (in millions), end of year (\$)	Portfolio turnover rate (%)
RETAIL SHARES																
Year Ended December 31,																
2019	12.45	0.03 ¹	2.27	2.30	(0.03)	0.00	(0.00) ⁶	(0.03)	14.72	18.48	1.35	0.00	1.35	0.23	667.1	59.00
2018	15.33	0.05 ¹	(2.91)	(2.86)	(0.02)	0.00	0.00	(0.02)	12.45	(18.67)	1.36	0.00	1.36	0.36	753.5	43.27
2017	10.95	0.03 ¹	4.39	4.42	(0.04)	0.00	(0.00) ⁶	(0.04)	15.33	40.34	1.36	0.00	1.36	0.23	1,121.4	30.75
2016	10.57	0.04 ¹	0.36	0.40	(0.02)	0.00	0.00	(0.02)	10.95	3.75	1.38	0.00	1.38	0.33	768.5	25.31
2015	11.91	0.03 ¹	(1.36)	(1.33)	(0.01)	0.00	0.00	(0.01)	10.57	(11.16)	1.45	0.00	1.45	0.25	665.5	26.34
2014	11.54	0.07 ¹	0.33	0.40	(0.03)	0.00	0.00	(0.03)	11.91	3.47 ²	1.52	(0.02)	1.50	0.56	649.7	23.38
2013	10.06	(0.06) ¹	1.54	1.48	0.00	0.00	0.00	0.00	11.54	14.71 ²	1.90	(0.40)	1.50	(0.53)	259.6	14.68
2012	8.28	(0.04) ¹	1.94	1.90	(0.12)	0.00	0.00	(0.12)	10.06	22.98 ²	4.01	(2.51)	1.50	(0.39)	2.9	42.68
2011	10.00	(0.03) ¹	(1.69)	(1.72)	0.00	0.00	0.00	0.00	8.28	(17.20) ²	4.49	(2.99)	1.50	(0.32)	2.0	45.86
INSTITUTIONAL SHARES																
Year Ended December 31,																
2019	12.47	0.07 ¹	2.28	2.35	(0.06)	0.00	(0.01)	(0.07)	14.75	18.86	1.09	0.00	1.09	0.50	4,644.8	59.00
2018	15.37	0.09 ¹	(2.93)	(2.84)	(0.06)	0.00	0.00	(0.06)	12.47	(18.49)	1.10	0.00	1.10	0.62	3,850.0	43.27
2017	10.98	0.06 ¹	4.40	4.46	(0.07)	0.00	(0.00) ⁶	(0.07)	15.37	40.63	1.10	0.00	1.10	0.47	3,842.5	30.75
2016	10.59	0.06 ¹	0.37	0.43	(0.04)	0.00	0.00	(0.04)	10.98	4.08	1.13	0.00	1.13	0.57	1,832.8	25.31
2015	11.94	0.06 ¹	(1.37)	(1.31)	(0.04)	0.00	0.00	(0.04)	10.59	(10.97)	1.20	0.00	1.20	0.49	1,040.9	26.34
2014	11.56	0.09 ¹	0.34	0.43	(0.05)	0.00	0.00	(0.05)	11.94	3.75 ²	1.27	(0.02)	1.25	0.76	697.8	23.38
2013	10.05	0.01 ¹	1.50	1.51	0.00	0.00	0.00	0.00	11.56	15.02 ²	1.80	(0.55)	1.25	0.05	116.0	14.68
2012	8.30	(0.01) ¹	1.93	1.92	(0.17)	0.00	0.00	(0.17)	10.05	23.22 ²	3.37	(2.12)	1.25	(0.14)	6.0	42.68
2011	10.00	(0.01) ¹	(1.69)	(1.70)	0.00	0.00	0.00	0.00	8.30	(17.00) ²	3.83	(2.58)	1.25	(0.07)	4.3	45.86
R6 SHARES																
Year Ended December 31,																
2019	12.48	0.07 ¹	2.27	2.34	(0.06)	0.00	(0.01)	(0.07)	14.75	18.77	1.09	0.00	1.09	0.49	10.1	59.00
2018	15.38	0.10 ¹	(2.94)	(2.84)	(0.06)	0.00	0.00	(0.06)	12.48	(18.47)	1.11	0.00	1.11	0.69	7.3	43.27
2017	10.99	0.07 ¹	4.39	4.46	(0.07)	0.00	(0.00) ⁶	(0.07)	15.38	40.59	1.11	0.00	1.11	0.49	4.9	30.75
2016 ⁵	9.94	0.05 ¹	1.04	1.09	(0.04)	0.00	0.00	(0.04)	10.99	10.99 ³	1.13 ⁴	0.00	1.13 ⁴	0.48 ⁴	0.7	25.31

¹ Based on average shares outstanding.² The total returns would have been lower had certain expenses not been reduced during the period shown.³ Not Annualized.⁴ Annualized.⁵ For the period January 29, 2016 (initial offering of R6 Shares) to December 31, 2016.⁶ Less than \$0.01 per share.

