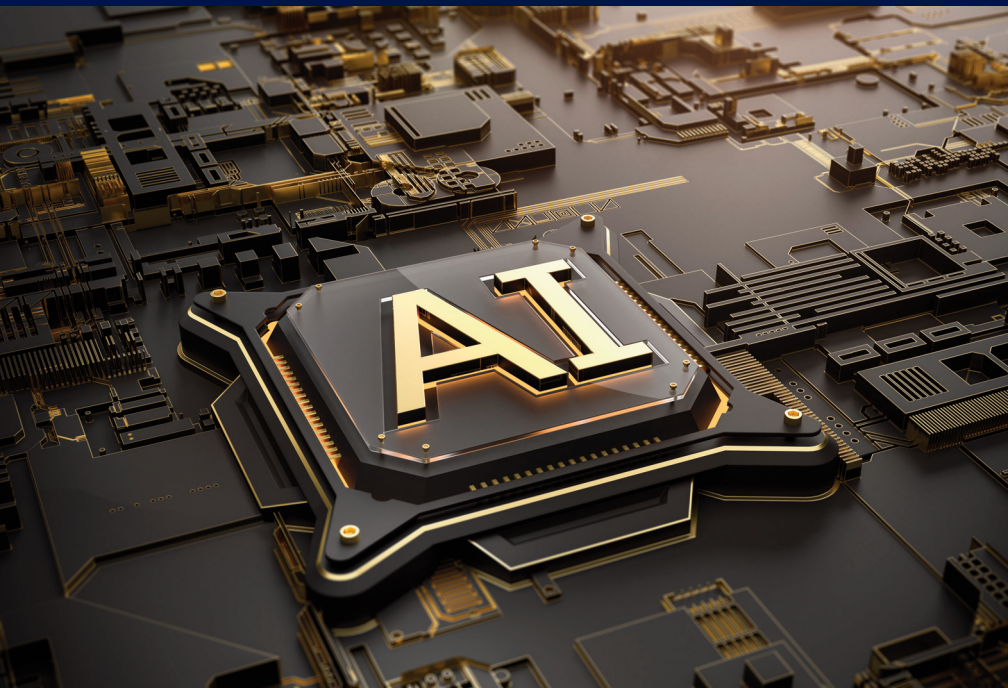


THE BERKSHIRE FUNDS

# SEMI-ANNUAL REPORT

JUNE 30, 2023



Berkshire  
Funds

BERKSHIRE FOCUS FUND (BFOCX)

This report is provided for the general information of the Berkshire Funds shareholders. It is not authorized for distribution unless preceded or accompanied by an effective Prospectus, which contains more complete information about the Berkshire Funds. Please read it carefully before you invest.

In recent years, returns have sustained significant gains and losses due to market volatility in the technology sector. Due to market volatility, current performance may be lower than the figures shown. Call **877.526.0707** or visit **[www.berkshirefunds.com](http://www.berkshirefunds.com)** for more current performance information. Past performance is no guarantee of future results and investment results and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Total return includes reinvestment of dividends and capital gain distributions.

The Dow Jones Industrial Average is a measurement of general market price movement for 30 widely-held stocks primarily listed on the New York Stock Exchange. The S&P 500® Index is a registered trademark of Standard & Poor's Corporation and is a market-weighted index of common stock prices for 500 large U.S. companies. The Nasdaq Composite Index is a capitalization-weighted index of over 5,000 common stocks listed on the Nasdaq Stock Market. Each index represents an unmanaged, broad-based basket of stocks. These indices are typically used as benchmarks for overall market performance.

Portfolio composition is subject to change at any time and references to specific securities, industries and sectors are not recommendations to purchase or sell any particular security.

The Fund's distributor is Arbor Court Capital, LLC.

## FUND OVERVIEW

JUNE 30, 2023 (UNAUDITED)

### PERFORMANCE COMPARISON (AVERAGE ANNUAL TOTAL RETURNS AS OF 6/30/23)

	YTD <sup>(1)</sup>	1 YEAR	3 YEAR	5 YEAR	10 YEAR
BERKSHIRE FOCUS FUND	43.87%	15.78%	-9.60%	3.83%	12.37%
S&P 500® INDEX	16.89%	19.59%	14.60%	12.31%	12.86%
DOW JONES INDUSTRIAL AVERAGE	4.94%	14.23%	12.30%	9.59%	11.26%
NASDAQ COMPOSITE INDEX	32.32%	26.14%	11.94%	13.93%	16.21%

### NET ASSETS

6/30/23 \$242.5 MILLION

### NET ASSET VALUE

NET ASSET VALUE PER SHARE \$18.20

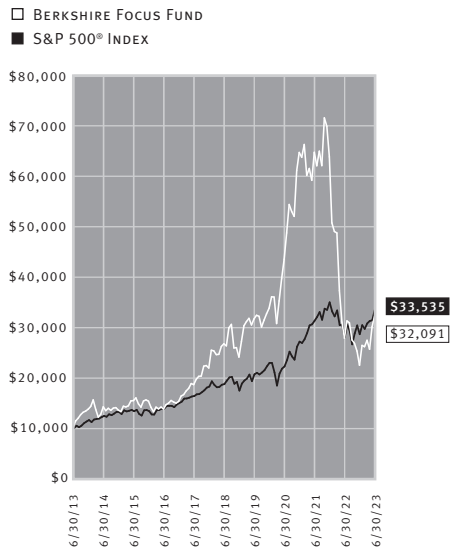
### TOP 10 HOLDINGS<sup>(2)</sup>

TESLA, INC.	9.96%
NVIDIA CORP.	9.05%
THE TRADE DESK, INC. (CLASS A)	6.90%
MONGODB, INC. (CLASS A)	6.87%
SHOPIFY, INC. (CLASS A)	6.01%
SNOWFLAKE, INC. (CLASS A)	5.90%
CLOUDFLARE, INC. (CLASS A)	4.95%
GLOBAL-E ONLINE LTD.	4.94%
HUBSPOT, INC.	4.94%
META PLATFORMS, INC. (CLASS A)	4.91%

### TOP 10 SECTORS<sup>(4)</sup>

BUSINESS SOFTWARE & SERVICES	44.50%
INTERNET SERVICES	10.96%
AUTOMOBILE MANUFACTURER	9.96%
SEMICONDUCTOR	9.05%
ENTERTAINMENT	7.00%
INTERNET SOCIAL MEDIA	4.91%
SPORTS ENTERTAINMENT & GAMING	4.83%
CYBERSECURITY EQUIPMENT & SERVICES	3.06%
TRANSPORT NETWORKS	3.00%
BEVERAGES	2.78%

### GROWTH OF \$10,000<sup>(3)</sup>



(1) NOT ANNUALIZED FOR PERIODS OF LESS THAN ONE FULL YEAR.

