

Semi-Annual Report

December 31, 2022

Balanced Fund

Dividend Growth Fund

Global Dividend Growth Fund

Large Cap Growth Fund

ESG Growth Fund

Mid Cap Growth Fund

Small Cap Dividend Growth Fund

Small Cap Growth Fund

International Growth Fund

Developing Markets Growth Fund



Sit Mutual Funds

Sit Mutual Funds
STOCK FUNDS SEMI-ANNUAL REPORT
TABLE OF CONTENTS

	Page
Chairman's Letter	2
Fund Review and Schedules of Investments	
Balanced Fund	4
Dividend Growth Fund	10
Global Dividend Growth Fund	14
Large Cap Growth Fund	18
ESG Growth Fund	22
Mid Cap Growth Fund	26
Small Cap Dividend Growth Fund	30
Small Cap Growth Fund	34
International Growth Fund	40
Developing Markets Growth Fund	46
Statements of Assets and Liabilities	50
Statements of Operations	52
Statements of Changes in Net Assets	54
Financial Highlights	58
Notes to Financial Statements	72
Expense Example	79
Additional Information	81

CHAIRMAN'S LETTER

February 3, 2023

Dear Fellow Shareholders:

2022 was a challenging year for global equities, as central banks aggressively raised rates to combat surging inflation, thereby elevating recession fears. Consequently, the combination of reduced valuations and lower earnings expectations points to a better set-up for stocks as we enter the new year.

Economic Summary

The U.S. economy has proven resilient, particularly in the second half of 2022, as consumer spending shifted to services from goods, sustained by job growth, excess savings, and credit expansion. According to Mastercard SpendingPulse, holiday spending climbed +7.6% year over year (vs. +8.5% in 2021), underpinned by a +15.1% increase in dining out (i.e., services). The Atlanta Fed's GDPNow model also predicts real GDP growth of +3.8% in 2022's fourth quarter, largely due to a solid contribution from consumer spending. The irony is that the buoyancy in spending is perpetuating high inflation, contributing to Fed hawkishness and, subsequently, raising the risk of a recession. Nonetheless, the post-pandemic era of price-insensitive "revenge spending," first on goods and then on services, has likely ended, as consumers have begun to balk at high prices. Moreover, banks are tightening lending standards, implying credit growth and the spending it supports will continue to slow. For now, still-solid job growth, about \$1.1 trillion in excess savings, and a potential return to positive real wage growth as inflation eases may sustain spending.

Consumer inflation should decelerate meaningfully in 2023 but will likely still top +3.0% at year end, versus the Federal Reserve's (Fed) +2.0% target. Whereas headline inflation has steadily ebbed since July 2022 as energy prices fell, the core figure (which drives policy decisions) has stayed relatively choppy. However, core goods inflation (27% of core CPI) is diving, due to base effects, waning demand, and easing supply chain backups. This should increasingly counter the impact of still-climbing core services inflation. Moreover, declining home selling prices and new rents, which lead by 12 to 18 months, suggest rent of shelter (42% of core CPI) will peak by midyear and decline after that. Finally, wage gains have begun to moderate and recent declines in the jobs availability survey suggest wage growth will continue to slow.

The Fed has utilized the monetary policy equivalent of "shock and awe" since ditching its transitory inflation thesis, resulting in the most aggressive tightening since 1980. We anticipate the Fed will lift the target fed funds rate to 5% or 5.25% before pausing by midyear as inflation sufficiently ebbs. That said, the Fed asserts it will stay restrictive for longer to avoid repeating a mid-1970s policy error in which premature easing led to another bout of high inflation. It is unclear how much the Fed is jawboning to keep financial conditions tight (by capping stock and bond prices) versus genuine resolve, but

it does raise the specter it will be behind the curve again. While some still hope the Fed can "thread the needle" to achieve a soft landing, its track record is dismal. As a result, the broad consensus is a recession in 2023. However, all indications point to a comparatively mild downturn: there are no apparent private sector excesses; household and corporate balance sheets are in good shape; and labor market dynamics are favorable. We believe a weaker economy, progress on inflation, and market conditions will ultimately prompt the Fed to shift to a less restrictive stance by year end.

Outside of the U.S., warmer-than-normal weather has given Europe a much-needed break, as energy costs, particularly natural gas prices, have plummeted in recent weeks. However, the euro area and the United Kingdom are in the throes of economic downturns, with signs of more pain ahead as financial conditions continue to tighten. Central banks are aggressively hiking interest rates to drive back record inflation. We expect China's economy will get worse before it gets better. After almost three years, China has finally started to pivot away from its zero-Covid policy, causing some chaos. A steepening infection curve has overwhelmed the healthcare system, lowered mobility, and fueled employee absences. In addition, heavy cross-regional travel during this month's Lunar New Year holiday could lift infection rates and further disrupt the economy. However, reassuringly, the Central Economic Work Conference signaled policy would turn more pro-business and pro-growth in 2023. Therefore, while we do not expect substantial easing, fiscal and monetary policies should stay accommodative. Assuming the infection curve peaks in February or March, the economy should begin to recover in the second quarter. Services and consumption will be the major growth drivers, helped by pent-up demand and excess savings, while exports might be a modest drag.

Equity Strategy

The sharp stock market correction in 2022 has reduced valuation multiples and largely discounts our base case of a mild recession this year. Even so, we expect the market to stay volatile in 2023, as investors shift their focus from inflation to corporate earnings, while economic weakness broadens and exerts substantial pressure on profitability. Accordingly, equity portfolios remain well-diversified, with a quality bias. Nonetheless, as was the case in 2022, we expect market dislocations will provide opportunities to "upgrade" holdings to improve the overall risk-reward profile of portfolios. In addition to traditional quality metrics (e.g., free cash flow generation, return on capital, balance sheets), our emphasis is on selecting stocks with attractive valuations and conservative/realistic earnings estimates. While portfolios continue to hold a combination of cyclical (technology, industrials, financials) and non-cyclical companies

(consumer staples, health care, utilities), we plan to pivot to a procyclical stance as the expected economic slowdown becomes fully embedded in valuations.

Despite a challenging 2022, our equity strategies maintain a significant weight in high-growth technology stocks. The substantial underperformance in the sector has drawn comparisons to 1999 to 2000, a period defined by rampant speculation, extreme valuations, and unsustainable business models. Although there are identifiable pockets of similar excesses in this cycle (e.g., crypto, “stay at home” pandemic stocks, EVs, and SPACs), the secular drivers of the technology sector are broad-based and durable. Importantly, our investments focus on secular growth subsegments, such as digital transformation, cybersecurity, automation, cloud/digital infrastructure, and electrification. Certainly, cyclical pressure in some end markets (e.g., PCs, e-commerce, digital advertising) and softer enterprise spending will take a toll on earnings. However, the need for productivity-enhancing technology investments will only intensify as economic growth slows, offsetting these pressures.

We believe the healthcare sector offers a good balance of defensive characteristics, driven by positive demographic drivers, and above-market earnings growth for 2023 and beyond. However, despite these positive fundamentals, the sector trades at a significant discount to the slower-growing, similarly-defensive consumer staples and utilities sectors. As we begin 2023, the factors that negatively impacted earnings growth, including supply chain issues, a high Covid-19 prevalence, and a strong U.S. dollar, have reversed. Moreover, industry sentiment has improved with the rollback of biopharmaceutical product pricing risk afforded by the passage of the Inflation Reduction Act, strong 2023 Medicare Advantage enrollment benefiting the managed care industry, and a robust pipeline of new product launches supporting the medical device industry.

We also continue to selectively add energy exposure, as structural supply-side constraints suggest an extended period of elevated, albeit volatile, energy prices. Years of underinvestment in fossil-based fuels, an accelerated build-out of sporadic renewable electricity sources, and a dependence on inconsistent resource providers have uncovered the shortcomings of current energy policies. So, a comprehensive approach appears most likely to meet the world’s energy needs, given the renewed appreciation for the dependability of traditional fuels.

Dividend-paying stocks performed relatively well in 2022, as investors sought stability in a “risk-off” market. They allow investors to share in market gains during upturns but also provide downside protection if market conditions remain challenging. While the current yields of our dividend-based portfolios are already well

above benchmark yields, we anticipate solid dividend growth in 2023 for each of our dividend growth strategies. Within the dividend-paying universe, energy and defensive sectors, such as utilities, consumer staples, and P&C insurance, led the outperformance over the past year. However, we believe there are attractive long-term opportunities in areas overlooked by investors in the market turmoil, including health care, technology, industrials, and select financials.

As for international portfolios, we prefer investments in South Korea, Singapore, and India, as economic growth has been resilient and will further improve in 2023. Moreover, the expected rebound in China will have positive knock-on effects throughout Asia. Conversely, we are more cautious about Latin America, particularly Brazil, as tight monetary conditions will continue to impact economic growth negatively. We are constructive on Chinese stocks near-term, even after the recent rebound, considering reasonable valuations, still-skeptical investor sentiment, and the expected economic recovery. Nonetheless, concerns, such as high debt levels, adverse demographic trends, and geopolitical tensions with the U.S. could linger longer-term. Given the uncertainties around global economic growth, portfolios remain diversified across themes and industries. Overall, we believe emerging market stocks are attractively valued, with the MSCI Emerging Market Index® trading at the low end of its historical range relative to the MSCI USA Index®. Still, underlying fundamentals are highly variable, making country emphasis and stock selection critical in the year ahead.



Roger J. Sit

Chairman, President, CEO and Global CIO

Sit Balanced Fund

OBJECTIVE & STRATEGY

The dual objectives of the Sit Balanced Fund are to seek long-term growth of capital consistent with the preservation of principal and to provide regular income. It pursues its objectives by investing in a diversified portfolio of stocks and bonds. The Fund may emphasize either equity securities or fixed-income securities, or hold equal amounts of each, dependent upon the Adviser's analysis of market, financial and economic conditions.

The Fund's permissible investment allocation is: 35-65% in equity securities and 35-65% in fixed-income securities. At all times at least 25% of the fixed-income assets will be invested in fixed-income senior securities.

Fund Performance

The Sit Balanced Fund's return for the 6-month period ended December 31, 2022 was -0.55%. The S&P 500® Index return was +2.31% over the period, while the Bloomberg Aggregate Bond Index lost -2.97%.

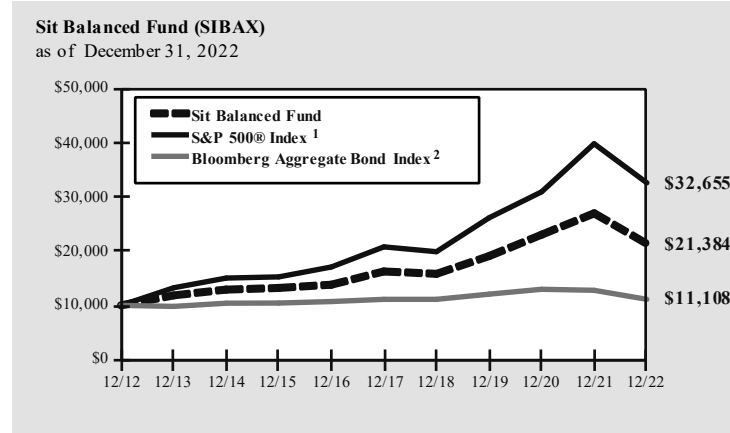
Factors that Influenced the Fund's Performance

Returns for the fixed income portion of the portfolio modestly underperformed the Bloomberg Aggregate Bond Index for the 6-month period ending 12/31/22, owing to its income advantage being more than offset by declining bond prices, as interest rates rose dramatically during the period in response to continued elevated levels of inflation. Therefore, to stem inflation, the Fed implemented contractionary monetary policy and has been aggressively raising the benchmark federal funds rate. Underperformance was particularly pronounced in holdings of U.S. Treasury bonds and taxable municipal securities, as these sectors had excess exposure to longer-maturity bonds that lagged. The Fund sold the last of its position in U.S. Treasury Inflation- Protected Securities (TIPS) during the period, due to expectations that inflation is likely to decline in 2023. The portfolio's allocation to corporate bonds outperformed, as the Fund reduced risk in this sector due to concerns of economic weakness. The underperformance in the equity portion of the Fund during the period was driven heavily by an overweight position in technology services and an underweight position in energy minerals. Stock selection also adversely affected technology services performance, as companies were hurt by rising interest rates that weighed on valuations and by concerns over slowing growth. Also, while the Fund's holdings in energy minerals were positive, being underweight the sector – which benefited from rising commodity prices – negatively impacted performance. Conversely, the Fund's underweight position in consumer durables, combined with an overweight and favorable stock selection in producer manufacturing, added to performance.