FINANCIAL HIGHLIGHTS (Continued)

BARON GLOBAL ADVANTAGE FUND

Selected data for a share outstanding throughout each year:

	Income (loss) from investment operations:				Less distributions to shareholders from:			Net asset value, end of year (\$)	Total return (%)	Total expenses (%)	Ratios to Average Net Assets:				Supplemental Data:	
	Net asset value, beginning of year (\$)	Net investment income (loss) (\$)	Net realized and unrealized gain (loss) (\$)	Total from investment operations (\$)	Net investment income (\$)	Net realized gain on investments (\$)	Total distributions (\$)				Less: Interest expense (%)	Operating expenses (%)	Less: Reimbursement of expenses by Adviser (%)	Net operating expenses (%)	Net investment income (loss) (%)	Net assets (in millions), end of year (\$)

RETAIL SHARES

Year Ended December 31,

2019	19.77	(0.02) ²	8.93	8.91	0.00	0.00	0.00	28.68	45.07	1.25	0.00 ¹¹	1.25	(0.10)	1.15	(0.08)	174.6	19.44
2018	20.56	(0.21) ²	(0.58)	(0.79)	0.00	0.00	0.00	19.77	(3.84) ⁴	1.45	0.00 ¹¹	1.45	(0.30)	1.15	(0.94)	35.7	19.77
2017	13.75	(0.18) ²	6.99	6.81	0.00	0.00	0.00	20.56	49.53 ⁴	2.07	(0.01)	2.06	(0.70)	1.36	(1.01)	18.4	27.98
2016	13.91	(0.18) ²	0.02 ¹⁰	(0.16)	0.00	0.00	0.00	13.75	(1.15) ⁴	3.86	0.00	3.86	(2.36)	1.50	(1.30)	5.0	21.48
2015	14.20	(0.11) ²	(0.14)	(0.25)	(0.02)	(0.02)	(0.04)	13.91	(1.72) ⁴	3.19	0.00	3.19	(1.69)	1.50	(0.75)	6.2	25.88
2014	13.51	0.02 ²	0.67	0.69	0.00	(0.00) ³	0.00	14.20	5.11 ^{4,5}	3.61	0.00	3.61	(2.11)	1.50	0.18	3.9	123.51
2013	10.41	(0.02) ²	3.12	3.10	0.00	0.00	0.00	13.51	29.78 ⁴	5.51	0.00	5.51	(4.01)	1.50	(0.20)	2.3	32.78
2012 ¹	10.00	(0.02) ²	0.43	0.41	0.00	0.00	0.00	10.41	4.10 ^{4,6}	8.35 ^{7,8}	0.00	8.35 ^{7,8}	(6.85) ^{7,8}	1.50 ^{7,8}	(0.38) ^{7,8}	1.5	24.64 ⁶

INSTITUTIONAL SHARES

Year Ended December 31,

2019	20.02	(0.01) ²	9.11	9.10	0.00	0.00	0.00	29.12	45.45	1.00	0.00 ¹¹	1.00	(0.10)	0.90	(0.03)	212.8	19.44
2018	20.77	(0.16) ²	(0.59)	(0.75)	0.00	0.00	0.00	20.02	(3.61) ⁴	1.18	0.00 ¹¹	1.18	(0.28)	0.90	(0.71)	49.2	19.77
2017	13.87	(0.14) ²	7.04	6.90	0.00	0.00	0.00	20.77	49.75 ⁴	1.70	(0.01)	1.69	(0.61)	1.08	(0.77)	24.8	27.98
2016	14.00	(0.14) ²	0.01 ¹⁰	(0.13)	0.00	0.00	0.00	13.87	(0.93) ⁴	3.55	0.00	3.55	(2.30)	1.25	(1.06)	4.6	21.48
2015	14.28	(0.07) ²	(0.15)	(0.22)	(0.04)	(0.02)	(0.06)	14.00	(1.51) ^{4,5}	2.89	0.00	2.89	(1.64)	1.25	(0.47)	5.3	25.88
2014	13.56	0.07 ²	0.65	0.72	0.00	(0.00) ³	0.00	14.28	5.32 ^{4,5}	2.92	0.00	2.92	(1.67)	1.25	0.48	4.1	123.51
2013	10.42	0.00 ^{2,3}	3.14	3.14	0.00	0.00	0.00	13.56	30.13 ⁴	4.91	0.00	4.91	(3.66)	1.25	0.02	3.3	32.78
2012 ¹	10.00	(0.02) ²	0.44	0.42	0.00	0.00	0.00	10.42	4.20 ^{4,6}	7.33 ^{7,8}	0.00	7.33 ^{7,8}	(6.08) ^{7,8}	1.25 ^{7,8}	(0.30) ^{7,8}	1.6	24.64 ⁶

R6 SHARES

Year Ended December 31,

2019	20.03	(0.03) ²	9.14	9.11	0.00	0.00	0.00	29.14	45.48	1.00	0.00 ¹¹	1.00	(0.10)	0.90	(0.10)	6.8	19.44
2018	20.79	(0.15) ²	(0.61)	(0.76)	0.00	0.00	0.00	20.03	(3.66) ⁴	1.16	0.00 ¹¹	1.16	(0.26)	0.90	(0.69)	4.3	19.77
2017	13.87	(0.14) ²	7.06	6.92	0.00	0.00	0.00	20.79	49.89 ⁴	1.69	(0.01)	1.68	(0.59)	1.09	(0.75)	0.4	27.98
2016 ⁹	14.37	(0.07) ²	(0.43)	(0.50)	0.00	0.00	0.00	13.87	(3.48) ^{4,6}	4.11 ⁸	0.00	4.11 ⁸	(2.87) ⁸	1.24 ⁸	(1.52) ⁸	0.1	21.48

¹ For the period April 30, 2012 (commencement of operations) to December 31, 2012.

² Based on average shares outstanding.

³ Less than \$0.01 per share.

⁴ The total returns would have been lower had certain expenses not been reduced during the period shown.

⁵ The Adviser made a voluntary payment to the Fund in the amount of \$47,291 to compensate the Fund for a loss incurred due to a shareholder activity processing error. The impact of this payment increased the Fund's total return by 0.54%.