(2) STATED AS A PERCENTAGE OF TOTAL NET ASSETS AS OF 6/30/23. THE HOLDINGS INFORMATION PROVIDED SHOULD NOT BE CONSTRUED AS A RECOMMENDATION TO PURCHASE OR SELL A PARTICULAR SECURITY AND MAY NOT BE REPRESENTATIVE OF THE FUND'S CURRENT OR FUTURE INVESTMENTS.

(3) THIS CHART ASSUMES AN INITIAL INVESTMENT OF \$10,000 MADE ON 6/30/13. PAST PERFORMANCE DOES NOT GUARANTEE FUTURE RESULTS. INVESTMENT RETURN AND PRINCIPAL VALUE WILL FLUCTUATE SO THAT SHARES, WHEN REDEEMED, MAY BE WORTH MORE OR LESS THAN THEIR ORIGINAL COST. ALL RETURNS REFLECT REINVESTED DIVIDENDS BUT DO NOT REFLECT THE IMPACT OF TAXES.

(4) STATED AS A PERCENTAGE OF TOTAL NET ASSETS AS OF 6/30/23. THE HOLDINGS BY SECTOR ARE PRESENTED TO ILLUSTRATE EXAMPLES OF THE SECTORS IN WHICH THE FUND HAS BOUGHT SECURITIES AND MAY NOT BE REPRESENTATIVE OF THE FUND'S CURRENT OR FUTURE INVESTMENTS.

THE FUND'S TOTAL ANNUAL OPERATING EXPENSE RATIO OF 1.94% IS REFLECTIVE OF THE INFORMATION DISCLOSED IN THE FUND'S PROSPECTUS DATED MAY 1, 2023. THE TOTAL ANNUAL OPERATING EXPENSE RATIO MAY NOT AGREE TO THE EXPENSE RATIO IN THIS REPORT DUE TO THE USE OF BREAKPOINTS AND INTEREST EXPENSE INCURRED.

THIS FUND CONCENTRATES ITS INVESTMENTS IN THE TECHNOLOGY INDUSTRY. AS A RESULT, THE FUND IS SUBJECT TO GREATER RISK THAN MORE DIVERSIFIED FUNDS BECAUSE OF ITS CONCENTRATION OF INVESTMENTS IN FEWER COMPANIES AND CERTAIN SEGMENTS OF A SINGLE INDUSTRY.



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**BERKSHIRE FOCUS FUND**  
PERFORMANCE AND PORTFOLIO DISCUSSION  
**6/30/2023**

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Dear Fellow Shareholders,

For the six-month period ended June 30, 2023, the Berkshire Focus Fund outperformed its primary benchmark index. The Fund generated a total return of 43.87% while the S&P 500® Index—which we consider to be the Fund’s primary benchmark index—produced a total return of 16.89% over the same period. For comparative purposes, the Dow Jones Industrial Average posted a return of 4.94% and the Nasdaq Composite Index generated a return of 32.32% during the first half. A \$10,000 investment in our Fund over 10 years starting on June 30, 2013, grew to \$32,091. This was a +12.37% average annual compounded return. A \$10,000 investment in the S&P 500® over the same period grew to \$33,535. This was a +12.86% average annual compounded return.

U.S. equity markets, led by mega-cap growth and technology stocks, staged a strong rally at the beginning of the first quarter that lasted until the end of January. Fueling the advance was the prospect of easing inflation, stabilizing interest rates, and the resilience of the U.S. consumer. Given the disinflationary trends, financial markets were also expecting the Federal Reserve to adopt a less hawkish stance, potentially pausing or even cutting interest rates in the latter half of the year. What started out as a decidedly positive quarter for the markets, turned negative in February after data showed higher-than-expected inflation and the U.S. economy adding over 800,000 jobs, driving the unemployment rate to historically low levels. In response, the Fed began to telegraph more hawkish statements which led to a resurgence in U.S. Treasury yields and a decline in equity markets. In early March, the U.S. experienced the second and third-largest bank failures in history behind Washington Mutual in 2008. The Treasury, Federal Reserve, and FDIC rushed to stabilize the banking system by providing emergency liquidity to banks facing deposit outflows in response to the failures of Silicon Valley Bank and Signature Bank. Despite the banking sector turmoil, the Federal Reserve raised interest rates by 0.25% following its March meeting. Against this backdrop, U.S. stock markets managed to post positive gains for the quarter, highlighted by considerable intra-period volatility along the way.

Stocks extended their upward trajectory in the beginning of the second quarter on signs of resilient economic growth and moderating inflation, which raised hopes for an end to Federal Reserve rate hikes. The Fed raised rates by 0.25% in May but left rates unchanged in June. The narrow stock market rally was led by a handful of mega-cap growth stocks – the “Magnificent Seven” – which produced returns ranging from 36% to 190% in the first half of the year: Apple, Microsoft, Alphabet, Amazon, NVIDIA, Tesla, and Meta Platforms. NVIDIA’s guidance for the second quarter shocked on the high side of expectations with revenue of \$11 billion, nearly \$4 billion above the consensus expectation, pointing to 64% year-over-year growth on advancements in artificial intelligence generally (AI) and ChatGPT specifically. NVIDIA was the top stock year-to-date, whose 190% gains have recently pushed its market cap above \$1 trillion. The Nasdaq Composite Index received a boost from investor optimism about the prospects for artificial intelligence and rallied strongly to finish the first-half of the year. This far outpaced the rest of the equity markets, where the rebound was less pronounced.