Outlook and Positioning

We have repositioned the fixed income portion of the portfolio due to our expectation for interest rates to decline in 2023. We believe ongoing contractionary monetary policy by the Fed is likely to result in lower levels of inflation as 2023 progresses, and the aggressive pace and magnitude of the fed funds rate shift to date and prospectively over the course of the current rate cycle risks leading to a "hard landing" contraction of the economy. We expect investors to anticipate this hard landing and the resulting period of economic weakness, which will result in lower interest rates (particularly on the short end of the yield

HYPOTHETICAL GROWTH OF \$10,000



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years as compared to the performance of the S&P 500® Index and the Bloomberg Aggregate Bond Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ S&P 500® Index is an unmanaged capitalization-weighted index that measures the performance of 500 widely held common stocks of large-cap companies. It is not possible to invest directly in an index. This is the primary index for the equity portion of the Fund.

² Bloomberg Aggregate Bond Index is an unmanaged market value weighted index which measures the performance of investment grade debt securities with maturities of at least one year. It is not possible to invest directly in an index. This is the primary index for the fixed income portion of the Fund.

curve) despite the current actions of the Fed. In the equity portion of the Fund, we have maintained a large overweight position in technology companies that should benefit from secular trends, with a focus on companies with strong pricing power and wide moats around their businesses. Additionally, the Fund is overweight the health services sector, as companies here should benefit from strong pricing power and a reversal in Covid-19-related disruptions to their businesses.

As of December 31, 2022, the asset allocation of the Fund was 61.5% equity, 36.5% fixed income, and 2% cash and equivalents.

Roger J. Sit
Bryce A. Doty
Ronald D. Sit
Portfolio Managers

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

	Sit Balanced Fund	S&P 500® Index ¹	Bloomberg Aggregate Bond Index ²
Six Month	-0.55%	2.31%	-2.97%
One Year	-20.84	-18.11	-13.01
Five Year	5.62	9.43	0.02
Ten Year	7.90	12.56	1.06
Since Inception (12/31/93)	6.88	9.62	4.37

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ S&P 500® Index is an unmanaged capitalization-weighted index that measures the performance of 500 widely held common stocks of large-cap companies. It is not possible to invest directly in an index.

² Bloomberg Aggregate Bond Index is an unmanaged market value weighted index which measures the performance of investment grade debt securities with maturities of at least one year.

PORTFOLIO SUMMARY

Net Asset Value 12/31/22:	\$25.51	Per Share
Net Asset Value 6/30/22:	\$26.86	Per Share
Net Assets:	\$43.9	Million

TOP HOLDINGS

Top Equity Holdings:

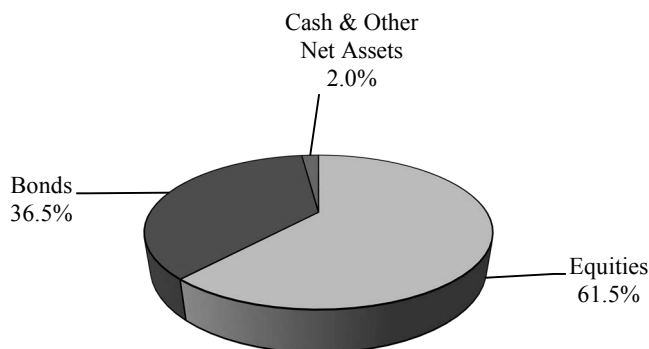
1. Apple, Inc.
2. Microsoft Corp.
3. Alphabet, Inc.
4. UnitedHealth Group, Inc.
5. Broadcom, Inc.

Top Fixed Income Holdings:

1. U.S. Treasury Notes, 1.88%, 2/28/27
2. U.S. Treasury Notes, 2.75%, 7/31/27
3. U.S. Treasury Bonds, 4.00%, 11/15/52
4. Federal National Mortgage Association, 4.50%, 9/1/52
5. Federal National Mortgage Association, 4.50%, 7/1/52

Based on net assets as of December 31, 2022.

FUND DIVERSIFICATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Balanced Fund

Investments are grouped by economic sectors.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 61.5%			Motorola Solutions, Inc.	1,400	360,794
Communications - 0.7%			Northrop Grumman Corp.	675	368,287
American Tower Corp.	1,475	312,493	Parker-Hannifin Corp.	1,350	392,850
Consumer Durables - 0.5%			Safran SA, ADR	11,550	360,822
YETI Holdings, Inc. *	5,500	227,205	Siemens AG, ADR	5,175	355,988
Consumer Non-Durables - 3.2%					2,149,476
Constellation Brands, Inc.	2,025	469,294	Retail Trade - 7.0%		
Estee Lauder Cos., Inc. - Class A	1,635	405,660	Amazon.com, Inc. *	9,700	814,800
Mondelez International, Inc.	3,400	226,610	CVS Health Corp.	5,800	540,502
PepsiCo, Inc.	1,825	329,704	Home Depot, Inc.	2,050	647,513
		1,431,268	Lululemon Athletica, Inc. *	925	296,351
Consumer Services - 2.4%			TJX Cos., Inc.	5,100	405,960
McDonald's Corp.	1,450	382,118	Ulta Beauty, Inc. *	795	372,911
Visa, Inc.	3,100	644,056			3,078,037
		1,026,174	Technology Services - 13.6%		
Electronic Technology - 8.8%			Accenture, PLC	2,025	540,351
Apple, Inc.	14,600	1,896,978	Adobe, Inc. *	475	159,852
Applied Materials, Inc.	2,600	253,188	Alphabet, Inc. - Class A *	12,400	1,094,052
Broadcom, Inc.	1,485	830,308	Alphabet, Inc. - Class C *	4,100	363,793
NVIDIA Corp.	4,200	613,788	Atlassian Corp. *	1,050	135,114
Palo Alto Networks, Inc. *	500	69,770	Autodesk, Inc. *	1,450	270,962
Qualcomm, Inc.	1,625	178,653	Dynatrace, Inc. *	4,250	162,775
		3,842,685	Intuit, Inc.	1,200	467,064
Energy Minerals - 1.5%			Microsoft Corp.	7,800	1,870,596
ConocoPhillips	5,775	681,450	Paycom Software, Inc. *	600	186,186
Finance - 4.1%			Salesforce, Inc. *	3,650	483,954
Ameriprise Financial, Inc.	1,150	358,076	ServiceNow, Inc. *	560	217,431
Chubb, Ltd.	1,400	308,840			5,952,130
First Republic Bank	1,750	213,307	Transportation - 1.4%		
Goldman Sachs Group, Inc.	1,600	549,408	FedEx Corp.	975	168,870
JPMorgan Chase & Co.	2,925	392,242	Union Pacific Corp.	2,050	424,493
		1,821,873			593,363
Health Services - 4.2%			Utilities - 0.8%		
Centene Corp. *	3,500	287,035	NextEra Energy, Inc.	4,140	346,104
HCA Healthcare, Inc.	1,600	383,936	Total Common Stocks		
UnitedHealth Group, Inc.	2,150	1,139,887	(cost: \$17,323,527)		27,007,897
		1,810,858			
Health Technology - 5.6%					
Abbott Laboratories	3,550	389,755	Name of Issuer	Principal Amount (\$)	Fair Value (\$)
Dexcom, Inc. *	5,260	595,642	Bonds - 34.1%		
Johnson & Johnson	3,000	529,950	Asset-Backed Securities - 0.5%		
Medtronic, PLC	3,425	266,191	Small Business Administration:		
Thermo Fisher Scientific, Inc.	1,200	660,828	2008-20A 1, 5.17%, 1/1/28	14,243	14,034
		2,442,366	2007-20H 1, 5.78%, 8/1/27	12,118	12,029
Industrial Services - 1.0%			Towd Point Mortgage Trust:		
Cheniere Energy, Inc.	2,900	434,884	2020-MH1 A1A, 2.18%, 2/25/60 ^{1,4}	91,909	85,458
Process Industries - 1.9%			2019-MH1 A2, 3.00%, 11/25/58 ^{1,4}	100,000	94,797
Darling Ingredients, Inc. *	3,525	220,630			206,318
Linde, PLC	1,225	399,571	Collateralized Mortgage Obligations - 6.9%		
Sherwin-Williams Co.	1,000	237,330	Fannie Mae:		
		857,531	2017-84 JP, 2.75%, 10/25/47	18,338	16,319
Producer Manufacturing - 4.8%			2003-34 A1, 6.00%, 4/25/43	25,246	25,619
Honeywell International, Inc.	1,450	310,735			

See accompanying notes to financial statements.

Name of Issuer	Principal Amount (\$)	Fair Value (\$)	Name of Issuer	Principal Amount (\$)	Fair Value (\$)
2004-T1 1A1, 6.00%, 1/25/44	15,553	15,723	Corporate Bonds - 7.9%		
1999-17 C, 6.35%, 4/25/29	5,217	5,292	Becton Dickinson & Co., 4.30%, 8/22/32	50,000	47,007
2001-82 ZA, 6.50%, 1/25/32	8,733	8,926	British Airways 2020-1 Class B Pass Through Trust, 8.38%, 11/15/28 ⁴	46,844	46,004
2009-30 AG, 6.50%, 5/25/39	27,436	28,243	Charles Stark Draper Lab., Inc., 4.39%, 9/1/48	100,000	89,245
2013-28 WD, 6.50%, 5/25/42	25,907	26,968	ConocoPhillips Co., 6.95%, 4/15/29	125,000	138,578
2004-T1 1A2, 6.50%, 1/25/44	44,003	45,250	Consumers Energy Co., 4.35%, 8/31/64	50,000	40,942
2004-W9 2A1, 6.50%, 2/25/44	26,828	27,480	CVS Pass-Through Trust, 7.51%, 1/10/32 ⁴	118,879	123,910
2010-108 AP, 7.00%, 9/25/40	486	506	Delta Air Lines 2015-1 Class AA Pass Through Trust, 3.63%, 7/30/27	121,676	111,218
2004-T3 1A3, 7.00%, 2/25/44	5,129	5,368	Duke Energy Florida, LLC:		
1993-21 KA, 7.70%, 3/25/23	152	152	2.54%, 9/1/29	49,482	44,915
Freddie Mac:			2.86%, 3/1/33	120,000	101,107
4293 BA, 5.29%, 10/15/47 ¹	7,842	7,815	Entergy Louisiana, LLC, 4.95%, 1/15/45	150,000	133,802
2122 ZE, 6.00%, 2/15/29	30,286	30,940	Equifax, Inc., 3.10%, 5/15/30	100,000	84,379
2126 C, 6.00%, 2/15/29	19,276	19,593	Equinor ASA, 7.15%, 11/15/25	150,000	157,940
2480 Z, 6.00%, 8/15/32	22,148	22,550	Fairfax Financial Holdings, 7.75%, 7/15/37	150,000	154,250
2485 WG, 6.00%, 8/15/32	22,019	22,507	ITT, LLC, 7.40%, 11/15/25	25,000	25,577
2575 QE, 6.00%, 2/15/33	9,940	10,103	Johnson & Johnson, 3.55%, 3/1/36	150,000	133,528
2980 QA, 6.00%, 5/15/35	11,221	11,462	JPMorgan Chase & Co., 3 Mo. Libor + 1.16%, 3.22%, 3/1/25 ¹	50,000	48,592
2283 K, 6.50%, 12/15/23	648	649	Moody's Corp., 4.25%, 8/8/32	50,000	46,876
2357 ZJ, 6.50%, 9/15/31	15,944	16,145	Morgan Stanley, 4.68%, 7/17/26 ¹	100,000	98,365
4520 HM, 6.50%, 8/15/45	13,205	14,162	Nationwide Mutual Insurance Co.		
3704 CT, 7.00%, 12/15/36	9,212	9,811	(Subordinated), 3 Mo. Libor + 2.29, 7.06%, 12/15/24 ^{1,4}	195,000	194,487
2238 PZ, 7.50%, 6/15/30	8,262	8,732	Northern Trust Corp. (Subordinated), 3 Mo. Libor + 1.13, 3.38%, 5/8/32 ¹	250,000	227,401
Government National Mortgage Association:			PacifiCorp, 2.70%, 9/15/30	200,000	172,461
2021-86 WB, 4.73%, 5/20/51 ¹	145,333	144,740	Polar Tankers, Inc., 5.95%, 5/10/37 ⁴	97,890	99,364
2021-104 HT, 5.50%, 6/20/51	180,579	184,819	Principal Financial Group, Inc., 3 Mo. Libor + 3.04%, 7.65%, 5/15/55 ¹	100,000	96,750
2021-27 AW, 5.85%, 2/20/51 ¹	196,871	208,827	Prudential Financial, Inc. (Subordinated), 3 Mo. Libor + 3.92%, 5.63%, 6/15/43 ¹	200,000	196,500
2015-80 BA, 7.00%, 6/20/45 ¹	9,967	10,410	Security Benefit Life Insurance Co. (Subordinated), 7.45%, 10/1/33 ⁴	100,000	96,738
2018-147 AM, 7.00%, 10/20/48	27,957	29,423	Spirit Airlines, 4.10%, 4/1/28	107,016	95,374
2018-160 DA, 7.00%, 11/20/48	25,839	27,141	Tennessee Gas Pipeline, LLC, 7.00%, 10/15/28	213,000	227,916
2014-69 W, 7.21%, 11/20/34 ¹	13,725	14,416	United Airlines 2019-2 Class AA Pass Through Trust, 2.70%, 5/1/32	132,679	107,291
2013-133 KQ, 7.32%, 8/20/38 ¹	15,764	16,722	Unum Group, 7.25%, 3/15/28	25,000	26,307
2005-74 HA, 7.50%, 9/16/35	1,077	1,091	Waste Connections, Inc., 4.20%, 1/15/33	100,000	93,036
JP Morgan Mortgage Trust:			West Loop BC (Subordinated), 3 Mo. Libor + 1.87, 6.63%, 12/1/27 ¹	225,000	224,704
2021-3 A4, 2.50%, 7/25/51 ^{1,4}	133,333	117,755			3,484,564
2021-6 A4, 2.50%, 10/25/51 ^{1,4}	307,877	264,305	Federal Home Loan Mortgage Corporation - 0.3%		
2021-13 A4, 2.50%, 4/25/52 ^{1,4}	284,434	244,521	7.50%, 7/1/29	58,756	60,908
2019-HYB1 A5A, 3.00%, 10/25/49 ^{1,4}	32,116	29,137	8.00%, 2/1/34	5,893	6,094
2020-8 A3, 3.00%, 3/25/51 ^{1,4}	18,890	15,843	8.50%, 5/1/31	68,461	71,696
2021-13 A11, 4.37%, 4/25/52 ^{1,4}	300,825	273,596			138,698
2022-1 A11, 4.37%, 7/25/52 ^{1,4}	349,450	319,160	Federal National Mortgage Association - 2.4%		
2022-2 A11, 4.57%, 8/25/52 ^{1,4}	329,708	304,042	4.50%, 7/1/52	339,098	326,751
2021-6 A12, 5.00%, 10/25/51 ^{1,4}	289,544	273,865	4.50%, 9/1/52	341,658	329,221
New Residential Mortgage Loan Trust:			5.50%, 8/1/56	168,385	173,925
2018-3A A1, 4.50%, 5/25/58 ^{1,4}	39,011	36,655	6.00%, 7/1/41	154,887	161,258
PMT Loan Trust:			6.50%, 2/1/24	1,416	1,410
2013-J1 A11, 3.50%, 9/25/43 ^{1,4}	28,981	25,725	6.50%, 9/1/27	19,828	20,326
Sequoia Mortgage Trust:			7.00%, 1/1/32	4,634	4,637
2020-4 A5, 2.50%, 11/25/50 ^{1,4}	44,836	40,189			
Vendee Mortgage Trust:					
2008-1 B, 5.98%, 3/15/25 ¹	7,306	7,436			
Wells Fargo Mortgaged Backed Securities Trust:					
2020-5 A3, 2.50%, 9/25/50 ^{1,4}	36,272	31,841			
2020-2 A17, 3.00%, 12/25/49 ^{1,4}	28,629	23,463			
2020-2 A3, 3.00%, 12/25/49 ^{1,4}	4,838	4,718			
		<u>3,030,155</u>			