⁶ Not Annualized.

⁷ Certain fixed expenses incurred by the Fund were not annualized for the period ended December 31, 2012.

⁸ Annualized.

⁹ For the period August 31, 2016 (initial offering of R6 Shares) to December 31, 2016.

¹⁰ The amount shown for a share outstanding does not correspond with the aggregate realized and unrealized gain (loss) on investments for the period due to the timing of sales and redemptions of Fund shares in relation to fluctuating market values of investments of the Fund.

¹¹ Interest expense rounds to less than 0.01%.

FINANCIAL HIGHLIGHTS (Continued)

BARON REAL ESTATE INCOME FUND

Selected data for a share outstanding throughout each year:

	Income (loss) from investment operations:				Less distributions to shareholders from:			Net asset value, end of year (\$)	Total return (%)	Operating expenses (%)	Ratio to Average Net Assets:			Supplemental Data:	
	Net asset value, beginning of year (\$)	Net investment income (\$)	Net realized and unrealized gain (loss) (\$)	Total from investment operations (\$)	Net investment income (\$)	Net realized gain on investments (\$)	Total distributions (\$)				Less: Reimbursement of expenses by Adviser (%)	Net operating expenses (%)	Net investment income (loss) (%)	Net assets (in millions), end of year (\$)	Portfolio turnover rate (%)
RETAIL SHARES															
Year Ended December 31,															
2019	8.63	0.13 ²	3.02	3.15	(0.13)	0.00	(0.13)	11.65	36.67 ³	6.87	(5.82)	1.05	1.20	1.4	52.50
2018 ¹	10.00	0.14 ²	(1.25)	(1.11)	(0.26)	0.00	(0.26)	8.63	(11.33) ³	10.47	(9.42)	1.05	1.43	0.4	67.39
INSTITUTIONAL SHARES															
Year Ended December 31,															
2019	8.66	0.14 ²	3.01	3.15	(0.13)	0.00	(0.13)	11.68	36.54 ³	5.63	(4.83)	0.80	1.37	2.7	52.50
2018 ¹	10.00	0.16 ²	(1.24)	(1.08)	(0.26)	0.00	(0.26)	8.66	(11.03) ³	7.18	(6.38)	0.80	1.71	2.0	67.39
R6 SHARES															
Year Ended December 31,															
2019	8.66	0.14 ²	3.00	3.14	(0.13)	0.00	(0.13)	11.67	36.42 ³	5.27	(4.47)	0.80	1.36	0.4	52.50
2018 ¹	10.00	0.20 ²	(1.28)	(1.08)	(0.26)	0.00	(0.26)	8.66	(11.03) ³	7.05	(6.25)	0.80	2.07	0.4	67.39

¹ For the period January 2, 2018 (commencement of operations) to December 31, 2018.² Based on average shares outstanding.³ The total returns would have been lower had certain expenses not been reduced during the period shown.

FINANCIAL HIGHLIGHTS (Continued)

BARON HEALTH CARE FUND

Selected data for a share outstanding throughout each year:

Net asset value, beginning of year (\$)	Income (loss) from investment operations:			Less distributions to shareholders from:			Net asset value, end of year (\$)	Total return (%)	Operating expenses (%)	Ratios to Average Net Assets:			Supplemental Data:	
	Net investment income (loss) (\$)	Net realized and unrealized gain (loss) (\$)	Total from investment operations (\$)	Net investment income (\$)	Net realized gain on investments (\$)	Total distributions (\$)				Less: Reimbursement of expenses by Adviser (%)	Net operating expenses (%)	Net investment income (loss) (%)	Net assets (in millions), end of year (\$)	Portfolio turnover rate (%)

RETAIL SHARES

Year Ended December 31,

2019	9.51	(0.06) ²	3.41	3.35	0.00	0.00	0.00	12.86	35.23 ³	2.80	(1.70)	1.10	(0.54)	5.0	68.10
2018 ¹	10.00	(0.04) ²	(0.45)	(0.49)	0.00	0.00	0.00	9.51	(4.90) ^{3,4}	4.94 ⁵	(3.84) ⁵	1.10 ⁵	(0.60) ⁵	2.8	27.30 ⁴

INSTITUTIONAL SHARES

Year Ended December 31,

2019	9.53	(0.03) ²	3.42	3.39	0.00	0.00	0.00	12.92	35.57 ³	2.39	(1.54)	0.85	(0.28)	9.1	68.10
2018 ¹	10.00	(0.02) ²	(0.45)	(0.47)	0.00	0.00	0.00	9.53	(4.70) ^{3,4}	4.06 ⁵	(3.21) ⁵	0.85 ⁵	(0.33) ⁵	4.5	27.30 ⁴

R6 SHARES

Year Ended December 31,

2019	9.52	(0.03) ²	3.42	3.39	0.00	0.00	0.00	12.91	35.61 ³	2.22	(1.37)	0.85	(0.28)	1.3	68.10
2018 ¹	10.00	(0.02) ²	(0.46)	(0.48)	0.00	0.00	0.00	9.52	(4.80) ^{3,4}	3.14 ⁵	(2.29) ⁵	0.85 ⁵	(0.32) ⁵	0.7	27.30 ⁴

¹ For the period April 30, 2018 (commencement of operations) to December 31, 2018.² Based on average shares outstanding.³ The total returns would have been lower had certain expenses not been reduced during the period shown.⁴ Not Annualized.⁵ Annualized.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Trustees of Baron Select Funds and Shareholders of