Looking at the portfolio, our investments in NVIDIA (NVDA), Tesla (TSLA), MongoDB (MDB), Shopify (SHOP), The Trade Desk (TTD), Hubspot (HUBS), and Uber (UBER) were contributors to the Fund’s performance. However, some of our investments detracted from the Fund’s performance—these included Bill.com (BILL), Block (SQ) and Rivian (RIVN). New significant additions to the portfolio in the first-half were DraftKings (DKNG), MicroStrategy (MSTR), Netflix (NFLX), Palantir (PLTR), Spotify (SPOT) and Zscaler (ZS).

A handwritten signature in blue ink, appearing to read 'M. Fobes III', written in a cursive style.

Malcolm R. Fobes III  
Chairman and Chief Investment Officer

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# FINANCIAL STATEMENTS

(UNAUDITED)

**6/30/2023**

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# PORTFOLIO OF INVESTMENTS

JUNE 30, 2023 (UNAUDITED)

SHARES	VALUE
<b>COMMON STOCKS – 100.06%</b>	
	<b>\$ 242,657,737</b>
<i>(Cost \$216,655,442)</i>	
<b>AUTOMOBILE MANUFACTURER – 9.96%</b>	
	24,161,576
10	POLESTAR AUTOMOTIVE HOLDING UK PLC (CLASS A) – ADR*
10	RIVIAN AUTOMOTIVE, INC. (CLASS A)*
92,300	TESLA, INC.*
	38
	167
	24,161,371
<b>BEVERAGES – 2.78%</b>	
	6,734,437
45,140	CELSIUS HOLDINGS, INC.*
	6,734,437
<b>BUSINESS SOFTWARE &amp; SERVICES – 44.50%</b>	
	107,937,021
10	ADOBE, INC.*
10	APPOVIN CORP. (CLASS A)*
10	ATLASSIAN CORPORATION PLC (CLASS A) – (UNITED KINGDOM)*
62,240	BILL.COM HOLDINGS, INC.*
10	C3.AI, INC. (CLASS A)*
10	CADENCE DESIGN SYSTEMS, INC.*
183,600	CLOUDFLARE, INC. (CLASS A)*
98,380	DATADOG, INC. (CLASS A)*
10	DIGITALOCEAN HOLDINGS, INC.*
10	DIGITAL TURBINE, INC.*
10	DOMO, INC. (CLASS B)*
10	FASTLY, INC. (CLASS A)*
10	GITLAB, INC. (CLASS A)*
10	HASHICORP. INC. (CLASS A)*
22,510	HUBSPOT, INC.*
10	INTUIT, INC.
10	MICROSOFT CORP.
21,950	MICROSTRATEGY, INC. (CLASS A)
40,420	MONDAY.COM LTD. – (ISRAEL)*
40,540	MONGODB, INC. (CLASS A)*
315,720	PALANTIR TECHNOLOGIES, INC. (CLASS A)*
10	PAYCOM SOFTWARE, INC.*
10	PAYLOCITY HOLDING CORP.*
10	SERVICENOW, INC.*
81,330	SNOWFLAKE, INC. (CLASS A)*
216,580	THE TRADE DESK, INC. (CLASS A)*
10	TWILIO, INC. (CLASS A)*
10	UIPATH, INC. (CLASS A)*
10	UNITY SOFTWARE, INC.*
10	ZOOMINFO TECHNOLOGIES, INC.*
	4,890
	257
	1,678
	7,272,744
	364
	2,345
	12,001,932
	9,678,624
	401
	93
	147
	158
	511
	262
	11,977,346
	4,582
	3,405
	7,516,119
	6,920,712
	16,661,535
	4,839,988
	3,212
	1,845
	5,620
	14,312,453
	16,724,308
	636
	166
	434
	254
<b>COMMUNICATION EQUIPMENT – 0.00%</b>	
10	ARISTA NETWORKS, INC.*
10	CIENA CORP.*
	1,621
	425
<b>COMMUNICATION SERVICES – 0.00%</b>	
	679
10	ZOOM VIDEO COMMUNICATIONS, INC. (CLASS A)*
	679
<b>CONSUMER ELECTRONICS – 0.00%</b>	
	1,940
10	APPLE, INC.
	1,940

\*NON-INCOME PRODUCING

ADR – AMERICAN DEPOSITARY RECEIPT

(SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS)

## PORTFOLIO OF INVESTMENTS (CONTINUED)

JUNE 30, 2023 (UNAUDITED)

SHARES		VALUE
	<b>CYBERSECURITY EQUIPMENT &amp; SERVICES – 3.06%</b>	<b>\$ 7,410,538</b>
10	CROWDSTRIKE HOLDINGS, INC. (CLASS A)*	1,469
10	CYBERARK SOFTWARE LTD. – (ISRAEL)*	1,563
10	FORTINET, INC.*	756
10	OKTA, INC. (CLASS A)*	694
30	PALO ALTO NETWORKS, INC.*	7,665
50,570	ZSCALER, INC.*	7,398,391
	<b>DATA STORAGE – 0.00%</b>	<b>368</b>
10	PURE STORAGE, INC. (CLASS A)*	368
	<b>ENTERTAINMENT – 7.00%</b>	<b>16,965,686</b>
22,250	NETFLIX, INC.*	9,800,902
10	ROBLOX CORP. (CLASS A)*	403
10	ROKU, INC. (CLASS A)*	640
44,620	SPOTIFY TECHNOLOGY S.A. – (LUXEMBOURG)*	7,163,741
	<b>INTERNET SERVICES – 10.96%</b>	<b>26,572,750</b>
10	AIRBNB, INC. (CLASS A)*	1,282
10	ALPHABET, INC. (CLASS A)*	1,197
10	AMAZON.COM, INC.*	1,304
10	CARVANA CO. (CLASS A)*	259
10	CHEWY, INC. (CLASS A)*	395
10	COINBASE GLOBAL, INC. (CLASS A)*	715
10	ETSY, INC.*	846
292,780	GLOBAL-E ONLINE LTD. – (ISRAEL)*	11,986,413
10	MERCADOLIBRE, INC. – (ARGENTINA)*	11,846
10	OPENDOOR TECHNOLOGIES, INC.*	40
225,500	SHOPIFY, INC. (CLASS A) – (CANADA)*	14,567,300
10	WAYFAIR, INC. (CLASS A)*	650
10	ZILLOW GROUP, INC. (CLASS C)*	503
	<b>INTERNET SOCIAL MEDIA – 4.91%</b>	<b>11,904,321</b>
41,480	META PLATFORMS, INC. (CLASS A)*	11,903,930
10	PINTEREST, INC. (CLASS A)*	273
10	SNAP, INC. (CLASS A)*	118
	<b>IT FINANCIAL SERVICES – 0.00%</b>	<b>1,333</b>
10	BLOCK, INC. (CLASS A)*	666
10	PAYPAL HOLDINGS, INC.*	667
	<b>SEMICONDUCTOR – 9.05%</b>	<b>21,952,766</b>
10	ADVANCED MICRO DEVICES, INC.*	1,139
10	AMBARELLA, INC.*	837
10	BROADCOM, INC.	8,674
10	MARVELL TECHNOLOGY, INC.	598
51,860	NVIDIA CORP.	21,937,817
10	ON SEMICONDUCTOR CORP.*	946
10	QUALCOMM INC.	1,190
10	TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LTD. – ADR	1,009
10	WOLFSPEED, INC.*	556