See accompanying notes to financial statements.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Balanced Fund (Continued)

Name of Issuer	Principal Amount (\$)	Fair Value (\$)	Name of Issuer	Principal Amount (\$)	Fair Value (\$)
7.00%, 3/1/33	13,155	13,420	U.S. Treasury / Federal Agency Securities - 5.8%		
7.00%, 12/1/38	12,875	13,146	U.S. Treasury - 5.8%		
8.00%, 1/1/31	3,152	3,149	U.S. Treasury Bonds:		
8.42%, 7/15/26	1,225	1,224	3.00%, 8/15/52	100,000	83,156
		<u>1,048,467</u>	4.00%, 11/15/52	675,000	681,961
Government National Mortgage Association - 0.6%			U.S. Treasury Notes:		
5.00%, 5/20/48	27,971	28,245	1.88%, 2/28/27	850,000	779,643
5.50%, 8/20/62	198,683	200,044	2.75%, 7/31/27	725,000	687,022
6.50%, 11/20/38	9,250	9,424	U.S. Treasury Strip:		
7.00%, 12/15/24	2,831	2,835	1.97%, 11/15/50 ⁶	175,000	58,476
7.00%, 11/20/27	5,798	5,889	2.18%, 8/15/47 ⁶	650,000	238,286
7.00%, 9/20/29	15,673	16,197			<u>2,528,544</u>
7.00%, 9/20/38	6,547	6,864			
7.50%, 4/20/32	9,757	9,961	Total Bonds		
8.00%, 7/15/24	143	143	(cost \$16,845,055)		<u>14,977,800</u>
		<u>279,602</u>			
Taxable Municipal Securities - 9.7%			Name of Issuer	Quantity	Fair Value (\$)
Benton & Polk Sch. Dist. No. 17J G.O.,			Investment Companies 2.4%		
5.47%, 6/15/27	150,000	154,493	BlackRock Enhanced Government Fund	4,536	43,908
Chicago Park Dist., 2.53%, 1/1/34	235,000	176,057	BlackRock Income Trust, Inc.	1,400	17,276
CO Health Facs. Auth., 3.13%, 5/15/27	250,000	221,778	DWS Municipal Income Trust	9,800	84,378
Colliers Hill Metropolitan Dist. No. 2 G.O.,			MFS Intermediate Income Trust	63,700	175,812
3.99%, 12/1/47	250,000	192,163	Nuveen AMT-Free Quality Muni Income Fund	15,100	171,687
Colorado Edu. & Cultural Fac. Auth., 3.97%,			Nuveen Multi-Market Income Fund	3,953	23,204
3/1/56	205,000	152,612	Putnam Master Intermediate Income Trust	61,000	195,200
Coventry Local Sch. Dist., 2.20%, 11/1/29	200,000	166,646	Putnam Premier Income Trust	58,975	214,079
Kentucky Higher Edu. Student Loan Corp.			TCW Strategic Income Fund, Inc.	18,000	83,160
(Subordinated), 5.27%, 6/1/36	100,000	87,922	Total Investment Companies		
LaGrange Co. Regional Utility Dist., 2.98%,			(cost: \$1,171,579)		<u>1,008,704</u>
1/1/40	230,000	176,861	Short-Term Securities - 1.0%		
Louisiana State Trans. Auth., 1.45%, 2/15/27	300,000	261,195	Fidelity Inst. Money Mkt. Gvt. Fund, 4.06%		
Madison Co. Comm. Sch. Dist. No. 7, 1.90%,			(cost \$457,476)	457,476	457,476
12/1/30	150,000	118,288	Total Investments in Securities - 99.0%		
Maricopa Co. Industrial Dev. Auth., 5.00%,			(cost \$35,797,637)		<u>43,451,877</u>
7/1/44 ⁴	100,000	99,456	Other Assets and Liabilities, net - 1.0%		<u>457,212</u>
Massachusetts Edu. Auth.:			Net Assets - 100.0%		<u><u>\$43,909,089</u></u>
4.00%, 1/1/32	25,000	24,157			
4.41%, 7/1/34	15,000	14,742			
4.95%, 7/1/38	200,000	192,528			
MD Comm. Dev. Admin., 4.03%, 9/1/27	200,000	191,056			
MN Hsg. Fin. Agy., 2.31%, 1/1/27	135,000	125,709			
NJ Higher Edu. Student Assit. Auth., 3.50%,					
12/1/39 ⁸	85,000	81,830			
No. Dakota Hsg. Fin. Auth., 3.70%, 7/1/33	100,000	89,592			
NY Mortgage Agency, 2.98%, 10/1/40	150,000	112,995			
NY State Dormitory Auth., 2.69%, 7/1/35	200,000	145,696			
Oregon State Fac. Auth., 2.68%, 7/1/31	350,000	284,368			
Public Fin. Auth., 4.23%, 7/1/32	105,000	95,968			
RI Student Loan Auth., 4.13%, 12/1/27	200,000	189,374			
Texas Children's Hospital, 3.37%, 10/1/29 ¹⁷	115,000	106,476			
Texas Trans. Comm. State Highway, 5.18%,					
4/1/30	150,000	152,844			
Utah Charter Sch. Fin. Auth., 2.40%, 10/15/27	205,000	183,422			
VA Hsg. Dev. Auth., 2.13%, 7/25/51	230,522	191,504			
WA State Hsg. Fin. Comm., 3.50%, 7/1/24 ⁴	155,000	149,460			
Wichita Falls, 1.65%, 9/1/28	145,000	122,260			
		<u>4,261,452</u>			

See accompanying notes to financial statements.

* Non-income producing security.

¹ Variable rate security. Rate disclosed is as of December 31, 2022. Certain variable rate securities are not based on a published reference rate and spread but are determined by the issuer or agent and are based on current market conditions, or, for mortgage-backed securities, are impacted by the individual mortgages which are paying off over time. These securities do not indicate a reference rate and spread in their descriptions.

⁴ 144A Restricted Security. The total value of such securities as of December 31, 2022 was \$2,994,490 and represented 6.8% of net assets. These securities have been determined to be liquid by the Adviser in accordance with guidelines established by the Board of Directors.

⁶ Zero coupon or convertible capital appreciation bond, for which the rate disclosed is either the effective yield on purchase date or the coupon rate to be paid upon conversion to coupon paying.

⁸ Securities the income from which is treated as a tax preference that is included in alternative minimum taxable income for purposes of computing federal alternative minimum tax (AMT). At December 31, 2022, 0.2% of net assets in the Fund was invested in such securities.

¹⁷ Security that is either an absolute and unconditional obligation of the United States Government or is collateralized by securities, loans, or leases guaranteed by the U.S. Government or its agencies or instrumentalities.

ADR — American Depositary Receipt

LLC — Limited Liability Company

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			Total (\$)
	Level 1 Quoted Prices (\$)	Level 2 Other significant observable inputs (\$)	Level 3 Significant unobservable inputs (\$)	
Common Stocks**	27,007,897	—	—	27,007,897
Asset-Backed Securities	—	206,318	—	206,318
Collateralized Mortgage Obligations	—	3,030,155	—	3,030,155
Corporate Bonds	—	3,484,564	—	3,484,564
Federal Home Loan Mortgage Corporation	—	138,698	—	138,698
Federal National Mortgage Association	—	1,048,467	—	1,048,467
Government National Mortgage Association	—	279,602	—	279,602
Taxable Municipal Securities	—	4,261,452	—	4,261,452
U.S. Treasury / Federal Agency Securities	—	2,528,544	—	2,528,544
Investment Companies	1,008,704	—	—	1,008,704
Short-Term Securities	457,476	—	—	457,476
Total:	28,474,077	14,977,800	—	43,451,877

** For equity securities categorized in a single level, refer to the Schedule of Investments for further breakdown.

There were no transfers into or out of level 3 during the reporting period.

See accompanying notes to financial statements.

Sit Dividend Growth Fund - Class I and Class S

OBJECTIVE & STRATEGY

The objective of the Sit Dividend Growth Fund is to provide current income that exceeds the dividend yield of the S&P 500® Index and that grows over a period of years. Secondly, the Fund seeks long-term capital appreciation.

The Fund seeks to achieve its objectives by investing, under normal market conditions, at least 80% of its net assets in dividend-paying common stocks. The Fund may invest the balance of its assets in preferred stocks, convertible bonds, and U.S. Treasury securities.

Fund Performance

The Sit Dividend Growth Fund Class I posted a +6.15% return during the 6-month period ended December 31, 2022, compared to the +2.31% return for the S&P 500® Index. The Fund's gross dividend yield (before deducting Fund expenses) was 2.14% as of 12/31/22, compared to +1.76% for the S&P 500® Index.

Factors that Influenced the Fund's Performance

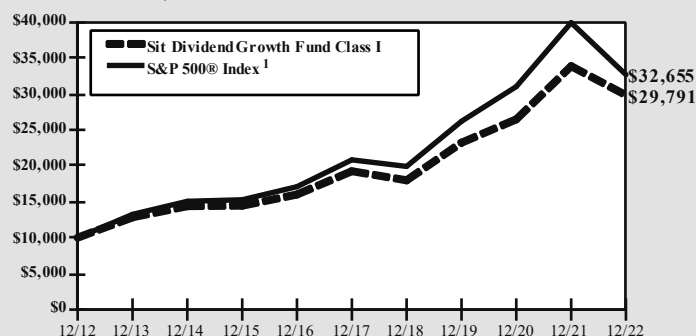
The Fund posted strong absolute and relative returns over the 6-month period, outperforming the S&P500® Index by nearly +4%. The main reason for the outperformance was the Fund's focus on investing in stable, cash flow generative companies that outperformed, especially in the volatile market environment in the second half of 2022. The five key sectors that led to outperformance over the period were technology services, consumer durables, retail trade, finance, and electronic technology. In technology services, the Fund benefitted from the strong relative returns of Oracle and Genpact Ltd., while being underweight higher valuation companies that were negatively affected by rising interest rates and concerns over slowing growth rates. The Fund's large underweight position in consumer durables positively impacted performance, as equities in this sector underperformed the market due to concerns over declining consumer sentiment and higher interest rates. The other three highlighted sectors were helped by stock selection. In the retail trade space, the Fund benefitted from holdings, such as TJX Cos. and Target, and not owning non-dividend-payers Amazon.com and Costco. Within the finance sector, the Fund owned property and casualty insurance companies, in addition to life insurers that benefitted from rising interest rates. Underweighting banks also boosted relative returns. Relative performance was adversely affected by the Fund's stock selection within health technology, where the Fund's holdings in more stable names underperformed higher growth companies within the benchmark. Holdings within the Fund's transportation sector also lagged over the period.