Baron Partners Fund, Baron Focused Growth Fund, Baron International Growth Fund, Baron Real Estate Fund, Baron Emerging Markets Fund, Baron Global Advantage Fund, Baron Real Estate Income Fund and Baron Health Care Fund

Opinions on the Financial Statements

We have audited the accompanying statements of assets and liabilities, including the statements of net assets, of each of the funds listed in the table below (eight of the funds constituting Baron Select Funds, hereafter collectively referred to as the "Funds") as of December 31, 2019, the related statements of operations and of changes in net assets, and for Baron Partners Fund the statement of cash flows, for each of the periods indicated in the table below, including the related notes, and the financial highlights for each of the periods indicated therein (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds as of December 31, 2019, the results of each of their operations, the changes in each of their net assets, and for Baron Partners Fund the results of its cash flows, for the periods indicated in the table below, and each of the financial highlights for each of the periods indicated therein, in conformity with accounting principles generally accepted in the United States of America.

Baron Partners Fund ⁽¹⁾	Baron Emerging Markets Fund ⁽²⁾
Baron Focused Growth Fund ⁽²⁾	Baron Global Advantage Fund ⁽²⁾
Baron International Growth Fund ⁽²⁾	Baron Real Estate Income Fund ⁽³⁾
Baron Real Estate Fund ⁽²⁾	Baron Health Care Fund ⁽⁴⁾

⁽¹⁾ Statements of operations and cash flows for the year ended December 31, 2019 and statements of changes in net assets for the years ended December 31, 2019 and 2018

⁽²⁾ Statement of operations for the year ended December 31, 2019 and statements of changes in net assets for the years ended December 31, 2019 and 2018

⁽³⁾ Statement of operations for the year ended December 31, 2019, and statements of changes in net assets for the year ended December 31, 2019 and the period January 2, 2018 (commencement of operations) through December 31, 2018

⁽⁴⁾ Statement of operations for the year ended December 31, 2019, and statements of changes in net assets for the year ended December 31, 2019 and the period April 30, 2018 (commencement of operations) through December 31, 2018

Basis for Opinions

These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on the Funds' financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Funds in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of December 31, 2019 by correspondence with the custodian, portfolio company and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinions.



PricewaterhouseCoopers LLP

New York, New York

February 26, 2020

We have served as the auditor of one or more investment companies in the Baron group of funds since 1987.

TAX INFORMATION (Unaudited)

The federal tax status of distributions paid by the Funds during the year ended December 31, 2019 are listed below.

During the fiscal year ended December 31, 2019, the Funds' distributions to shareholders included:

Fund	Ordinary Income ^{1,3}	Long-Term Capital Gains ^{2,3}	Return of Capital
Baron Partners Fund	\$ —	\$ 7,104,340	\$ —
Baron Focused Growth Fund	—	4,500,201	—
Baron International Growth Fund	694,884	84,799	—
Baron Real Estate Fund	524,560	78,325,315	—
Baron Emerging Markets Fund	21,171,539	—	1,666,865
Baron Global Advantage Fund	—	—	—
Baron Real Estate Income Fund	47,252	—	—
Baron Health Care Fund	—	—	—

¹ For tax purposes, short-term capital gains are considered ordinary income distributions.

² Long-term capital gains are subject to a maximum allowable rate of 20% for individuals pursuant to the Tax Cuts and Jobs Act of 2017.

³ Under the Patient Protection and Affordable Care Act, higher income taxpayers must pay a 3.8% additional tax on net investment income.

Of the total ordinary income distributions paid by Baron International Growth Fund, Baron Real Estate Fund, Baron Emerging Markets Fund and Baron Real Estate Income Fund, 100.00%, 100.00%, 100.00% and 15.41%, respectively, is qualified dividend income subject to a reduced tax rate. Of the total ordinary income distributions paid by these Funds, 4.59%, 100.00%, 0.00% and 12.26%, respectively, qualifies for the corporate dividends received deduction.

The information and distributions reported may differ from the information and distributions taxable to the shareholders for the calendar year ended December 31, 2019. The information necessary to complete your income tax return for the calendar year ended December 31, 2019 will be listed on the Form 1099-DIV, which was mailed to you in January/February 2020.

FUND EXPENSES (UNAUDITED)

As a shareholder of the Funds, you may incur two types of costs: ongoing expenses and transaction costs. Ongoing expenses include advisory fees, distribution and service (12b-1) fees and other Fund expenses. Due to the payment of Rule 12b-1 fees, long-term shareholders may indirectly pay more than the maximum permitted front-end sales charge. The information on this page is intended to help you understand your ongoing costs of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual funds.

The information in the following table is based on an investment of \$1,000 invested on January 1, 2019 and held for the six months ended December 31, 2019.

ACTUAL EXPENSES

The table below titled "Based on Actual Total Return" provides information about actual account values and actual expenses. You may use the information provided in this table, together with the amount you invested, to estimate the expenses that you paid over the period. To estimate the expenses you paid on your account, divide your ending account value by \$1,000 (for example, an \$8,600 ending account value divided by \$1,000 = 8.6), then multiply the result by the number under the heading titled "Expenses Paid During the Period".