\*NON-INCOME PRODUCING

ADR – AMERICAN DEPOSITARY RECEIPT

(SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS)



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## PORTFOLIO OF INVESTMENTS (CONTINUED)

JUNE 30, 2023 (UNAUDITED)

SHARES		VALUE
	<b>SEMICONDUCTOR EQUIPMENT – 0.01%</b>	<b>\$ 21,085</b>
10	APPLIED MATERIALS, INC.	1,445
10	ASML HOLDING N.V. – ADR	7,248
10	KLA CORP.	4,850
10	LAM RESEARCH CORP.	6,429
10	TERADYNE, INC.	1,113
	<b>SOLAR ENERGY – 0.00%</b>	<b>1,675</b>
10	ENPHASE ENERGY, INC.*	1,675
	<b>SPECIALTY INDUSTRIAL MACHINERY – 0.00%</b>	<b>294</b>
10	KORNIT DIGITAL LTD. – (ISRAEL)*	294
	<b>SPORTS ENTERTAINMENT &amp; GAMING – 4.83%</b>	<b>11,702,225</b>
440,430	DRAFTKINGS, INC. (CLASS A)*	11,702,225
	<b>TRANSPORT NETWORKS – 3.00%</b>	<b>7,286,997</b>
10	DOORDASH, INC. (CLASS A)*	764
168,780	UBER TECHNOLOGIES, INC.*	7,286,233
	<b>EXCHANGE TRADED FUNDS – 0.00%</b>	<b>6,739</b>
	(COST \$2,128)	
10	INVESCO QQQ ETF	3,694
20	VANECK SEMICONDUCTOR ETF	3,045
	<b>TOTAL INVESTMENT SECURITIES – 100.06%</b>	<b>242,664,476</b>
	(COST \$216,657,570)	
	<b>LIABILITIES IN EXCESS OF OTHER ASSETS – (0.06%)</b>	<b>(135,087)</b>
	<b>NET ASSETS – 100.00%</b>	<b>\$ 242,529,389</b>
	EQUIVALENT TO \$18.20 PER SHARE	

\*NON-INCOME PRODUCING

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(SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS)

# STATEMENT OF ASSETS AND LIABILITIES

JUNE 30, 2023 (UNAUDITED)

<b>ASSETS</b>	
INVESTMENT SECURITIES:	
AT COST	\$ 216,657,570
AT VALUE	\$ 242,664,476
CASH	233,979
RECEIVABLE FOR DIVIDENDS	28
RECEIVABLE FOR SECURITIES SOLD	31,808,374
RECEIVABLE FOR CAPITAL SHARES SOLD	67,527
TOTAL ASSETS	274,774,384
<b>LIABILITIES</b>	
PAYABLE FOR SECURITIES PURCHASED	31,595,822
PAYABLE FOR CAPITAL SHARES REDEEMED	263,494
PAYABLE TO AFFILIATE (NOTE 5)	384,418
INTEREST EXPENSE	1,261
TOTAL LIABILITIES	32,244,995
<b>NET ASSETS</b>	<b>\$ 242,529,389</b>
NET ASSETS CONSIST OF:	
PAID-IN CAPITAL	\$ 576,235,538
TOTAL ACCUMULATED DEFICIT	(333,706,149)
NET ASSETS	\$ 242,529,389
SHARES OF BENEFICIAL INTEREST ISSUED AND OUTSTANDING (UNLIMITED NUMBER OF SHARES AUTHORIZED, WITHOUT PAR VALUE)	13,322,980
NET ASSET VALUE AND OFFERING PRICE PER SHARE	\$ 18.20
MINIMUM REDEMPTION PRICE PER SHARE*	\$ 17.84

\*THE FUND WILL IMPOSE A 2.00% REDEMPTION FEE ON SHARES REDEEMED WITHIN 90 CALENDAR DAYS OR LESS OF PURCHASE.

(SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS)

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**STATEMENT OF OPERATIONS**  
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2023 (UNAUDITED)

<b>INVESTMENT INCOME</b>	
DIVIDENDS (NET OF FOREIGN WITHHOLDING TAXES OF \$4)	\$ 5,695
TOTAL INVESTMENT INCOME	5,695
<b>EXPENSES</b>	
INVESTMENT ADVISORY FEES (NOTE 5)	1,604,447
ADMINISTRATION FEES (NOTE 5)	489,474
INTEREST EXPENSE	6,258
TOTAL EXPENSES	2,100,179
<b>NET INVESTMENT LOSS</b>	(2,094,484)
<b>NET REALIZED AND UNREALIZED GAINS ON INVESTMENTS</b>	
NET REALIZED GAIN FROM SECURITY TRANSACTIONS	61,553,737
NET CHANGE IN UNREALIZED APPRECIATION ON INVESTMENTS	17,512,709
<b>NET REALIZED AND UNREALIZED GAINS ON INVESTMENTS</b>	79,066,446
<b>NET INCREASE IN NET ASSETS FROM OPERATIONS</b>	\$ 76,971,962

(SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS)

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## STATEMENTS OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED JUNE 30, 2023 (UNAUDITED) AND DECEMBER 31, 2022

	SIX MONTHS ENDED 6/30/23 (UNAUDITED)	YEAR ENDED 12/31/22
<b>FROM OPERATIONS:</b>		
NET INVESTMENT LOSS	\$ (2,094,484)	\$ (6,636,136)
NET REALIZED GAIN (LOSS) FROM SECURITY TRANSACTIONS	61,553,737	(361,395,076)
NET CHANGE IN UNREALIZED APPRECIATION ON INVESTMENTS	17,512,709	(58,641,661)
<b>NET INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS</b>	<b>76,971,962</b>	<b>(426,672,873)</b>
<b>FROM DISTRIBUTIONS:</b>		
DISTRIBUTIONS	-	-
<b>FROM CAPITAL SHARE TRANSACTIONS:</b>		
PROCEEDS FROM SHARES SOLD	14,238,074	41,828,004
PROCEEDS FROM REINVESTED DISTRIBUTIONS	-	-
PROCEEDS FROM REDEMPTION FEES (NOTE 6)	61,273	185,255
PAYMENTS FOR SHARES REDEEMED	(36,900,368)	(174,605,986)
<b>NET DECREASE IN NET ASSETS FROM CAPITAL SHARE TRANSACTIONS</b>	<b>(22,601,021)</b>	<b>(132,592,727)</b>
<b>TOTAL INCREASE (DECREASE) IN NET ASSETS</b>	<b>54,370,941</b>	<b>(559,265,600)</b>
<b>NET ASSETS:</b>		
BEGINNING OF PERIOD	188,158,448	747,424,048
END OF PERIOD	<b>\$ 242,529,389</b>	<b>\$ 188,158,448</b>
<b>CAPITAL SHARE ACTIVITY:</b>		
SHARES SOLD	909,855	1,953,730
SHARES REINVESTED	-	-
SHARES REDEEMED	(2,456,504)	(7,724,455)
NET DECREASE IN SHARES OUTSTANDING	(1,546,649)	(5,770,725)
SHARES OUTSTANDING, BEGINNING OF PERIOD	14,869,629	20,640,354
SHARES OUTSTANDING, END OF PERIOD	<b>13,322,980</b>	<b>14,869,629</b>

(SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS)

## FINANCIAL HIGHLIGHTS

SELECTED PER SHARE DATA AND RATIOS FOR A SHARE OUTSTANDING THROUGHOUT EACH PERIOD

	SIX MONTHS ENDED 6/30/23 (UNAUDITED)	YEAR ENDED 12/31/22	YEAR ENDED 12/31/21	YEAR ENDED 12/31/20	YEAR ENDED 12/31/19	YEAR ENDED 12/31/18
<b>NET ASSET VALUE, BEGINNING OF PERIOD</b>	\$ 12.65	\$ 36.21	\$ 43.76	\$ 27.54	\$ 22.33	\$ 21.47
<b>INCOME FROM INVESTMENT OPERATIONS:</b>						
NET INVESTMENT LOSS <sup>(A)</sup>	(0.15)	(0.39)	(0.82)	(0.64)	(0.45)	(0.31)
NET REALIZED AND UNREALIZED GAINS (LOSSES) ON INVESTMENTS	5.70	(23.18)	0.29 <sup>(B)</sup>	26.04	9.51	2.36 <sup>(B)</sup>
<b>TOTAL FROM INVESTMENT OPERATIONS</b>	<b>5.55</b>	<b>(23.57)</b>	<b>(0.53)</b>	<b>25.40</b>	<b>9.06</b>	<b>2.05</b>
PROCEEDS FROM REDEMPTION FEES	– <sup>(H)</sup>	0.01	0.05	0.10	0.06	0.08
<b>LESS DISTRIBUTIONS:</b>						
DISTRIBUTIONS FROM NET REALIZED GAINS	–	–	(7.07)	(9.28)	(3.91)	(1.27)
<b>TOTAL DISTRIBUTIONS</b>	<b>–</b>	<b>–</b>	<b>(7.07)</b>	<b>(9.28)</b>	<b>(3.91)</b>	<b>(1.27)</b>
<b>NET ASSET VALUE, END OF PERIOD</b>	<b>\$ 18.20</b>	<b>\$ 12.65</b>	<b>\$ 36.21</b>	<b>\$ 43.76</b>	<b>\$ 27.54</b>	<b>\$ 22.33</b>
<b>TOTAL RETURN<sup>(C)</sup></b>	<b>43.87%<sup>(F)</sup></b>	<b>(65.06%)</b>	<b>(1.38%)</b>	<b>92.26%</b>	<b>40.63%</b>	<b>10.02%</b>
<b>SUPPLEMENTAL DATA AND RATIOS:</b>						
NET ASSETS AT END OF PERIOD (THOUSANDS)	\$ 242,529	\$ 188,158	\$ 747,424	\$ 943,532	\$ 327,669	\$ 151,966
RATIO OF EXPENSES TO AVERAGE NET ASSETS <sup>(D)</sup>	1.96% <sup>(G)</sup>	1.94%	1.90%	1.92%	1.95%	1.97%
RATIO OF NET INVESTMENT LOSS TO AVERAGE NET ASSETS	(1.96%) <sup>(G)</sup>	(1.93%)	(1.87%)	(1.70%)	(1.56%)	(1.20%)
PORTFOLIO TURNOVER RATE <sup>(E)</sup>	827.8% <sup>(F)</sup>	1,534.6%	1,424.8%	1,599.1%	980.3%	595.6%

(A) NET INVESTMENT LOSS WAS CALCULATED USING THE AVERAGE SHARES OUTSTANDING METHOD.