Outlook and Positioning

We have consistently communicated a strong preference for "quality" throughout 2022, as market volatility increased and downside tail risks to the global economy grew. In general, quality-oriented factors (e.g., return on equity, balance sheets, cash flow) have performed relatively well this year, which is a trend we expect to continue. In this regard, we

HYPOTHETICAL GROWTH OF \$10,000

Sit Dividend Growth Fund Class I (SDVGX)
as of December 31, 2022



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years as compared to the performance of the S&P 500® Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ S&P 500® Index is an unmanaged capitalization-weighted index that measures the performance of 500 widely held common stocks of large-cap companies. It is not possible to invest directly in an index. This is the Fund's primary index.

favor dividend-paying growth stocks, which allow investors to participate in a market rebound, with somewhat less volatility. In addition, companies that can grow cash flows and increase dividends will provide some inflation protection over time. We continue to add to energy opportunistically. The sector offers a combination of improving fundamentals, buoyed by durable supply-side constraints and a hedge against ongoing elevated geopolitical risk. Also, multiple years of industry underinvestment, waning spare capacity, and a wholesale reshuffling of global energy flows amid the Russia-Ukraine conflict point to enduring challenges in sourcing new energy supplies. With no quick fixes, energy prices should remain elevated. Within energy, we favor companies with high-quality/differentiated assets, talented management teams, and the ability to grow shareholder returns durably.

Roger J. Sit
Kent L. Johnson
Portfolio Managers

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

	Sit Dividend Growth Fund		S&P 500® Index ¹
	Class I	Class S	
Six Month	6.15%	5.98%	2.31%
One Year	-11.95	-12.20	-18.11
Five Year	9.15	8.88	9.43
Ten Year	11.53	11.26	12.56
Since Inception-Class I (12/31/03)	9.71	n/a	8.88
Since Inception-Class S (3/31/06)	n/a	9.15	8.87

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains. Returns do not reflect the deduction of the 2% redemption fee imposed if shares are redeemed or exchanged within 30 calendar days from their date of purchase. If imposed, the fee would reduce the performance quoted. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ S&P 500® Index is an unmanaged capitalization-weighted index that measures the performance of 500 widely held common stocks of large-cap companies. It is not possible to invest directly in an index.

PORTFOLIO SUMMARY

Class I:

Net Asset Value 12/31/22:	\$13.59	Per Share
Net Asset Value 6/30/22:	\$14.29	Per Share
Net Assets:	\$196.3	Million

Class S:

Net Asset Value 12/31/22:	\$13.50	Per Share
Net Asset Value 6/30/22:	\$14.20	Per Share
Net Assets:	\$22.0	Million

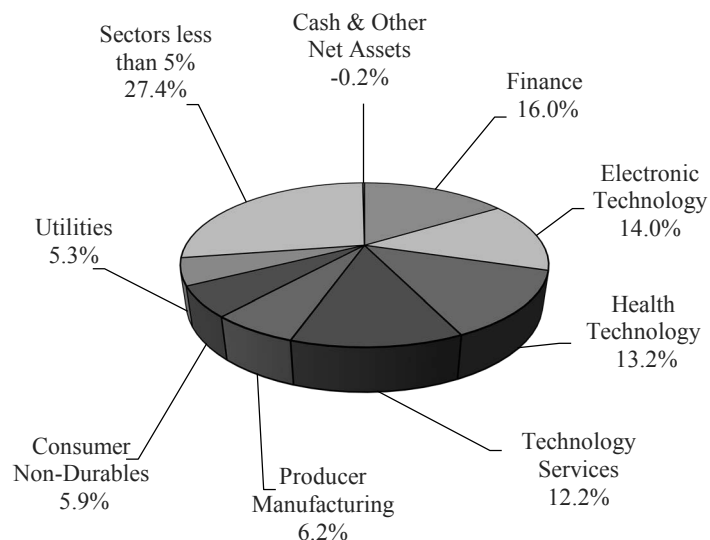
Weighted Average Market Cap: \$321.1 Billion

TOP 10 HOLDINGS

1. Microsoft Corp.
2. Apple, Inc.
3. Johnson & Johnson
4. Broadcom, Inc.
5. ConocoPhillips
6. Exxon Mobil Corp.
7. UnitedHealth Group, Inc.
8. Analog Devices, Inc.
9. PepsiCo, Inc.
10. Oracle Corp.

Based on net assets as of December 31, 2022.

SECTOR ALLOCATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Dividend Growth Fund

Investments are grouped by economic sectors.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 100.2%			UnitedHealth Group, Inc.	7,725	4,095,640
Commercial Services - 2.3%					8,314,193
Booz Allen Hamilton Holding Corp.	21,225	2,218,437	Health Technology - 13.2%		
Sysco Corp.	35,825	2,738,821	Abbott Laboratories	27,000	2,964,330
		4,957,258	Agilent Technologies, Inc.	14,875	2,226,044
Communications - 0.9%			AstraZeneca, PLC, ADR	53,675	3,639,165
American Tower Corp.	9,550	2,023,263	Bristol-Myers Squibb Co.	45,475	3,271,926
Consumer Durables - 0.7%			Gilead Sciences, Inc.	24,475	2,101,178
Activision Blizzard, Inc.	18,475	1,414,261	Johnson & Johnson	36,675	6,478,639
Consumer Non-Durables - 5.9%			Medtronic, PLC	46,050	3,579,006
Constellation Brands, Inc.	9,250	2,143,688	Pfizer, Inc.	47,425	2,430,057
Mondelez International, Inc.	49,800	3,319,170	Thermo Fisher Scientific, Inc.	3,900	2,147,691
PepsiCo, Inc.	21,175	3,825,475			28,838,036
Procter & Gamble Co.	23,950	3,629,862	Industrial Services - 3.2%		
		12,918,195	Jacobs Solutions, Inc.	14,850	1,783,040
Consumer Services - 3.3%			Waste Management, Inc.	13,750	2,157,100
McDonald's Corp.	9,025	2,378,358	Williams Cos., Inc.	93,250	3,067,925
Starbucks Corp.	19,200	1,904,640			7,008,065
Visa, Inc.	14,555	3,023,947	Process Industries - 2.5%		
		7,306,945	Air Products & Chemicals, Inc.	12,100	3,729,946
Electronic Technology - 14.0%			Nutrien, Ltd.	23,050	1,683,342
Analog Devices, Inc.	23,425	3,842,403			5,413,288
Apple, Inc.	79,025	10,267,718	Producer Manufacturing - 6.2%		
Applied Materials, Inc.	23,800	2,317,644	Carlisle Cos, Inc.	9,300	2,191,545
Broadcom, Inc.	11,550	6,457,951	Eaton Corp., PLC	17,425	2,734,854
Garmin, Ltd.	13,100	1,208,999	General Dynamics Corp.	12,200	3,026,942
Qualcomm, Inc.	9,475	1,041,682	Northrop Grumman Corp.	3,790	2,067,862
Skyworks Solutions, Inc.	22,600	2,059,538	Parker-Hannifin Corp.	5,850	1,702,350
TE Connectivity, Ltd.	29,050	3,334,940	Siemens AG, ADR	27,800	1,912,362
		30,530,875			13,635,915
Energy Minerals - 4.5%			Retail Trade - 4.1%		
ConocoPhillips	44,200	5,215,600	CVS Health Corp.	26,525	2,471,865
Exxon Mobil Corp.	40,850	4,505,755	Home Depot, Inc.	7,035	2,222,075
		9,721,355	Target Corp.	8,775	1,307,826
Finance - 16.0%			TJX Cos., Inc.	38,050	3,028,780
Alexandria Real Estate Equities, Inc.	19,650	2,862,415			9,030,546
American International Group, Inc.	43,600	2,757,264	Technology Services - 12.2%		
Ameriprise Financial, Inc.	8,575	2,669,998	Accenture, PLC	11,700	3,122,028
Carlyle Group, Inc.	49,600	1,480,064	Alphabet, Inc. - Class A *	37,400	3,299,802
Chubb, Ltd.	9,100	2,007,460	Genpact, Ltd.	54,175	2,509,386
East West Bancorp, Inc.	26,925	1,774,358	Intuit, Inc.	5,725	2,228,284
Everest Re Group, Ltd.	7,325	2,426,553	Microsoft Corp.	48,400	11,607,288
Goldman Sachs Group, Inc.	3,950	1,356,351	Oracle Corp.	46,200	3,776,388
MetLife, Inc.	25,975	1,879,811			26,543,176
Morgan Stanley	37,375	3,177,622	Transportation - 2.1%		
PNC Financial Services Group, Inc.	12,400	1,958,456	FedEx Corp.	8,176	1,416,083
Realty Income Corp.	50,350	3,193,700	Union Pacific Corp.	14,925	3,090,520
Reinsurance Group of America, Inc.	20,575	2,923,502			4,506,603
Wells Fargo & Co.	54,450	2,248,240	Utilities - 5.3%		
Willis Towers Watson, PLC	8,803	2,153,038	AES Corp.	51,975	1,494,801
		34,868,832	Entergy Corp.	31,375	3,529,688
Health Services - 3.8%			NextEra Energy, Inc.	41,375	3,458,950
HCA Healthcare, Inc.	7,850	1,883,686			
Quest Diagnostics, Inc.	14,925	2,334,867			

See accompanying notes to financial statements.

Name of Issuer	Quantity	Fair Value (\$)
Xcel Energy, Inc.	45,075	3,160,208
		<u>11,643,647</u>
Total Common Stocks (cost: \$183,184,671)		<u>218,674,453</u>
Short-Term Securities - 0.1%		
Fidelity Inst. Money Mkt. Gvt. Fund, 4.06% (cost \$308,949)	308,949	<u>308,949</u>
Total Investments in Securities - 100.3% (cost \$183,493,620)		218,983,402
Other Assets and Liabilities, net - (0.3)%		<u>(726,295)</u>
Net Assets - 100.0%		<u><u>\$218,257,107</u></u>

* Non-income producing security.

ADR — American Depositary Receipt

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			Total (\$)
	Level 1 Quoted Prices (\$)	Level 2 Other significant observable inputs (\$)	Level 3 Significant unobservable inputs (\$)	
Common Stocks**	218,674,453	—	—	218,674,453
Short-Term Securities	308,949	—	—	308,949
Total:	<u>218,983,402</u>	<u>—</u>	<u>—</u>	<u>218,983,402</u>

** For equity securities categorized in a single level, refer to the Schedule of Investments for further breakdown.

There were no transfers into or out of level 3 during the reporting period.

See accompanying notes to financial statements.

Sit Global Dividend Growth Fund - Class I and Class S

OBJECTIVE & STRATEGY

The objective of the Sit Global Dividend Growth Fund is to provide current income that exceeds the dividend yield of the MSCI World Index and that grows over a period of years. Secondly, the Fund seeks long-term capital appreciation. The Fund seeks to achieve its objectives by investing, under normal market conditions, at least 80% of its net assets in dividend-paying common stocks issued by U.S. and foreign companies. The Fund may invest the balance of its assets in preferred stocks, convertible bonds, and U.S. Treasury securities.

Fund Performance

The Sit Global Dividend Growth Class I shares provided a return of +2.38% during the 6-month period ended December 31, 2022, compared to the return of the MSCI World Index® of +2.97%. The Fund's gross dividend yield (before deducting Fund expenses) was 2.15%, compared to a 2.21% dividend yield for the MSCI World Index®.

Factors that Influenced the Fund's Performance

Contributing favorably to performance during the 6-month period were the Fund's holdings in semiconductors & semiconductor equipment and insurance and its underweight in automobiles & components. Specific holdings in these groups that helped returns included Broadcom, Applied Materials, Munich Reinsurance, and Arthur J. Gallagher, while not owning Tesla and Intel also assisted performance. Conversely, the Fund's overweight in software & services, underweight in energy, and stock selection in pharmaceuticals, biotechnology & life sciences, software & services, and energy detracted from performance. Owning Atlassian Corp. in software & services hurt returns. Also, the Fund did not own Exxon Mobil or Chevron in energy.