BASED ON ACTUAL TOTAL RETURN FOR THE SIX MONTHS ENDED DECEMBER 31, 2019¹

	Actual Total Return	Beginning Account Value July 1, 2019	Ending Account Value December 31, 2019	Annualized Expense Ratio	Expenses Paid During the Period ³
Baron Partners Fund — Retail Shares	15.60%	\$1,000.00	\$1,156.00	2.14% ²	\$11.63
Baron Partners Fund — Institutional Shares	15.78%	\$1,000.00	\$1,157.80	1.89% ²	\$10.28
Baron Partners Fund — R6 Shares	15.77%	\$1,000.00	\$1,157.70	1.89% ²	\$10.28
Baron Focused Growth Fund — Retail Shares	14.85%	\$1,000.00	\$1,148.50 ⁴	1.35% ⁵	\$ 7.31
Baron Focused Growth Fund — Institutional Shares	14.95%	\$1,000.00	\$1,149.50 ⁴	1.10% ⁵	\$ 5.96
Baron Focused Growth Fund — R6 Shares	15.01%	\$1,000.00	\$1,150.10	1.09%	\$ 5.91
Baron International Growth Fund — Retail Shares	7.83%	\$1,000.00	\$1,078.30 ⁴	1.20% ⁵	\$ 6.29
Baron International Growth Fund — Institutional Shares	7.95%	\$1,000.00	\$1,079.50 ⁴	0.95% ⁵	\$ 4.98
Baron International Growth Fund — R6 Shares	7.95%	\$1,000.00	\$1,079.50 ⁴	0.95% ⁵	\$ 4.98
Baron Real Estate Fund — Retail Shares	16.24%	\$1,000.00	\$1,162.40	1.34%	\$ 7.30
Baron Real Estate Fund — Institutional Shares	16.37%	\$1,000.00	\$1,163.70	1.08%	\$ 5.89
Baron Real Estate Fund — R6 Shares	16.42%	\$1,000.00	\$1,164.20	1.07%	\$ 5.84
Baron Emerging Markets Fund — Retail Shares	5.67%	\$1,000.00	\$1,056.70	1.34%	\$ 6.95
Baron Emerging Markets Fund — Institutional Shares	5.87%	\$1,000.00	\$1,058.70	1.08%	\$ 5.60
Baron Emerging Markets Fund — R6 Shares	5.80%	\$1,000.00	\$1,058.00	1.08%	\$ 5.60
Baron Global Advantage Fund — Retail Shares	7.74%	\$1,000.00	\$1,077.40 ⁴	1.15% ⁵	\$ 6.02
Baron Global Advantage Fund — Institutional Shares	7.89%	\$1,000.00	\$1,078.90 ⁴	0.90% ⁵	\$ 4.72
Baron Global Advantage Fund — R6 Shares	7.89%	\$1,000.00	\$1,078.90 ⁴	0.90% ⁵	\$ 4.72
Baron Real Estate Income Fund — Retail Shares	13.32%	\$1,000.00	\$1,133.20 ⁴	1.05% ⁵	\$ 5.65
Baron Real Estate Income Fund — Institutional Shares	13.17%	\$1,000.00	\$1,131.70 ⁴	0.80% ⁵	\$ 4.30
Baron Real Estate Income Fund — R6 Shares	12.96%	\$1,000.00	\$1,129.60 ⁴	0.80% ⁵	\$ 4.29
Baron Health Care Fund — Retail Shares	10.67%	\$1,000.00	\$1,106.70 ⁴	1.10% ⁵	\$ 5.84
Baron Health Care Fund — Institutional Shares	10.90%	\$1,000.00	\$1,109.00 ⁴	0.85% ⁵	\$ 4.52
Baron Health Care Fund — R6 Shares	10.82%	\$1,000.00	\$1,108.20 ⁴	0.85% ⁵	\$ 4.52

¹ Assumes reinvestment of all dividends and capital gain distributions, if any.

² Annualized expense ratio for Baron Partners Fund for the six months ended December 31, 2019, includes 1.31%, 1.06% and 1.06% for net operating expenses and 0.83%, 0.83% and 0.83% for interest expense for the Retail, Institutional and R6 Shares, respectively.

³ Expenses are equal to each share class' respective annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half-year, then divided by 365.

⁴ Ending account value assumes the return earned after waiver and would have been lower if a portion of the expenses had not been waived.

⁵ Annualized expense ratios are adjusted to reflect fee waiver.

FUND EXPENSES (UNAUDITED) (Continued)

HYPOTHETICAL EXAMPLE FOR COMPARISON PURPOSES

The table below titled "Based on Hypothetical Total Return" provides information about hypothetical account values and hypothetical expenses based on the actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Funds' actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account values and expenses you paid for the period. You may use the information provided in this table to compare the ongoing costs of investing in the Funds and other funds. To do so, compare the 5% hypothetical example relating to the Funds with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that expenses shown in the table below are meant to highlight your ongoing costs and do not reflect any transactional costs, such as redemption fees, if any. Therefore, the table is useful in comparing ongoing costs only and will not help you determine your relative total costs of owning different mutual funds. In addition, if these transactional costs were included, your costs would have been higher.