(B) NET REALIZED AND UNREALIZED GAINS (LOSSES) ON INVESTMENTS PER SHARE IS A BALANCING AMOUNT NECESSARY TO RECONCILE THE CHANGE IN NET ASSET VALUE PER SHARE FOR THE PERIOD, AND MAY NOT RECONCILE WITH THE NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS IN THE STATEMENT OF OPERATIONS.

(C) TOTAL RETURN REPRESENTS THE RATE THAT THE INVESTOR WOULD HAVE EARNED OR (LOST) ON AN INVESTMENT IN THE FUND ASSUMING REINVESTMENT OF DIVIDENDS.

(D) THE RATIO OF EXPENSES TO AVERAGE NET ASSETS INCLUDES INTEREST EXPENSE. THE RATIOS EXCLUDING INTEREST EXPENSE WOULD BE 1.96%, 1.93%, 1.89%, 1.91%, 1.95% AND 1.96%, RESPECTIVELY.

(E) PORTFOLIO TURNOVER IS GREATER THAN MOST FUNDS DUE TO THE INVESTMENT STYLE OF THE FUND.

(F) NOT ANNUALIZED FOR PERIODS OF LESS THAN ONE FULL YEAR.

(G) ANNUALIZED FOR PERIODS OF LESS THAN ONE FULL YEAR.

(H) LESS THAN \$0.005 PER SHARE.

(SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS)

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023 (UNAUDITED)

### 1. Organization

The Berkshire Focus Fund (the “Fund”) is a non-diversified series of The Berkshire Funds (the “Trust”), an open-end management investment company registered under the Investment Company Act of 1940, as amended (the “1940 Act”). The Trust was organized as a Delaware business trust on November 25, 1996. The Fund commenced operations on July 1, 1997. The Fund’s investment objective is to seek long-term growth of capital primarily through investments in equity securities.

### 2. Significant Accounting Policies

The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification Topic 946 *Financial Services – Investment Companies*. The financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”).

The following is a summary of the Trust’s significant accounting policies:

*Cash* — The Fund maintains cash at its custodian which, at times, may exceed United States federally insured limits.

*Securities valuation* — The Fund’s portfolio securities generally are valued by using market quotations but may be valued on the basis of prices furnished by a pricing service when the Valuation Committee believes such prices accurately reflect the fair market value of such securities. Securities that are traded on any stock exchange or on the NASDAQ over-the-counter market are generally valued by the pricing service at the last quoted sale price. Lacking a last sale price, an equity security is generally valued by the pricing service at its last bid price. Generally, if the security is traded in an active market and is valued at its last sales price, the security is categorized as a Level 1 security (described below), and if an equity security is valued by the pricing service at its last bid, it is generally categorized as a Level 2 security. When market quotations are not readily available, when the Valuation Committee determines that the market quotation or the price provided by the pricing service does not accurately reflect the current market value, or when restricted or illiquid securities are being valued, such securities are valued in good faith by the Valuation Committee, in accordance with the Trust’s Valuation and Fair Value Pricing Policies and Procedures and are categorized as level 2 or level 3, when appropriate. The Trust’s Valuation Committee shall consist of the Trust’s independent trustees, and the Fund portfolio manager as a non-voting member.

In accordance with the Trust’s Valuation and Fair Value Pricing Policies and Procedures which were established in accordance with Rule 2a-5 of the 1940 Act, it is incumbent upon the Valuation Committee to consider all appropriate factors relevant to the value of securities for which market quotations are not readily available. No single standard for determining fair value can be established, since fair value depends upon the circumstances of each individual case. As a general principle, the current fair value of an issue of securities being valued by the Valuation Committee would appear to be the amount that the owner might reasonably expect to receive for them upon their current sale. Methods that are in accordance with this principle may, for example, be based on (i) a multiple of earnings; (ii) a discount from market of a similar freely traded security (including a derivative security or a basket of securities traded on other markets, exchanges or among dealers); or (iii) yield to maturity with respect to debt issues, or a combination of these or other methods.

## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023 (UNAUDITED)

The Trust has adopted accounting standards which establish an authoritative definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion of changes in valuation techniques and related inputs during the period. These standards define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value hierarchy is organized into three levels based upon the assumptions (referred to as “inputs”) used in pricing the asset or liability. These standards state that “observable inputs” reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from independent sources and “unobservable inputs” reflect an entity’s own assumptions about the assumptions market participants would use in pricing the asset or liability. These inputs are summarized in the three broad levels listed below:

Level 1 – Unadjusted quoted prices in active markets for identical securities that the Fund has the ability to access.

Level 2 – Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).

Level 3 – Significant unobservable inputs (including the Fund’s Valuation Committee’s own assumptions in determining the fair value of investments).

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

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

	Level 1	Level 2	Level 3	Total
<i>Common Stocks</i>				
Business Software & Services	\$ 107,937,021	–	–	\$ 107,937,021
Internet Services	26,572,750	–	–	26,572,750
Automobile Manufacturer	24,161,576	–	–	24,161,576
Semiconductor	21,952,766	–	–	21,952,766
Entertainment	16,965,686	–	–	16,965,686
Internet Social Media	11,904,321	–	–	11,904,321
Sports Entertainment & Gaming	11,702,225	–	–	11,702,225
Cybersecurity Equipment & Services	7,410,538	–	–	7,410,538
Transport Networks	7,286,997	–	–	7,286,997
Beverages	6,734,437	–	–	6,734,437
Semiconductor Equipment	21,085	–	–	21,085
Communication Equipment	2,046	–	–	2,046
Consumer Electronics	1,940	–	–	1,940
Solar Energy	1,675	–	–	1,675
IT Financial Services	1,333	–	–	1,333
Communication Services	679	–	–	679
Data Storage	368	–	–	368
Specialty Industrial Machinery	294	–	–	294
<b>Total Common Stocks</b>	<b>242,657,737</b>	<b>–</b>	<b>–</b>	<b>242,657,737</b>
<i>Exchange Traded Funds</i>	<i>6,739</i>	<i>–</i>	<i>–</i>	<i>6,739</i>
<b>Total Investment Securities</b>	<b>\$242,664,476</b>	<b>–</b>	<b>–</b>	<b>\$242,664,476</b>

The Fund did not hold any Level 3 securities during the six month period ended June 30, 2023. The Fund did not hold any derivative instruments during the reporting period.