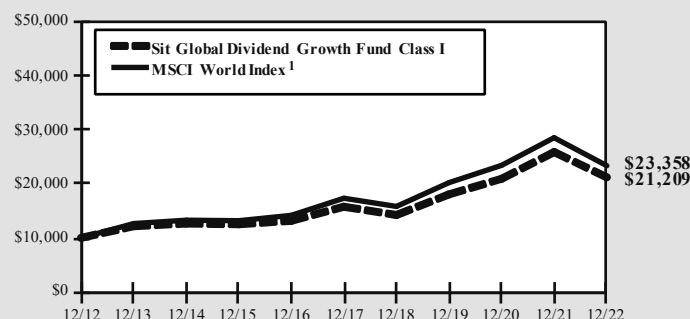
Geographically, the Fund's underweight and stock selection in North America and, additionally, its overweight in the United Kingdom added value during the 6-month period. In North America, owning JPMorgan Chase and Honeywell, while not owning Tesla or Amazon.com helped performance. The Fund also benefited from owning Shell Plc in the United Kingdom. However, the Fund's performance was hurt by stock selections in Asia/Pacific ex Japan and Non-Euroland, namely Atlassian, Singapore Technologies Engineering, and Lonza Group.

Outlook and Positioning

The sharp stock market correction in 2022 has reduced valuation multiples and largely discounts our base case of a mild recession this year. Even so, we expect the market to stay volatile in 2023, as investors shift their focus from inflation to corporate earnings, while economic weakness broadens and exerts substantial pressure on profitability. Accordingly, equity portfolios remain well-diversified, with a quality bias. Our core investment focus remains on selecting quality growth stocks at attractive valuations. Quality, as we define it, refers to companies that have visible earnings growth, solid balance sheets and free cash flow generation, and proven management teams. We favor dividend-paying growth stocks, which allow investors to participate in a market rebound, with somewhat less volatility. Valuation is the other critical component,

HYPOTHETICAL GROWTH OF \$10,000

Sit Global Dividend Growth Fund Class I (GDGIX)
as of December 31, 2022



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years as compared to the performance of the MSCI World Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ The MSCI World Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets. It is not possible to invest directly in an index.

as we evaluate opportunities where price-to-earnings (PE) multiple compression has been excessive relative to earnings growth prospects. We believe three sectors stand out as having both near- and long-term appeal for growth investors: technology, healthcare, and energy.

In 2022, technology stocks experienced their weakest absolute performance since the 2008 global financial crisis and their poorest relative performance since the post-tech bubble decline of 2000. As a result, the sector trades at a more reasonable valuation in relation to underlying profitability, balance sheet strength, and longer-term growth prospects. We believe the healthcare sector offers a good balance of defensive characteristics, driven by positive demographic drivers and above-market earnings growth for 2023 and beyond. Finally, we continue to selectively add energy exposure, as structural supply-side constraints suggest an extended period of elevated, albeit volatile, energy prices.

Roger J. Sit **Raymond E. Sit**
Kent L. Johnson
Portfolio Managers

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

Sit Global Dividend Growth Fund

	Class I	Class S	MSCI World Index ¹
Six Month	2.38%	2.28%	2.97%
One Year	-18.04	-18.26	-18.14
Five Year	6.11	5.84	6.14
Ten Year	7.81	7.54	8.85
Since Inception (9/30/08)	8.24	7.97	7.76

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains. Returns do not reflect the deduction of the 2% redemption fee imposed if shares are redeemed or exchanged within 30 calendar days from their date of purchase. If imposed, the fee would reduce the performance quoted. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ The MSCI World Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets. It is not possible to invest directly in an index.

PORTFOLIO SUMMARY

Class I:

Net Asset Value 12/31/22:	\$20.05	Per Share
Net Asset Value 6/30/22:	\$19.77	Per Share
Net Assets:	\$38.6	Million

Class S:

Net Asset Value 12/31/22:	\$20.04	Per Share
Net Asset Value 6/30/22:	\$19.74	Per Share
Net Assets:	\$3.4	Million

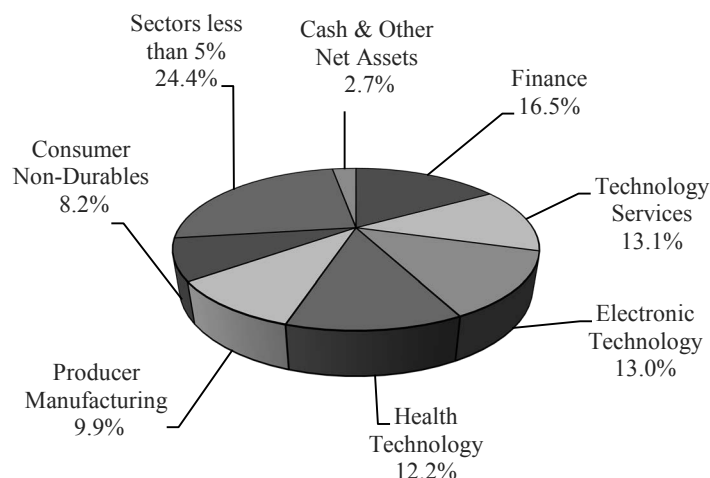
Weighted Average Market Cap:	\$372.4	Billion
------------------------------	---------	---------

TOP 10 HOLDINGS

1. Microsoft Corp.
2. Apple, Inc.
3. Johnson & Johnson
4. Shell, PLC, ADR
5. AstraZeneca, PLC, ADR
6. Broadcom, Inc.
7. JPMorgan Chase & Co.
8. Accenture, PLC
9. PepsiCo, Inc.
10. UnitedHealth Group, Inc.

Based on net assets as of December 31, 2022.

SECTOR ALLOCATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Global Dividend Growth Fund

Investments are grouped by geographic region.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 97.3%			Shell, PLC, ADR	20,525	1,168,899
Asia - 6.0%					5,463,175
Australia - 3.2%			North America - 57.3%		
Atlassian Corp. *	3,525	453,597	United States - 57.3%		
BHP Group, Ltd. ADR	6,150	381,607	Abbott Laboratories	7,400	812,446
Macquarie Group, Ltd.	3,900	443,331	AES Corp.	5,100	146,676
Woodside Energy Group, Ltd., ADR	2,222	53,795	Alphabet, Inc. - Class A *	9,000	794,070
		1,332,330	Apple, Inc.	19,200	2,494,656
Japan - 1.9%			Applied Materials, Inc.	8,175	796,081
Astellas Pharma, Inc.	29,900	457,135	Arthur J Gallagher & Co.	3,775	711,738
Recruit Holdings Co., Ltd.	10,800	343,733	Bank of America Corp.	16,300	539,856
		800,868	Broadcom, Inc.	1,825	1,020,412
Singapore - 0.9%			Cheniere Energy, Inc.	1,325	198,697
Singapore Technologies Engineering, Ltd.	158,600	396,678	Constellation Brands, Inc.	2,750	637,313
Europe - 34.0%			CVS Health Corp.	6,625	617,384
France - 0.6%			Equifax, Inc.	1,000	194,360
Safran SA, ADR	7,700	240,548	Euronet Worldwide, Inc. *	2,800	264,264
Germany - 5.3%			FedEx Corp.	1,950	337,740
Allianz SE, ADR	35,000	750,750	Goldman Sachs Group, Inc.	1,400	480,732
Deutsche Post AG	4,050	152,517	Home Depot, Inc.	2,550	805,443
Infineon Technologies AG	6,425	195,532	Honeywell International, Inc.	3,200	685,760
Muenchener Rueckversicherungs AG	1,500	488,125	Johnson & Johnson	6,925	1,223,301
Siemens AG	4,350	603,663	JPMorgan Chase & Co.	7,350	985,635
Siemens Energy AG	1,600	30,101	Lockheed Martin Corp.	1,565	761,357
		2,220,688	McDonald's Corp.	1,860	490,166
Ireland - 5.5%			Microsoft Corp.	10,725	2,572,069
Accenture, PLC	3,675	980,637	Mondelez International, Inc.	7,100	473,215
Linde, PLC	1,475	481,115	Otis Worldwide Corp.	3,875	303,451
Medtronic, PLC	6,200	481,864	PepsiCo, Inc.	4,875	880,718
Trane Technologies, PLC	2,175	365,596	Salesforce, Inc. *	725	96,128
		2,309,212	Sherwin-Williams Co.	1,875	444,994
Spain - 1.7%			Starbucks Corp.	2,950	292,640
Iberdrola SA	60,400	706,681	T Rowe Price Group, Inc.	2,450	267,197
Sweden - 0.8%			Thermo Fisher Scientific, Inc.	1,175	647,061
Telefonaktiebolaget LM Ericsson, ADR	57,600	336,384	Union Pacific Corp.	4,050	838,634
Switzerland - 7.1%			UnitedHealth Group, Inc.	1,625	861,542
Chubb, Ltd.	2,650	584,590	Waste Management, Inc.	5,100	800,088
Logitech International SA	9,625	599,156	WEC Energy Group, Inc.	6,150	576,624
Lonza Group AG	950	465,522			24,052,448
Nestle SA	6,075	703,916	Total Common Stocks		40,852,633
Partners Group Holding AG	725	640,437	(cost: \$25,895,489)		
		2,993,621	Short-Term Securities - 2.6%		
United Kingdom - 13.0%			Fidelity Inst. Money Mkt. Gvt. Fund, 4.06%	1,076,206	1,076,206
AstraZeneca, PLC, ADR	15,400	1,044,120	(cost \$1,076,206)		
BAE Systems, PLC	74,675	772,782	Total Investments in Securities - 99.9%		41,928,839
Compass Group, PLC	9,700	224,862	(cost \$26,971,695)		
Diageo, PLC, ADR	4,225	752,853	Other Assets and Liabilities, net - 0.1%		60,390
Glencore, PLC, ADR	6,500	86,580	Net Assets - 100.0%		\$41,989,229
London Stock Exchange Group, PLC	6,875	593,111			
Man Group, PLC	162,675	420,275			
RELX, PLC	14,450	399,693			

See accompanying notes to financial statements.

* Non-income producing security.

ADR — American Depositary Receipt

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			Total (\$)
	Level 1 Quoted Prices (\$)	Level 2 Other significant observable inputs (\$)	Level 3 Significant unobservable inputs (\$)	
Common Stocks				
Australia	1,332,330	—	—	1,332,330
France	240,548	—	—	240,548
Germany	2,220,688	—	—	2,220,688
Ireland	2,309,212	—	—	2,309,212
Japan	800,868	—	—	800,868
Singapore	396,678	—	—	396,678
Spain	706,681	—	—	706,681
Sweden	336,384	—	—	336,384
Switzerland	2,993,621	—	—	2,993,621
United Kingdom	5,463,175	—	—	5,463,175
United States	24,052,448	—	—	24,052,448
Short-Term Securities	1,076,206	—	—	1,076,206
Total:	41,928,839	—	—	41,928,839

Level 1 securities of foreign issuers are primarily American Depositary Receipts (ADRs), Public Limited Companies (PLCs) or Global Depositary Receipts (GDRs). There were no transfers into or out of level 3 during the reporting period.

See accompanying notes to financial statements.

Sit Large Cap Growth Fund

OBJECTIVE & STRATEGY

The objective of the Sit Large Cap Growth Fund is to maximize long-term capital appreciation. The Fund pursues this objective by investing at least 80% of its net assets in the common stocks of domestic growth companies with capitalizations of \$5 billion or more at the time of purchase.

Fund Performance

The Sit Large Cap Growth Fund's return was -0.99% during the 6-month period ended December 31, 2022, compared to a -1.48% return for the Russell 1000® Growth Index. The S&P 500® Index return for the period was +2.31%.

Factors that Influenced the Fund's Performance

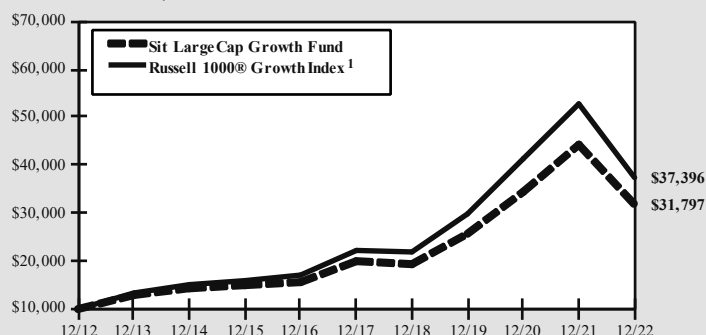
The Fund outperformed its benchmark, the Russell 1000® Growth Index, over the time horizon. The largest contributor to performance over the 6-month period was the Fund's stock selection and underweight position in the consumer durables sector, where the group drastically underperformed the market, as many companies here were negatively impacted by worsening consumer sentiment and higher interest rates. As for stock selection in the sector, both YETI Holdings and Activision Blizzard outperformed the sector, while not owning Tesla augmented returns. Another key factor in outperformance was an overweight position in the energy minerals sector, where stocks benefitted from increasing commodity prices. A key holding here was ConocoPhillips. Stock selection and an overweight position in health services also added to returns, as Covid-19's infection rates subsided, giving rise to resumed growth in elective care procedures, and as lower inflation and stronger pricing boosted margins. This benefited holdings, such as HCA Healthcare. The two largest detractors to performance were the Fund's stock selection and overweight position in technology services and its stock selection and underweight position in health technology. Technology services holdings were negatively impacted by concerns over slowing growth, while health technology holdings, although they posted positive returns, did not keep pace with benchmark sector returns.