BASED ON HYPOTHETICAL TOTAL RETURN FOR THE SIX MONTHS ENDED DECEMBER 31, 2019

	Hypothetical Annualized Total Return	Beginning Account Value July 1, 2019	Ending Account Value December 31, 2019	Annualized Expense Ratio	Expenses Paid During the Period ³
Baron Partners Fund — Retail Shares	5.00%	\$1,000.00	\$1,014.42	2.14% ²	\$10.87
Baron Partners Fund — Institutional Shares	5.00%	\$1,000.00	\$1,015.68	1.89% ²	\$ 9.60
Baron Partners Fund — R6 Shares	5.00%	\$1,000.00	\$1,015.68	1.89% ²	\$ 9.60
Baron Focused Growth Fund — Retail Shares	5.00%	\$1,000.00	\$1,018.40 ⁴	1.35% ⁵	\$ 6.87
Baron Focused Growth Fund — Institutional Shares	5.00%	\$1,000.00	\$1,019.66 ⁴	1.10% ⁵	\$ 5.60
Baron Focused Growth Fund — R6 Shares	5.00%	\$1,000.00	\$1,019.71	1.09%	\$ 5.55
Baron International Growth Fund — Retail Shares	5.00%	\$1,000.00	\$1,019.16 ⁴	1.20% ⁵	\$ 6.11
Baron International Growth Fund — Institutional Shares	5.00%	\$1,000.00	\$1,020.42 ⁴	0.95% ⁵	\$ 4.84
Baron International Growth Fund — R6 Shares	5.00%	\$1,000.00	\$1,020.42 ⁴	0.95% ⁵	\$ 4.84
Baron Real Estate Fund — Retail Shares	5.00%	\$1,000.00	\$1,018.45	1.34%	\$ 6.82
Baron Real Estate Fund — Institutional Shares	5.00%	\$1,000.00	\$1,019.76	1.08%	\$ 5.50
Baron Real Estate Fund — R6 Shares	5.00%	\$1,000.00	\$1,019.81	1.07%	\$ 5.45
Baron Emerging Markets Fund — Retail Shares	5.00%	\$1,000.00	\$1,018.45	1.34%	\$ 6.82
Baron Emerging Markets Fund — Institutional Shares	5.00%	\$1,000.00	\$1,019.76	1.08%	\$ 5.50
Baron Emerging Markets Fund — R6 Shares	5.00%	\$1,000.00	\$1,019.76	1.08%	\$ 5.50
Baron Global Advantage Fund — Retail Shares	5.00%	\$1,000.00	\$1,019.41 ⁴	1.15% ⁵	\$ 5.85
Baron Global Advantage Fund — Institutional Shares	5.00%	\$1,000.00	\$1,020.67 ⁴	0.90% ⁵	\$ 4.58
Baron Global Advantage Fund — R6 Shares	5.00%	\$1,000.00	\$1,020.67 ⁴	0.90% ⁵	\$ 4.58
Baron Real Estate Income Fund — Retail Shares	5.00%	\$1,000.00	\$1,019.91 ⁴	1.05% ⁵	\$ 5.35
Baron Real Estate Income Fund — Institutional Shares	5.00%	\$1,000.00	\$1,021.17 ⁴	0.80% ⁵	\$ 4.08
Baron Real Estate Income Fund — R6 Shares	5.00%	\$1,000.00	\$1,021.17 ⁴	0.80% ⁵	\$ 4.08
Baron Health Care Fund — Retail Shares	5.00%	\$1,000.00	\$1,019.66 ⁴	1.10% ⁵	\$ 5.60
Baron Health Care Fund — Institutional Shares	5.00%	\$1,000.00	\$1,020.92 ⁴	0.85% ⁵	\$ 4.33
Baron Health Care Fund — R6 Shares	5.00%	\$1,000.00	\$1,020.92 ⁴	0.85% ⁵	\$ 4.33

¹ Assumes reinvestment of all dividends and capital gain distributions, if any.

² Annualized expense ratio for Baron Partners Fund for the six months ended December 31, 2019, includes 1.31%, 1.06% and 1.06% for net operating expenses and 0.83%, 0.83% and 0.83% for interest expense for the Retail, Institutional and R6 Shares, respectively.

³ Expenses are equal to each share class' respective annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half-year, then divided by 365.

⁴ Ending account value assumes the return earned after waiver and would have been lower if a portion of the expenses had not been waived.

⁵ Annualized expense ratios are adjusted to reflect fee waiver.

DISCLOSURE REGARDING THE APPROVAL OF THE INVESTMENT ADVISORY AGREEMENT FOR BARON FINTECH FUND BY THE BOARD OF TRUSTEES

The Board of Trustees (the "Board") of Baron Select Funds (the "Trust") met on October 28, 2019 (the "October Meeting") to discuss the selection of BAMCO, Inc. (the "Adviser") as the investment adviser and the approval of the investment advisory agreement (the "Agreement") for Baron FinTech Fund (the "Fund"). The members of the Board who are not "interested persons" (as defined in the Investment Company Act of 1940, as amended) of the Trust (the "Independent Trustees") met in a separate session to discuss and consider the approval of the Agreement. Because, at its May 23, 2019 meeting (the "May Meeting"), the Board had considered the annual review of the Investment Advisory Agreements, Distribution Agreements, and 12b-1 Plans for the other funds the Adviser advises, had received presentations from Broadridge Financial Solutions, Inc., an independent provider of investment company data, and from management about the relevant fees, expenses and services, and, from independent legal counsel, about the legal standards applicable to approval of the Agreement, similar materials were not presented at this meeting upon the Board's confirmation that they recalled and understood the application to the Fund of the information and the presentations received and the deliberations undertaken. Based on its evaluation of this and other information, the Board, including a majority of the Independent Trustees, approved the Agreement for an initial term of two years.

The Board considered the information presented about the Fund at the October Meeting and the relevant information presented to the Board in connection with the May Meeting, as well as the following, which the Board members had considered in past years and remained in their thinking, as material to their consideration:

1. NATURE, EXTENT AND QUALITY OF SERVICES

In respect of their consideration of the nature, extent and quality of proposed services to be provided by the Adviser, the Independent Trustees considered the following:

- Its confidence in the Adviser's senior personnel, portfolio management, the financial condition of the Adviser and its affiliates and the Adviser's available resources;
- The nature, extent, quality and level of long-term performance of the services provided by the Adviser to the other funds the Adviser advises, which were expected to be provided to the Fund, including: intensive devotion to research, relationships with and supervision of third party service providers, such as the custodian and transfer agent, the quality of shareholder reports, the ability to monitor adherence to investment guidelines and restrictions, the legal, accounting and compliance services to be provided to the Fund and the support services provided to the Board and, with respect to the Fund, the selection of broker/dealers for portfolio transactions;
- The Adviser's investment principles and processes and the Board members' general understanding of historical performance of the other funds the Adviser advises as compared to similar funds managed by other advisers;
- The anticipated advisory fee and total expense ratio of the Fund and comparisons to similar funds managed by other advisers; and
- Any additional services to be provided by the Adviser.

