



Brown Advisory Maryland Bond Fund



Investor Shares | BIAMX

Annual Shareholder Report | June 30, 2024

This annual shareholder report contains important information about the Brown Advisory Maryland Bond Fund (the “Fund”) for the period of July 1, 2023, to June 30, 2024. You can find additional information about the Fund at <https://www.brownadvisory.com/mf/how-to-invest>. You can also request this information by contacting us at 1-800-540-6807.

What were the Fund costs for the past year?

(based on a hypothetical \$10,000 investment)

Class Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Investor Shares	\$50	0.49%

How did the Fund perform last year and what affected its performance?

For the 12-month period ended June 30, 2024, the Fund outperformed its regulatory benchmark, the Bloomberg Municipal Bond Index.

WHAT FACTORS INFLUENCED PERFORMANCE

Positive contributions to relative performance were led by active yield curve positioning and individual security selection, during a period of elevated interest rate volatility. The municipal yield curve became severely inverted over the past year, with intermediate-maturity bonds yielding dramatically less than both short-term and longer-term bonds. These dynamics led us to actively position the portfolio in a duration barbell, which benefitted relative and absolute returns as the curve began to normalize by mid-2024. Bond selection was also additive to performance as many of our active sector and individual credit overweights outperformed the broad market.

POSITIONING

We tactically added to a duration barbell with a dramatic overweight to ultra-short duration bonds, and large weightings to longer duration bonds. We maintained an overweight in revenue-backed municipal sectors and added tactically to Prepaid Gas, Airports, and Tax Revenue, while trimming our positions in Higher Education and Healthcare.

PERFORMANCE

The Fund outperformed its benchmark in a volatile market. Much of our outperformance was driven by downside protection, particularly during the second half of 2023 as interest rates rose sharply. This performance was further bolstered by solid credit selection and active duration management for the entire period.

How did the Fund perform over the past 10 years?*

The \$10,000 chart reflects a hypothetical \$10,000 investment in the class of shares noted and does not assume the maximum sales charge. The chart uses total return NAV performance and assumes reinvestment of dividends and capital gains. Fund expenses, including 12b-1 fees, management fees and other expenses were deducted. Performance for other share classes will vary.

CUMULATIVE PERFORMANCE



- Brown Advisory Maryland Bond Fund Investor Shares
- Bloomberg Municipal Bond Index
- Bloomberg 1-10 Year Blended Municipal Bond Index

ANNUAL AVERAGE TOTAL RETURN (%)

	1 Year	5 Year	10 Year
Investor Shares	3.76	0.78	1.62
Bloomberg Municipal Bond Index	3.21	1.16	2.39
Bloomberg 1-10 Year Blended Municipal Bond Index	2.31	1.03	1.79

* The Fund's past performance is not a good predictor of the Fund's future performance. The returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. In accordance with new regulatory requirements, the Fund has selected a new primary benchmark. The former primary benchmark is also included for comparison.

Key Fund Statistics (as of June 30, 2024)

Net Assets	\$168,661,906	Net Advisory Fee	\$499,594
Number of Holdings	80	Portfolio Turnover	22%

Visit <https://www.brownadvisory.com/mf/funds/maryland-bond-fund> for more recent performance information.

What did the Fund invest in? (% of net assets, as of June 30, 2024)

Security Type	(%)	Industry	(%)
Municipal Bonds	99.0%	Revenue Bonds	82.7%
Short-Term Investments	0.1%	General Obligation Bonds	16.3%
Cash & Other	0.9%	Cash & Other	1.0%

Top 10 Issuers	(%)
University of Maryland Medical System	8.0%
County of Frederick MD	6.6%
Maryland Stadium Authority	6.2%
MedStar Health	5.8%
Maryland Community Development Administration	5.6%
Maryland State Transportation Authority	5.5%
Maryland Economic Development Corporation	4.4%
State of Maryland Department of Transportation	4.0%
County of Howard MD	3.5%
Main Street Natural Gas, Inc.	3.3%

Householding

To reduce Fund expenses, only one copy of most shareholder documents may be mailed to shareholders with multiple accounts at the same address (Householding). If you would prefer that your Brown Advisory, LLC documents not be househanded, please contact Brown Advisory, LLC at 1-800-540-6807, or contact your financial intermediary. Your instructions will typically be effective within 30 days of receipt by Brown Advisory, LLC or your financial intermediary.

For additional information about the Fund; including its prospectus, financial information, holdings and proxy information, scan the QR code or visit <https://www.brownadvisory.com/mf/how-to-invest>.

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