Outlook and Positioning

An emphasis on stock picking relative to executing large sector bets is core to our strategy, as we do not see a case for sectoral valuation dislocations currently. Despite its quality orientation, the technology sector has significantly lagged the overall market, as "risk-off" market sentiment and slowing growth in key subsectors led to a massive re-rating. A sizable contraction in price-to-earnings (PE) multiples largely drove the 2022 weakness. As a result, the sector trades at a more reasonable valuation relative to underlying profitability, balance sheet strength, and longer-term growth prospects. While it may be too early to aggressively add to the sector, as earnings revisions will likely stay negative in the short term, long-term growth prospects remain promising. The sector's

HYPOTHETICAL GROWTH OF \$10,000

Sit Large Cap Growth Fund (SNIGX)
as of December 31, 2022.



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years as compared to the performance of the Russell 1000® Growth Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ Russell 1000® Growth Index is an unmanaged index that measures the performance of those Russell 1000 Index companies with higher price-to-book ratios and higher forecasted growth values. It is not possible to invest directly in an index. This is the Fund's primary index.

growth drivers are secular and multifaceted, including cloud computing, artificial intelligence, cybersecurity, data analytics, automation, and the simple fact that electronic content (i.e., chips) is increasing in virtually all devices and equipment. Furthermore, we expect the slowdown in the economy, coupled with shortages of workers in many sectors, will drive corporations toward productivity solutions, including automation, digital transformation (to streamline workflows), and cloud computing (to reduce hardware and labor costs). Although consumer spending remained resilient throughout the second half of 2022, leading indicators, such as the savings rate, are signaling that discretionary consumer spending is set to slow into 2023, and it will be a difficult year for retailers and service providers in this space. Accordingly, the Fund continues to underweight retail.

Roger J. Sit
Ronald D. Sit
Portfolio Managers

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

	Sit Large Cap Growth Fund	Russell 1000® Growth Index ¹	Russell 1000® Index ²
Six Month	-0.99%	-1.48%	2.30%
One Year	-28.18	-29.14	-19.13
Five Year	9.74	10.96	9.13
Ten Year	12.26	14.10	12.37
Since Inception ³ (9/2/82)	10.15	11.33	11.58

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains. Returns do not reflect the deduction of the 2% redemption fee imposed if shares are redeemed or exchanged within 30 calendar days from their date of purchase. If imposed, the fee would reduce the performance quoted. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ Russell 1000® Growth Index is an unmanaged index that measures the performance of those Russell 1000 Index companies with higher price-to-book ratios and higher forecasted growth values. It is not possible to invest directly in an index.

² Russell 1000® Index is an unmanaged index that measures the performance of approximately 1,000 of the largest U.S. companies by market capitalization.

³ On 6/6/93, the Fund's investment objective changed to allow for a portfolio of 100% stocks. Prior to that time, the portfolio was required to contain no more than 80% stocks.

PORTFOLIO SUMMARY

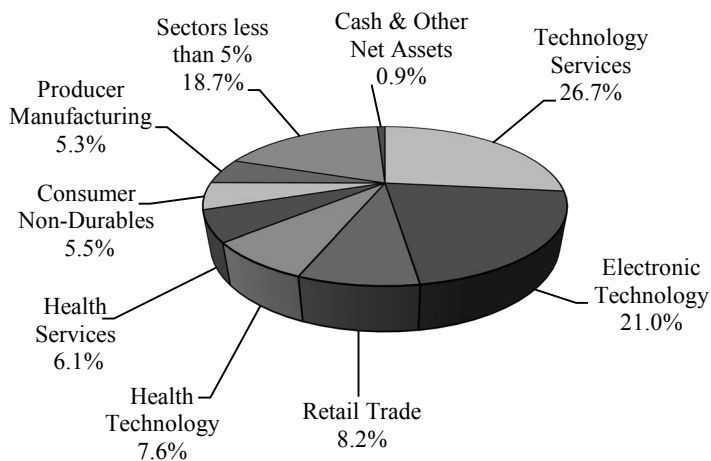
Net Asset Value 12/31/22:	\$46.07	Per Share
Net Asset Value 6/30/22:	\$48.29	Per Share
Net Assets:	\$132.1	Million
Weighted Average Market Cap:	\$621.2	Billion

TOP HOLDINGS

1. Apple, Inc.
2. Microsoft Corp.
3. Alphabet, Inc.
4. UnitedHealth Group, Inc.
5. Amazon.com, Inc.
6. Broadcom, Inc.
7. NVIDIA Corp.
8. Applied Materials, Inc.
9. ConocoPhillips
10. Thermo Fisher Scientific, Inc.

Based on net assets as of December 31, 2022.

SECTOR ALLOCATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Large Cap Growth Fund

Investments are grouped by economic sectors.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 99.1%			Process Industries - 2.2%		
Commercial Services - 0.7%			Darling Ingredients, Inc. *	13,700	857,483
Equifax, Inc.	4,400	855,184	Linde, PLC	2,650	864,377
Communications - 1.1%			Sherwin-Williams Co.	5,225	1,240,049
American Tower Corp.	6,950	1,472,427			2,961,909
Consumer Durables - 1.2%			Producer Manufacturing - 5.3%		
Activision Blizzard, Inc.	8,250	631,537	Aptiv, PLC *	7,275	677,521
YETI Holdings, Inc. *	23,950	989,375	Honeywell International, Inc.	8,425	1,805,477
		1,620,912	Northrop Grumman Corp.	3,475	1,895,995
Consumer Non-Durables - 5.5%			Parker-Hannifin Corp.	3,950	1,149,450
Constellation Brands, Inc.	7,425	1,720,744	Siemens AG, ADR	21,675	1,491,023
Estee Lauder Cos., Inc. - Class A	7,600	1,885,636			7,019,466
Mondelez International, Inc.	12,850	856,453	Retail Trade - 8.2%		
NIKE, Inc.	9,050	1,058,940	Amazon.com, Inc. *	63,000	5,292,000
PepsiCo, Inc.	10,000	1,806,600	Home Depot, Inc.	8,425	2,661,121
		7,328,373	Lululemon Athletica, Inc. *	4,425	1,417,681
Consumer Services - 3.5%			TJX Cos., Inc.	18,075	1,438,770
McDonald's Corp.	6,650	1,752,475			10,809,572
Visa, Inc.	13,650	2,835,924	Technology Services - 26.7%		
		4,588,399	Accenture, PLC	10,200	2,721,768
Electronic Technology - 21.0%			Adobe, Inc. *	6,250	2,103,313
Apple, Inc.	123,875	16,095,079	Alphabet, Inc. - Class A *	12,500	1,102,875
Applied Materials, Inc.	30,000	2,921,400	Alphabet, Inc. - Class C *	73,500	6,521,655
Broadcom, Inc.	7,800	4,361,214	Atlassian Corp. *	7,675	987,619
NVIDIA Corp.	22,700	3,317,378	Autodesk, Inc. *	7,700	1,438,899
Palo Alto Networks, Inc. *	2,400	334,896	EPAM Systems, Inc. *	725	237,611
QUALCOMM, Inc.	6,325	695,370	Intuit, Inc.	5,200	2,023,944
		27,725,337	Microsoft Corp.	57,600	13,813,632
Energy Minerals - 2.5%			Paycom Software, Inc. *	2,500	775,775
Chevron Corp.	2,100	376,929	salesforce.com, Inc. *	15,225	2,018,683
ConocoPhillips	24,600	2,902,800	ServiceNow, Inc. *	2,275	883,314
		3,279,729	Splunk, Inc. *	8,100	697,329
Finance - 2.7%					35,326,417
Chubb, Ltd.	5,050	1,114,030	Transportation - 2.4%		
Goldman Sachs Group, Inc.	5,150	1,768,407	FedEx Corp.	7,575	1,311,990
JPMorgan Chase & Co.	4,900	657,090	Union Pacific Corp.	9,200	1,905,044
		3,539,527			3,217,034
Health Services - 6.1%			Utilities - 0.8%		
Centene Corp. *	16,425	1,347,014	NextEra Energy, Inc.	13,100	1,095,160
HCA Healthcare, Inc.	5,850	1,403,766			
UnitedHealth Group, Inc.	10,125	5,368,073	Total Common Stocks		
		8,118,853	(cost: \$59,658,961)		130,983,578
Health Technology - 7.6%			Short-Term Securities - 0.9%		
Abbott Laboratories	15,500	1,701,745	Fidelity Inst. Money Mkt. Gvt. Fund, 4.06%	1,202,961	1,202,961
Dexcom, Inc. *	22,000	2,491,280	(cost \$1,202,961)		
Johnson & Johnson	9,400	1,660,510	Total Investments in Securities - 100.0%		
Medtronic, PLC	15,825	1,229,919	(cost \$60,861,922)		132,186,539
Thermo Fisher Scientific, Inc.	5,250	2,891,122	Other Assets and Liabilities, net - (0.0)%		
		9,974,576			(58,692)
Industrial Services - 1.6%			Net Assets - 100.0%		
Cheniere Energy, Inc.	13,675	2,050,703			\$132,127,847

* Non-income producing security.

See accompanying notes to financial statements.

ADR — American Depositary Receipt

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			Total (\$)
	Level 1 Quoted Prices (\$)	Level 2 Other significant observable inputs (\$)	Level 3 Significant unobservable inputs (\$)	
Common Stocks**	130,983,578	—	—	130,983,578
Short-Term Securities	1,202,961	—	—	1,202,961
Total:	132,186,539	—	—	132,186,539

** For equity securities categorized in a single level, refer to the Schedule of Investments for further breakdown.

There were no transfers into or out of level 3 during the reporting period.

Sit ESG Growth Fund - Class I and Class S

OBJECTIVE & STRATEGY

The objective of the Sit ESG Growth Fund is to maximize long-term capital appreciation. The Fund seeks to achieve its objectives by investing, under normal market conditions, at least 80% of its net assets in companies that the Adviser believes have strong environmental, social and corporate governance (ESG) practices at the time of purchase. The Fund invests in common stocks of U.S. and foreign companies, primarily of large to medium capitalizations (companies with market capitalization in excess of \$2 billion).

Fund Performance

The Sit ESG Growth Fund Class I shares provided a return of +2.69% during the 6-month period ended December 31, 2022, compared to the return of the MSCI World Index® of +2.97%.

Factors that Influenced the Fund's Performance

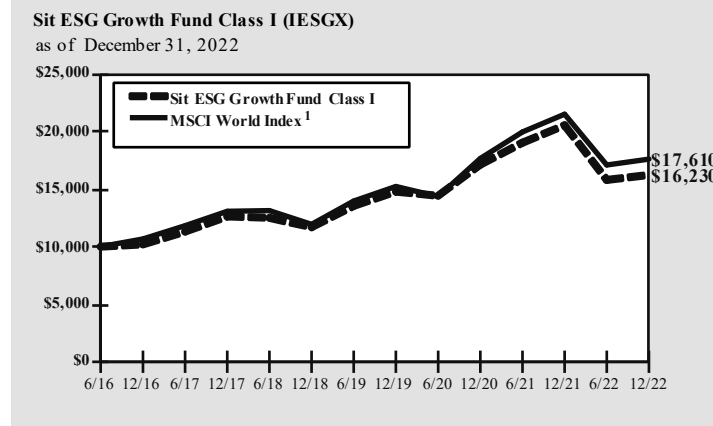
Contributing favorably to performance during the 6-month period were the Fund's holdings in retailing and utilities, and its underweight in automobiles & components. Specific holdings in these groups that helped returns included TJX Cos., Home Depot, AES Corp., and Iberdrola SA Sponsored ADR, while not owning Amazon.com and Tesla also enhanced performance. Conversely, the Fund's overweight and stock selection in software & services, its underweight in energy, and its stock selection in consumer durables & apparel detracted from performance. Owning Alphabet Class A, Salesforce, and Microsoft in software & services and Adidas AG Sponsored ADR in consumer durables & apparel, while not owning Exxon Mobil or Chevron in energy, hurt returns.

Geographically, the Fund's underweight and stock selection in North America added value during the 6-month period. Specific holdings that helped performance included DexCom, Trane Technologies plc, TJX Cos., and Goldman Sachs Group. Also, not owning Amazon.com and Meta Platforms Class A aided returns. However, the Fund's performance was hurt by stock selection in Non-Euroland and Japan, and by both stock selection and an underweight in Asia/Pacific ex Japan. Specific names that detracted from returns included Lonza Group AG, Terumo Corp., and Singapore Technologies Engineering.