Based on the considerations as described above, the Board concluded that the nature, extent and quality of the services to be provided by the Adviser to the Fund supported the decision to approve the Agreement.

2. COSTS OF SERVICES PROVIDED AND PROFITS TO BE REALIZED BY THE ADVISER

Since the Fund is newly formed, had not commenced operations and the eventual aggregate amount of its assets is uncertain, the Adviser was not able to provide the Board with specific information concerning the cost of services to be provided and the expected profits to be realized by the Adviser and its affiliates from their relationships with the Fund.

As part of its consideration, the Board examined the fees to be charged by the Adviser as compared to the fees charged by comparable funds. The Board also discussed and considered certain services to be provided to the Fund, which include accounting, oversight of service providers, legal, regulatory, compliance, risk management and Trustee support. In addition, the Board also considered the financial condition of the Adviser and its affiliates.

The Board also considered the costs of portfolio management, including the types of investments to be made for the Fund and the personnel and systems necessary for implementation of the investment strategies.

The Board concluded that the proposed advisory fee was supported, among other reasons, by the services to be provided.

3. ECONOMIES OF SCALE AND BENEFITS TO INVESTORS

Since the Fund is newly formed, had not commenced operations and the eventual aggregate amount of the Fund's assets is uncertain, the Adviser was not able to provide the Board with specific information concerning the extent to which economies of scale would be realized as the Fund grows and whether fee levels would reflect such economies of scale, if any. It was agreed that the issue would be revisited no later than when the Board next reviewed the advisory fee in connection with the renewal of the Agreement.

After due consideration, including in executive session, of the above-enumerated factors, among other factors it deemed relevant, the Board, including a majority of the Independent Trustees, approved the Agreement for an initial term of two years.

MANAGEMENT OF THE FUNDS (Unaudited)

Board of Trustees and Officers.

Trustees of the Trust, together with information as to their positions with the Trust, principal occupations and other board memberships and affiliations for the past five years, are shown below. Each Trustee serves as Trustee of the Trust until its termination; until the Trustee's retirement, resignation or death; or as otherwise specified in the Trust's organizational documents. Unless otherwise noted, the address of each Executive Officer and Trustee is Baron Select Funds, 767 Fifth Avenue, 49th Floor, New York, NY 10153. All Trustees listed below, whether Interested or Independent, serve as Trustees for the Trust. Additional information about the Trustees and Officers of the Trust can be found in the Trust's Statement of Additional Information (the "SAI") which may be obtained without charge by writing or calling 1-800-99BARON. The SAI is also available on the Baron Funds® website, www.BaronFunds.com.

Name, Address & Age	Position(s) Held With the Funds	Term of Office and Length of Time Served	Principal Occupation(s) During the Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
Interested Trustees					
Ronald Baron ^{(1),(2)} 767 Fifth Avenue New York, NY 10153 Age: 76	Chief Executive Officer, Chief Investment Officer, Trustee and Portfolio Manager	16 years	Director, Chairman, CEO and CIO: the Firm* (1982-Present); Trustee: Baron Investment Funds Trust (1987-Present); Trustee: Baron Select Funds (2003-Present); Portfolio Manager: Baron USA Partners Fund, Ltd. (2003-Present).	17	None
Linda S. Martinson ^{(1),(2)} 767 Fifth Avenue New York, NY 10153 Age: 64	Chairman, President, Chief Operating Officer and Trustee	16 years	Director: the Firm* (2003-Present); Secretary: the Firm* (1997-2008); President: the Firm* (2007-Present); Chief Operating Officer: the Firm (2006-present); Chairman (2010-Present), President (2007-Present), Trustee (1987-Present): Baron Investment Funds Trust; Chairman (2010-Present), President (2007-Present), Trustee (2003-Present): Baron Select Funds; Director: Baron USA Partners Fund, Ltd. (2006-Present).	17	None
Independent Trustees					
Norman S. Edelcup ^{(3),(4),(5)} 767 Fifth Avenue New York, NY 10153 Age: 84	Trustee	16 years	Mayor (2003-2015): Sunny Isles Beach, Florida; Trustee: Baron Investment Funds Trust (1987-Present), Baron Select Funds (2003-Present).	17	Director: CompX International, Inc. (diversified manufacturer of engineered components) (2006-2016); Director: Valhi, Inc. (diversified company) (1975-2016).
Thomas J. Folliard ^{(4),(5)} 767 Fifth Avenue New York, NY 10153 Age: 54	Trustee	2 years	Non-Executive Chair of the Board: CarMax, Inc. (2016-Present); President and Chief Executive Officer: CarMax, Inc. (2006-2016); Trustee: Baron Investment Funds Trust (2017-Present), Baron Select Funds (2017-Present).	17	Director: PulteGroup, Inc. (2012-Present)
Harold W. Milner ^{(4),(5)} 767 Fifth Avenue New York, NY 10153 Age: 85	Trustee	16 years	Trustee: Baron Investment Funds Trust (1987-Present), Baron Select Funds (2003-Present).	17	None
Abraham (Avi) Nachmany 767 Fifth Avenue New York, NY 10153 Age: 67	Advisory Board Member	<1 Year	Independent mutual fund industry consultant (2016-Present); Director of Research E.V.P., Co-Founder Strategic Insight (1986-2015); Advisory Board Member: Baron Investment Funds Trust and Baron Select Funds (5/2019-Present)	17	None
Raymond Noveck ^{(3),(4),(5)} 767 Fifth Avenue New York, NY 10153 Age: 76	Lead Trustee	16 years	Private Investor (1999-Present); Trustee: Baron Investment Funds Trust (1987-Present), Baron Select Funds (2003-Present).	17	None