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023 (UNAUDITED)

*Investment income* — Dividend income is recorded on the ex-dividend date. Interest income, if any, is accrued as earned.

*Distributions to shareholders* — Distributions to shareholders arising from net investment income and net realized capital gains, if any, are distributed at least once each year. Distributions to shareholders are recorded on the ex-dividend date. The Fund may utilize earnings and profits distributed to shareholders on redemptions of shares as part of the dividends paid deduction. Dividends from net investment income and capital gain distributions are determined in accordance with income tax regulations, which may differ from GAAP.

*Security transactions* — Security transactions are accounted for on the trade date for financial reporting purposes. Securities sold are determined on a specific identification basis.

*Estimates* — The financial statements are prepared in accordance with GAAP, which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates.

*Federal income tax* — The Fund intends to comply with the requirements of Subchapter M of the Internal Revenue Code (the “Code”) necessary to qualify as a regulated investment company. As provided therein, in any fiscal year in which the Fund so qualifies and distributes at least 90% of its taxable net income, the Fund (but not the shareholders) will be relieved of federal income tax on the income distributed. Accordingly, no provision for income taxes has been made.

As of and during the six month period ended June 30, 2023, the Fund did not have a liability for any unrecognized tax benefits. The Fund recognizes interest and penalties, if any, related to unrecognized tax benefits as other expense on the statement of operations. During the year, the Fund did not incur any tax-related interest or penalties.

In order to avoid imposition of the excise tax applicable to regulated investment companies, it is also the Fund’s intention to declare as dividends in each calendar year at least 98% of its net investment income and 98.2% of its net realized capital gains plus undistributed amounts from prior years.

*Other* — The treatment for financial reporting purposes of distributions made to shareholders during the year from net investment income or net realized capital gains may differ from their ultimate treatment for federal income tax purposes. These differences are caused primarily by differences in the timing of the recognition of certain components of income, expense or realized capital gain for federal income tax purposes. Where such differences are permanent in nature, they are reclassified in the components of the net assets based on their ultimate characterization for federal income tax purposes. Any such reclassifications will have no effect on net assets, results of operations or net asset value per share of the Fund. Effective September 30, 2019, the Fund elected a tax year-end of September 30. For the tax year ended September 30, 2022 and the fiscal year December 31, 2022, the following permanent adjustment was recorded.



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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023 (UNAUDITED)

The adjustment was primarily related to the reclassification of net operating loss:

Paid-In Capital	\$ (3,877,053)
Total Distributable Earnings	\$ 3,877,053

### 3. Investment Transactions

Purchases and sales of investment securities (excluding short-term instruments) for the six month period ended June 30, 2023, were \$1,803,102,389 and \$1,827,974,056 respectively. There were no purchases or sales of U.S. Government securities for the Fund.

### 4. Tax Information

For Federal income tax purposes, as of December 31, 2022, the cost of investments, and gross appreciation/depreciation was as follows:

Federal Income Tax Cost	\$ 314,607,365
Gross Unrealized Appreciation	\$ 11,156,972
Gross Unrealized Depreciation	(137,293,360)
Net Unrealized Depreciation	\$(126,136,388)

The cost basis of investments for tax and financial reporting purposes differed primarily due to wash sales.

There were no distributions paid during the six month period ended June 30, 2023 or the fiscal year ended December 31, 2022.

As of the tax year ended September 30, 2022, the components of distributable earnings on a tax basis were as follows:

Accumulated Capital and Other Losses	\$ (235,401,752)
Net Unrealized Depreciation	(130,610,097)
Total Accumulated Deficit	\$ (366,011,849)

As of tax year ended September 30, 2022, accumulated capital and other losses included the following:

Deferred Late Year Ordinary Losses*	\$ 5,341,138
Short-Term Capital Loss Carryforward	\$ 230,060,614

\*Under current tax law, late year ordinary losses incurred after December 31 of a fund's tax fiscal year end may be deferred and treated as occurring on the first business day of the following fiscal year for tax purposes.

### 5. Related Party Transactions, Investment Advisory and Administrative Fees

Certain Officers and Trustees of the Trust are also Officers and Directors of Berkshire Capital Holdings, Inc. ("Berkshire Capital"). The non-interested Trustees of the Fund were paid \$45,000 in Trustee fees and expenses directly by Berkshire Capital during the six month period ended June 30, 2023.

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023 (UNAUDITED)

The Fund has an Investment Advisory Agreement (the “Advisory Agreement”) and a separate Administration Agreement with Berkshire Capital. Under the Advisory Agreement, Berkshire Capital will determine what securities will be purchased, retained or sold by the Fund on the basis of a continuous review of the portfolio. For the services it provides under the Advisory Agreement, Berkshire Capital receives a fee accrued each calendar day (including weekends and holidays) at a rate of 1.50% per annum of the daily net assets of the Fund.

Under the Administration Agreement, Berkshire Capital renders all administrative and supervisory services of the Fund, as well as facilities furnished and expenses assumed except for interest and taxes. For these services, Berkshire Capital receives a fee at the annual rate of 0.50% of the Fund’s average daily net assets up to \$50 million, 0.45% of average net assets from \$50 million to \$200 million, 0.40% of average net assets from \$200 million to \$500 million, 0.35% of average net assets from \$500 million to \$1 billion and 0.30% of average net assets in excess of \$1 billion. Such fee is computed as a percentage of the Fund’s daily net assets and is accrued each calendar day (including weekends and holidays). For the six month period ended June 30, 2023, Berkshire Capital was paid an investment advisory fee of \$1,604,447 and an administration fee of \$489,474 from the Fund. The amount due to Berkshire Capital for these fees at June 30, 2023, totaled \$384,418.

### 6. Redemption Fee

The Fund may impose a redemption fee of 2.00% on shares held for 90 days or less. For the six month period ended June 30, 2023, proceeds from redemption fees were \$61,273.