Outlook and Positioning

The sharp stock market correction in 2022 has reduced valuation multiples and largely discounts our base case of a mild recession this year. Even so, we expect the market to stay volatile in 2023, as investors shift their focus from inflation to corporate earnings, while economic weakness broadens and exerts substantial pressure on profitability. Accordingly, equity portfolios remain well-diversified, with a quality bias. Our core investment focus remains on selecting quality growth stocks at attractive valuations. Quality, as we define it, refers to companies that have visible earnings growth, solid balance sheets and free cash flow generation, and proven management teams. Valuation is the other critical component, as we evaluate opportunities where price-to-earnings (PE) multiple compression has been excessive relative to earnings growth prospects. While portfolios continue to hold a combination of cyclical and non-cyclical companies, we plan to pivot to a pro-cyclical stance as the expected economic slowdown becomes fully embedded

HYPOTHETICAL GROWTH OF \$10,000



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years (or for the life of the Fund if shorter) as compared to the performance of the MSCI World Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ The MSCI World Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets. It is not possible to invest directly in an index. This is the Fund's primary index.

in valuations. We believe three sectors stand out as having both near- and long-term appeal for growth investors: technology, healthcare, and energy. In 2022, technology stocks experienced their weakest absolute performance since the 2008 global financial crisis and their poorest relative performance since the post-tech bubble decline of 2000. As a result, the sector trades at a more reasonable valuation relative to underlying profitability, balance sheet strength, and longer-term growth prospects. We believe the healthcare sector offers a good balance of defensive characteristics, driven by positive demographic drivers and above-market earnings growth for 2023 and beyond. Finally, we also continue to selectively add energy exposure, as structural supply-side constraints suggest an extended period of elevated, albeit volatile, energy prices.

Roger J. Sit
David A. Brown
Kent L. Johnson
Michael T. Manns
Portfolio Managers

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

	Sit ESG Growth Fund		MSCI World Index¹
	Class I	Class S	
Six Month	2.69%	2.58%	2.97%
One Year	-21.00	-21.24	-18.14
Five Year	5.16	4.87	6.14
Since Inception (6/30/16)	7.73	7.45	9.09

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ The MSCI World Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets. It is not possible to invest directly in an index.

PORTFOLIO SUMMARY

Class I:

Net Asset Value 12/31/22:	\$14.79	Per Share
Net Asset Value 6/30/22:	\$14.87	Per Share
Net Assets:	\$3.8	Million

Class S:

Net Asset Value 12/31/22:	\$14.66	Per Share
Net Asset Value 6/30/22:	\$14.74	Per Share
Net Assets:	\$3.8	Million

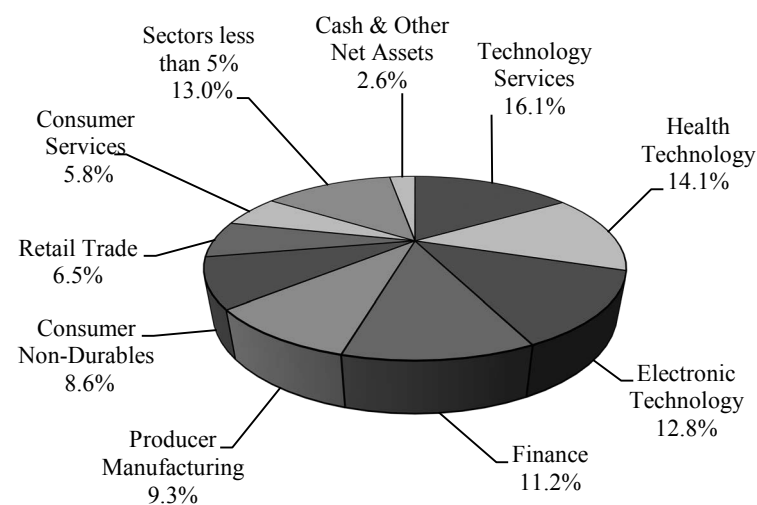
Weighted Average Market Cap:	\$389.6	Billion
------------------------------	---------	---------

TOP HOLDINGS

1. Microsoft Corp.
2. Apple, Inc.
3. UnitedHealth Group, Inc.
4. Home Depot, Inc.
5. Alphabet, Inc. - Class A
6. Johnson & Johnson
7. Goldman Sachs Group, Inc.
8. AstraZeneca, PLC, ADR
9. Iberdrola SA, ADR
10. Allianz SE, ADR

Based on net assets as of December 31, 2022.

SECTOR ALLOCATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit ESG Growth Fund

Investments are grouped by geographic region.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 97.4%					
Asia - 7.6%					
Japan - 6.6%			North America - 51.8%		
Astellas Pharma, Inc.	6,400	97,848	United States - 51.8%		
Keyence Corp.	200	78,360	Adobe, Inc. *	450	151,439
Recruit Holdings Co., Ltd.	3,100	98,665	AES Corp.	3,025	86,999
Sony Group Corp., ADR	1,925	146,839	Alphabet, Inc. - Class A *	2,500	220,575
Terumo Corp.	2,600	74,212	Apple, Inc.	3,600	467,748
		495,924	Broadcom, Inc.	75	41,935
			Cheniere Energy, Inc.	490	73,480
Singapore - 1.0%			CVS Health Corp.	1,550	144,445
Singapore Technologies Engineering, Ltd.	31,200	78,035	Dexcom, Inc. *	1,080	122,299
Europe - 38.0%			Ecolab, Inc.	325	47,307
France - 1.6%			FedEx Corp.	375	64,950
Faurecia SE *	2,358	35,666	Goldman Sachs Group, Inc.	600	206,028
Safran SA, ADR	2,750	85,910	Home Depot, Inc.	745	235,316
		121,576	Johnson & Johnson	1,175	207,564
			JPMorgan Chase & Co.	1,075	144,157
Germany - 6.5%			Lockheed Martin Corp.	185	90,001
Allianz SE, ADR	8,800	188,760	Microsoft Corp.	2,000	479,640
Deutsche Post AG	1,550	58,370	NIKE, Inc.	850	99,458
Infineon Technologies AG	1,225	37,280	NVIDIA Corp.	1,000	146,140
Muenchener Rueckversicherungs AG	275	89,490	PepsiCo, Inc.	875	158,077
Siemens AG, ADR	1,775	122,102	salesforce.com, Inc. *	850	112,702
		496,002	Starbucks Corp.	1,000	99,200
			T Rowe Price Group, Inc.	475	51,803
Ireland - 5.8%			TJX Cos., Inc.	1,380	109,848
Accenture, PLC	575	153,433	UnitedHealth Group, Inc.	500	265,090
CRH, PLC, ADR	1,200	47,748	Visa, Inc.	475	98,686
Medtronic, PLC	1,225	95,207			3,924,887
Trane Technologies, PLC	875	147,079			
		443,467	Total Common Stocks		
			(cost: \$5,256,105)		
Netherlands - 0.5%			Short-Term Securities - 2.5%		
ASML Holding NV	65	35,516	Fidelity Inst. Money Mkt. Gvt. Fund, 4.06%		
			(cost \$190,166)		
Spain - 2.5%				190,166	190,166
Iberdrola SA, ADR	4,050	189,378	Total Investments in Securities - 99.9%		
			(cost \$5,446,271)		
Sweden - 0.9%			Other Assets and Liabilities, net - 0.1%		
Telefonaktiebolaget LM Ericsson, ADR	11,175	65,262			
			Net Assets - 100.0%		
Switzerland - 6.5%					
Chubb, Ltd.	250	55,150			
Logitech International SA	1,550	96,488			
Lonza Group AG	185	90,654			
Nestle SA, ADR	1,200	138,408			
Novartis AG, ADR	1,200	108,864			
		489,564			
United Kingdom - 13.7%					
AstraZeneca, PLC, ADR	2,950	200,010			
BAE Systems, PLC, ADR	3,500	147,507			
Coca-Cola Europacific Partners, PLC	2,100	116,172			
Compass Group, PLC	1,800	41,727			
Diageo, PLC, ADR	785	139,879			
Entain, PLC	4,300	68,698			
Man Group, PLC	44,850	115,871			
RELX, PLC, ADR	4,700	130,284			

* Non-income producing security.

ADR — American Depositary Receipt

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

See accompanying notes to financial statements.

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			Total (\$)
	Level 1 Quoted Prices (\$)	Level 2 Other significant observable inputs (\$)	Level 3 Significant unobservable inputs (\$)	
Common Stocks				
France	121,576	—	—	121,576
Germany	496,002	—	—	496,002
Ireland	443,467	—	—	443,467
Japan	495,924	—	—	495,924
Netherlands	35,516	—	—	35,516
Singapore	78,035	—	—	78,035
Spain	189,378	—	—	189,378
Sweden	65,262	—	—	65,262
Switzerland	489,564	—	—	489,564
United Kingdom	1,034,592	—	—	1,034,592
United States	3,924,887	—	—	3,924,887
Short-Term Securities	190,166	—	—	190,166
Total:	7,564,369	—	—	7,564,369

Level 1 securities of foreign issuers are primarily American Depositary Receipts (ADRs), Public Limited Companies (PLCs) or Global Depositary Receipts (GDRs). There were no transfers into or out of level 3 during the reporting period.

Sit Mid Cap Growth Fund

OBJECTIVE & STRATEGY

The objective of the Sit Mid Cap Growth Fund is to maximize long-term capital appreciation. The Fund pursues this objective by investing at least 80% of its net assets in common stocks that, at the time of purchase, have market capitalizations that fall within the range of companies included in the Russell Midcap® Growth Index during the most recent 12-month period. The Russell Midcap® Growth Index ranged from approximately \$406 million to \$74 billion during the 12-month period ended December 31, 2022.

Fund Performance

The Sit Mid Cap Growth Fund's return during the 6-month period ended December 31, 2022 was +7.90%, compared to a +6.20% return for the Russell Midcap® Growth Index. The Russell Midcap® Index increased +5.43% during the period.

Factors that Influenced the Fund's Performance

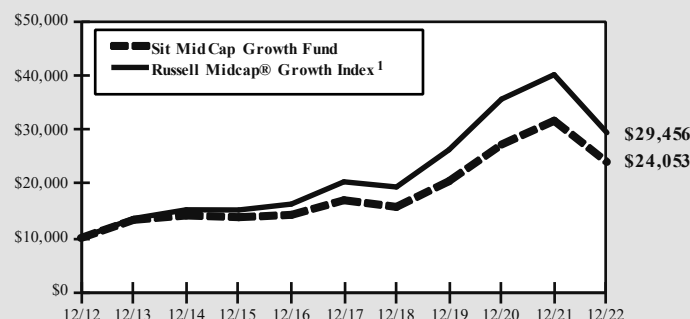
The Fund outperformed its benchmark during the latest 6-month period by +1.70%, as both stock selection and sector allocation were broadly positive across the portfolio. The health technology sector was a key source of outperformance in the Fund. An overweight position combined with owning equities that benefitted from the subsiding of the Covid-19 pandemic and had strong pricing power, such as DexCom and Sarepta Therapeutics, benefited healthcare performance. Stock selection within the technology services sector also helped returns, due to ownership of SAIC and PTC, while avoiding more speculative names within the benchmark augmented returns. Likewise, stock selection within the producer manufacturing sector contributed to performance, as Hubble, AGCO, and AMETEK benefited from strong pricing power and strength in the industrial and farm economies. In addition, the Fund benefitted from being underweight the retail trade sector, where many equities underperformed due to concerns over declining consumer sentiment; however, selective holdings of companies that offer the consumer a strong value proposition, such as TJX Cos., added to performance. Performance was negatively affected by the Fund's stock selection in electronic technology, non-energy minerals, and industrial services. In electronic technology, valuations of higher priced stocks declined as investors began to price in higher interest rates. Also, semiconductor stocks, such as Marvell Technology, fell as demand for chips weakened, while supplies remained high. In non-energy minerals, Trex underperformed due to its exposure to household spending. Jacobs Solutions lagged in industrial services because of external factors, such as global geopolitical tensions and trade wars, and concerns about the company's ability to sustain its growth long-term.

Outlook and Positioning

After a difficult year for markets, investors are increasingly pessimistic about prospects for 2023, as the Federal Reserve looks set to continue raising interest rates, even as leading indicators, such as purchasing managers' indexes (PMIs), continue to worsen. Accordingly, our investment focus remains on high quality companies with exposure to long-

HYPOTHETICAL GROWTH OF \$10,000

Sit Mid Cap Growth Fund (NBNGX)
as of December 31, 2022



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years as compared to the performance of the Russell Midcap® Growth Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ Russell Midcap® Growth Index is an unmanaged index that measures the performance of those Russell Midcap Index companies with higher price-to-book ratios and higher forecasted growth values. It is not possible to invest directly in an index. This is the Fund's primary index.

term, secular growth trends at discounted valuations – such as exceptional companies in the technology sector. We believe the healthcare sector offers a good balance of defensive characteristics, driven by positive demographic drivers and above-market earnings growth for 2023 and beyond. However, despite these positive fundamentals, the sector trades at a significant discount to the slower-growing, similarly-defensive consumer staples and utilities sectors. As we begin 2023, the factors that negatively impacted earnings growth, including supply chain issues, a high Covid-19 prevalence, and a strong U.S. dollar, have reversed. Moreover, industry sentiment has improved with the rollback of biopharmaceutical product pricing risk afforded by the passage of the Inflation Reduction Act, strong 2023 Medicare Advantage enrollment benefiting the managed care industry, and a robust pipeline of new product launches supporting the medical device industry.