MANAGEMENT OF THE FUNDS (Unaudited) (Continued)

Name, Address & Age	Position(s) Held With the Funds	Term of Office and Length of Time Served	Principal Occupation(s) During the Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
Independent Trustees (continued)					
Anita Rosenberg ^{(4),(5)} 767 Fifth Avenue New York, NY 10153 Age: 55	Trustee	6 years	Advisory Board Member: Impala Capital Management, LLC (2014-Present); Advisory Board Member: ValueAct Capital, LLC (2014-Present); Senior Advisor: Magnetar Capital (2011-2012); Trustee: Baron Investment Funds Trust, Baron Select Funds (2013-Present).	17	Director: Golub Capital BDC, Inc. (2011-Present).
David A. Silverman, MD ^{(4),(5)} 767 Fifth Avenue New York, NY 10153 Age: 69	Trustee	16 years	Physician and Faculty: New York University School of Medicine (1976-Present); Trustee: Baron Investment Funds Trust (1987-Present), Baron Select Funds (2003-Present).	17	None
Alex Yemenidjian ^{(4),(5)} 767 Fifth Avenue New York, NY 10153 Age: 64	Trustee	13 years	Chairman and CEO: Tropicana Las Vegas (gaming) (2009-2015); Chairman and CEO: Armenco Holdings, LLC (investment company) (2005-Present); Managing Partner: Armenco Capital LLC (investment company) (2013-Present); Trustee: Baron Investment Funds Trust (2006-Present), Baron Select Funds (2006-Present).	17	Director: Guess?, Inc. (2005-Present); Director: Regal Entertainment Group (2005-Present).
Additional Officers of the Funds					
Louis Beasley 767 Fifth Avenue New York, NY 10153 Age: 49	Vice President and Chief Compliance Officer	5 years	Chief Compliance Officer: Baron Capital Group, Inc., BAMCO, Inc., Baron Capital Management Inc., Baron Investment Funds Trust, Baron Select Funds, Baron USA Partners Fund, Ltd (2014-Present); Vice President: the Firm* (2014-Present); Principal and Director of Investment Management Compliance and Risk Management: Bessemer Trust (2006-2014).	N/A	N/A
Clifford Greenberg 767 Fifth Avenue New York, NY 10153 Age: 60	Senior Vice President	16 years	Director and Senior Vice President: the Firm*; Senior Vice President: Baron Investment Funds Trust, Baron Select Funds; Portfolio Manager: Baron Small Cap Fund.	N/A	N/A
Patrick M. Patalino 767 Fifth Avenue New York, NY 10153 Age: 51	Vice President, General Counsel and Secretary	11 years	Vice President, General Counsel and Secretary: the Firm*, Baron Investment Funds Trust, Baron Select Funds; General Counsel: Baron USA Partners Fund, Ltd.	N/A	N/A
Andrew Peck 767 Fifth Avenue New York, NY 10153 Age: 50	Senior Vice President	16 years	Senior Vice President: the Firm*, Baron Investment Funds Trust, Baron Select Funds; Portfolio Manager: Baron Asset Fund.	N/A	N/A
Peggy C. Wong 767 Fifth Avenue New York, NY 10153 Age: 58	Treasurer and Chief Financial Officer	16 years	Chief Financial Officer and Treasurer: the Firm*, Baron Investment Funds Trust, Baron Select Funds.	N/A	N/A

* The "Firm" means BCG along with its subsidiaries BCI, Baron Capital Management, Inc. and BAMCO.

(1) Trustees deemed to be "Interested Trustees" by reason of their employment with the Adviser and BCI.

(2) Members of the Executive Committee, which is empowered to exercise all of the powers, including the power to declare dividends, of the full Board when the full Board is not in session.

(3) Members of the Audit Committee.

(4) Members of the Nominating Committee.

(5) Members of the Independent Trustees Committee.

Privacy Notice

The Funds collect nonpublic personal information about you from the following sources:

- Information we receive from you on applications or other forms;
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“Nonpublic personal information” is private information about you that we obtain in connection with providing a financial product or service to you.

We may share your name and address with other Baron Funds and the Adviser and its affiliates for the purpose of sending you information about our products that we believe may be of interest to you and informing you of our upcoming Baron Investment Conference and for sending required information.

We do not disclose any nonpublic personal information about our customers to anyone, except as permitted or required by law. Examples of permitted disclosures under the law include sharing with companies that work for us to provide you services, such as the Transfer Agent or mailing house. All such companies that act on our behalf are contractually obligated to keep the information that we provide to them confidential and to use the information only to provide the services that we have asked them to perform for you and us.

We restrict access to nonpublic information about you to those employees who need to know that information to provide products or services to you. We maintain physical, electronic and procedural safeguards to guard your nonpublic personal information.

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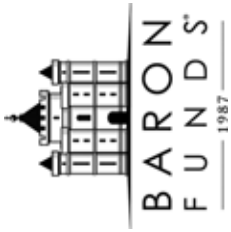
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