### 7. Beneficial Ownership

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a fund creates a presumption of control of the Fund, under Section 2(a)(9) of the 1940 Act. At June 30, 2023, National Financial Services Corp. beneficially owned, in aggregate, 54.39% of the Fund.

### 8. Market Developments, Events, and Risks

Unexpected local, regional or global events, such as war; acts of terrorism; financial, political or social disruptions; natural, environmental or man-made disasters; the spread of infectious illnesses or other public health issues; and recessions and depressions could have a significant impact on the Fund and its investments and may impair market liquidity. Such events can cause investor fear, which can adversely affect the economies of nations, regions and the market in general, in ways that cannot necessarily be foreseen.

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023 (UNAUDITED)

### 9. Revolving Credit Agreement

The Trust entered into a Revolving Credit Agreement (the "Loan Agreement") between the Trust and its custodian, The Huntington National Bank, N.A. The Fund may not borrow money or purchase securities on margin except for temporary or emergency (not leveraging) purposes, including the meeting of redemption requests that might otherwise require the untimely disposition of securities. The maximum amount that the Fund is permitted to borrow is the lesser of: (i) \$3,000,000 or (ii) 10% of the Fund's daily market value and is secured by the securities in the Fund. The maximum interest rate of such loans is set at a rate per annum equal to the Term Secured Overnight Financing Rate subject to a .25% floor, plus 1.85% per annum, subject to an Annual Fee and an Unused Fee. The Annual Fee for the Loan Agreement is equal to 1/8 of one percent (1.00%) of the Loan Amount of \$3,000,000 and the Unused Fee is equal to 1/8 of one percent (1.00%) of the excess of the Loan Amount over the outstanding principal balance of the loan. During the six month period ended June 30, 2023, the Fund had an average loan balance of \$135,509 and paid an average interest rate of 6.57%. Additionally, the maximum borrowing during the period was \$1,112,574, which occurred on June 6, 2023. As of June 30, 2023, there was no outstanding loan balance and the interest rate was 6.95%. No compensating balances are required. The loan matures on August 13, 2024, per agreement.

### 10. Concentration of Sector Risk

If a Fund has significant investments in the securities of issuers in industries within a particular sector, any development affecting that sector will have a greater impact on the value of the net assets of the Fund than would be the case if the Fund did not have significant investments in that sector. In addition, this may increase the risk of loss of an investment in the Fund and increase the volatility of the Fund's NAV per share. From time to time, circumstances may affect a particular sector and the companies within such sector. For instance, economic or market factors, regulation or deregulation, and technological or other developments may negatively impact all companies in a particular sector and therefore the value of a Fund's portfolio will be adversely affected. As of June 30, 2023, the Fund had 44.50% of the value of its net assets invested in stocks within the Business Software and Services sector.

### 11. Subsequent Events

In preparing these financial statements, management has performed an evaluation of subsequent events after June 30, 2023, through the date these financial statements were issued and determined that there were no significant subsequent events that would require adjustment to or additional disclosure in the financial statements.

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**ADDITIONAL INFORMATION**  
(UNAUDITED)

**EXPENSE EXAMPLE**

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, and (2) ongoing costs, including advisory fees, administrative fees and interest expense. This Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on investment of \$1,000 invested in the Fund on January 1, 2023, and held through June 30, 2023.

**Actual Expenses**

The first line of the table on the following page provides information about actual account values and actual expenses. Although the Fund charges no sales load or transaction fees, you will be assessed fees for outgoing wire transfers, returned checks and stop payment orders at prevailing rates charged by Mutual Shareholder Services, LLC, the Fund's transfer agent. If you request that a redemption be made by wire transfer, currently a \$20.00 fee is charged by the Fund's transfer agent. IRA accounts will be charged an \$8.00 annual maintenance fee. If shares are redeemed within 90 days of purchase from the Fund, the shares are subject to a 2% redemption fee. To the extent the Fund invests in shares of other investment companies as part of its investment strategy, you will indirectly bear your proportionate share of any fees and expenses charged by the underlying funds in which the Fund invests in addition to the expenses of the Fund. Actual expenses of the underlying funds are expected to vary among the various underlying funds. These expenses are not included in the example. The example includes advisory fees, administrative fees and other Fund expenses. However, the example does not include portfolio trading commissions and related expenses and other extraordinary expenses as determined under generally accepted accounting principles. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

**Hypothetical Example for Comparison Purposes**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5%

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**ADDITIONAL INFORMATION**  
(UNAUDITED)

hypothetical examples that appear in the shareholder reports of the other funds. Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as redemption fees or the charges by Mutual Shareholder Services, LLC as described above, or the expenses of the underlying funds. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

	Beginning Account Value <u>January 1, 2023</u>	Ending Account Value <u>June 30, 2023</u>	Expenses Paid During the Period* January 1, 2023 to <u>June 30, 2023</u>
Actual	\$1,000.00	\$1,438.74	\$11.85
Hypothetical (5% annual return before expenses)	\$1,000.00	\$1,051.08	\$9.79

\*Expenses are equal to the Fund's annualized expense ratio of 1.96%, multiplied by the average account value over the period, multiplied by 181/365 to reflect the one-half year period.

## **OTHER INFORMATION**

### **Proxy Voting Guidelines**

Berkshire Capital Holdings, Inc., the Fund's Adviser, is responsible for exercising the voting rights associated with the securities held by the Fund. A description of the policies and procedures used by the Adviser in fulfilling this responsibility and Form N-PX, which is a record of the Fund's proxy votes for the most recent twelve month period ended June 30, are available without charge, upon request, by calling toll free 1-877-526-0707. They are also available on the Securities and Exchange Commission's ("SEC") website at [www.sec.gov](http://www.sec.gov).

### **Quarterly Filing of Portfolio Holdings**

The Fund publicly files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-PORT. The Fund's Forms N-PORT are available on the SEC's website at [www.sec.gov](http://www.sec.gov). Copies of the Fund's Forms N-PORT are also available, without charge, by calling the Fund toll free 1-877-526-0707.

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