Roger J. Sit
Kent L. Johnson
Robert W. Sit
Portfolio Managers

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

	Sit Mid Cap Growth Fund	Russell Midcap® Growth Index ¹	Russell Midcap® Index ²
Six Month	7.90%	6.20%	5.43%
One Year	-24.03	-26.72	-17.32
Five Year	7.23	7.64	7.10
Ten Year	9.17	11.41	10.96
Since Inception (9/2/82)	10.99	n/a	n/a

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ Russell Midcap® Growth Index is an unmanaged index that measures the performance of those Russell Midcap Index companies with higher price-to-book ratios and higher forecasted growth values. It is not possible to invest directly in an index.

² Russell Midcap® Index is an unmanaged index that measures the performance of approximately 800 of the smallest companies in the Russell 1000® Index.

PORTFOLIO SUMMARY

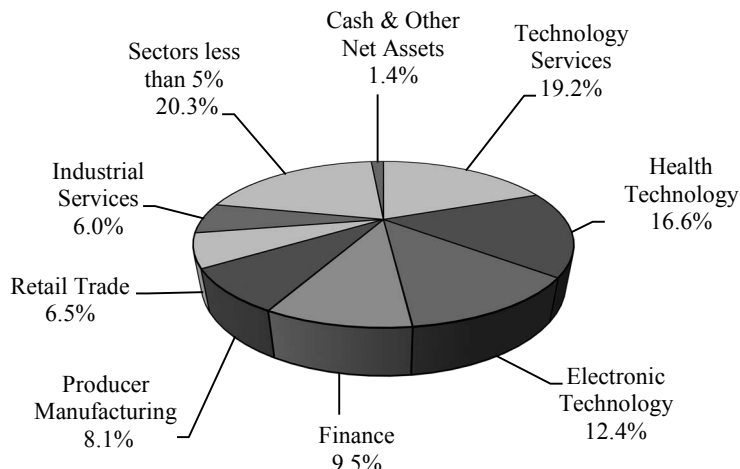
Net Asset Value 12/31/22:	\$17.76	Per Share
Net Asset Value 6/30/22:	\$16.96	Per Share
Net Assets:	\$170.1	Million
Weighted Average Market Cap:	\$34.2	Billion

TOP 10 HOLDINGS

1. Arista Networks, Inc.
2. Dexcom, Inc.
3. Broadcom, Inc.
4. PTC, Inc.
5. Ulta Beauty, Inc.
6. Thermo Fisher Scientific, Inc.
7. TJX Cos., Inc.
8. Waste Connections, Inc.
9. Nexstar Media Group, Inc.
10. Arthur J Gallagher & Co.

Based on net assets as of December 31, 2022.

SECTOR ALLOCATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Mid Cap Growth Fund

Investments are grouped by economic sectors.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 98.6%			Jazz Pharmaceuticals, PLC *	5,700	908,067
Commercial Services - 3.0%			PerkinElmer, Inc.	6,700	939,474
ASGN, Inc. *	13,525	1,102,017	Sarepta Therapeutics, Inc. *	18,275	2,368,075
Booz Allen Hamilton Holding Corp.	29,450	3,078,114	Thermo Fisher Scientific, Inc.	8,100	4,460,589
Equifax, Inc.	4,300	835,748			28,265,571
		5,015,879	Industrial Services - 6.0%		
Consumer Durables - 1.3%			Cheniere Energy, Inc.	20,000	2,999,200
Take-Two Interactive Software, Inc. *	4,892	509,404	Jacobs Solutions, Inc.	27,800	3,337,946
YETI Holdings, Inc. *	42,000	1,735,020	Waste Connections, Inc.	29,400	3,897,264
		2,244,424			10,234,410
Consumer Non-Durables - 1.3%			Non-Energy Minerals - 1.0%		
Coca-Cola Europacific Partners, PLC	40,700	2,251,524	Trex Co., Inc. *	38,625	1,634,996
Consumer Services - 3.2%			Process Industries - 1.3%		
Nexstar Media Group, Inc.	20,650	3,614,370	Darling Ingredients, Inc. *	36,450	2,281,406
Vail Resorts, Inc.	7,700	1,835,295	Producer Manufacturing - 8.1%		
		5,449,665	AGCO Corp.	12,700	1,761,363
Electronic Technology - 12.4%			AMETEK, Inc.	14,675	2,050,391
Applied Materials, Inc.	28,275	2,753,419	Aptiv, PLC *	8,800	819,544
Arista Networks, Inc. *	44,850	5,442,548	Carlisle Cos., Inc.	11,975	2,821,909
Broadcom, Inc.	9,100	5,088,083	Donaldson Co., Inc.	22,950	1,351,066
Ciena Corp. *	16,525	842,444	Dover Corp.	21,875	2,962,094
Marvell Technology, Inc.	47,850	1,772,364	Hubbell, Inc.	8,850	2,076,918
MKS Instruments, Inc.	15,100	1,279,423			13,843,285
Monolithic Power Systems, Inc.	5,400	1,909,494	Retail Trade - 6.5%		
Skyworks Solutions, Inc.	21,400	1,950,182	Lululemon Athletica, Inc. *	6,300	2,018,394
		21,037,957	TJX Cos., Inc.	55,175	4,391,930
Energy Minerals - 3.2%			Ulta Beauty, Inc. *	9,700	4,549,979
Northern Oil & Gas, Inc.	73,100	2,252,942			10,960,303
Oasis Petroleum, Inc.	18,850	2,578,869	Technology Services - 19.2%		
Texas Pacific Land Corp.	240	562,615	Altair Engineering, Inc. *	24,800	1,127,656
		5,394,426	ANSYS, Inc. *	10,750	2,597,092
Finance - 9.5%			Aspen Technology, Inc. *	8,358	1,716,733
Air Lease Corp.	32,900	1,264,018	Atlassian Corp. *	16,950	2,181,126
American Financial Group, Inc.	7,325	1,005,576	Autodesk, Inc. *	14,800	2,765,676
Ameriprise Financial, Inc.	10,000	3,113,700	Booking Holdings, Inc. *	450	906,876
Arthur J Gallagher & Co.	18,900	3,563,406	Dynatrace, Inc. *	65,375	2,503,863
Carlyle Group, Inc.	85,700	2,557,288	EPAM Systems, Inc. *	3,000	983,220
First Republic Bank	16,550	2,017,279	Euronet Worldwide, Inc. *	16,075	1,517,158
Intercontinental Exchange, Inc.	25,300	2,595,527	Globant SA *	6,975	1,172,916
		16,116,794	GoDaddy, Inc. *	27,075	2,025,752
Health Services - 4.0%			HubSpot, Inc. *	7,650	2,211,844
Encompass Health Corp.	47,600	2,846,956	Paycom Software, Inc. *	7,600	2,358,356
Molina Healthcare, Inc. *	4,475	1,477,734	PTC, Inc. *	39,600	4,753,584
Tenet Healthcare Corp. *	50,950	2,485,851	Science Applications International Corp.	18,150	2,013,380
		6,810,541	Splunk, Inc. *	20,900	1,799,281
Health Technology - 16.6%					32,634,513
Align Technology, Inc. *	6,025	1,270,672	Transportation - 1.3%		
BioMarin Pharmaceutical, Inc. *	23,500	2,432,015	Alaska Air Group, Inc. *	17,300	742,862
Bio-Techne Corp.	25,600	2,121,728	Knight-Swift Transportation Holdings, Inc.	28,500	1,493,685
Cooper Cos, Inc.	4,250	1,405,347			2,236,547
Dexcom, Inc. *	48,040	5,440,050			
Exact Sciences Corp. *	29,650	1,467,972			
Inmode, Ltd. *	55,400	1,977,780			
Insulet Corp. *	11,800	3,473,802			

See accompanying notes to financial statements.

Name of Issuer	Quantity	Fair Value (\$)
Utilities - 0.7%		
WEC Energy Group, Inc.	12,800	<u>1,200,128</u>
Total Common Stocks (cost: \$94,833,208)		<u>167,612,369</u>
Short-Term Securities - 1.5%		
Fidelity Inst. Money Mkt. Gvt. Fund, 4.06% (cost \$2,601,720)	2,601,720	<u>2,601,720</u>
Total Investments in Securities - 100.1% (cost \$97,434,928)		170,214,089
Other Assets and Liabilities, net - (0.1)%		<u>(143,958)</u>
Net Assets - 100.0%		<u><u>\$170,070,131</u></u>

* Non-income producing security.

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			
	Level 1 Quoted Prices (\$)	Level 2 Other significant observable inputs (\$)	Level 3 Significant unobservable inputs (\$)	Total (\$)
Common Stocks**	167,612,369	—	—	167,612,369
Short-Term Securities	2,601,720	—	—	2,601,720
Total:	<u>170,214,089</u>	<u>—</u>	<u>—</u>	<u>170,214,089</u>

** For equity securities categorized in a single level, refer to the Schedule of Investments for further breakdown.

There were no transfers into or out of level 3 during the reporting period.

See accompanying notes to financial statements.

Sit Small Cap Dividend Growth Fund Class I and Class S

OBJECTIVE & STRATEGY

The objectives of the Sit Small Cap Dividend Growth Fund is to provide current income that exceeds the Fund's benchmark index and that grows over a period of years. Secondly the Fund seeks long-term capital appreciation. The Fund seeks to achieve its objectives by investing, under normal market conditions, at least 80% of its net assets in small cap dividend-paying common stocks that have market capitalizations at the time of purchase of up to \$3.0 billion, or up to the market capitalization of the largest company included in the Russell 2000® Index measured at the end of the previous twelve months (\$25.5 billion as of June 30, 2022). The Fund may invest the balance of its assets in preferred stocks, convertible bonds, U.S. Treasury securities (including Treasury bills, notes and bonds), closed-end investment companies, and master limited partnerships.

Fund Performance

The Sit Small Cap Dividend Growth Fund Class I posted a +6.19% return during the 6-month period ended December 31, 2022, compared to the +3.91% return for the Russell 2000® Index. The Fund's gross dividend yield (before deducting Fund expenses) was 2.06% as of 12/31/22, compared to a yield of 1.48% for the Russell 2000® Index.

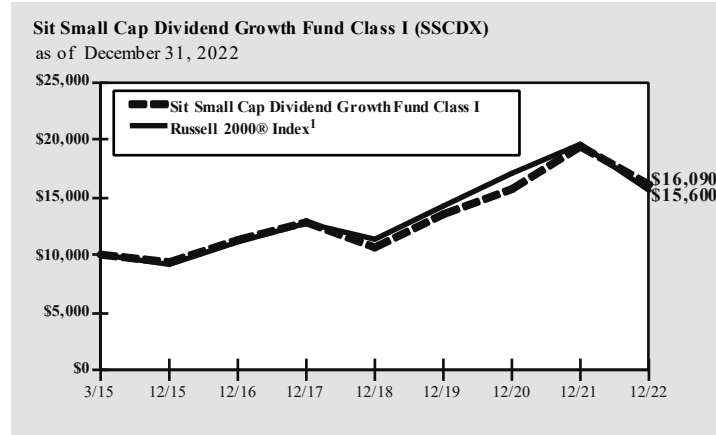
Factors that Influenced the Fund's Performance

During the 6-month period ending December 31, 2022, the Fund posted strong absolute and relative returns, outperforming the benchmark Russell 2000® Index by +2.28%. The Fund's stock selection and slight overweight position in the producer manufacturing sector contributed to outperformance. Holdings, such as Hubbell, AGCO, and Belden, outperformed, due to the resilient industrial and farm economies, combined with value-added products that allowed for pricing power in an inflationary environment. Stock selection within the finance sector was another key to strong performance during the period. Here, the fund benefitted from holdings levered to the industrial economy with strong pricing power (H&E Equipment Services) and more defensive holdings within the life insurance and property and casualty insurance industries that have significantly lower credit risk than regional banks. The Fund's focus on stable, cash flow positive, dividend-paying companies led it underweight the largely non-dividend-paying technology services sector, which benefited returns. Technology services was the second worst-performing sector during the period, as rising interest rates weighed on richly valued equities within the group. Two areas that detracted from performance were stock selection in the electronic technology and consumer durables sectors. Performance in electronic technology was adversely affected by macroeconomic pressures, while consumer durables holdings were weighed down by declining consumer sentiment and higher interest rates.

Outlook and Positioning

Given a volatile macro backdrop and continued interest rate increases, we believe dividend-paying companies will remain attractive, based on our expectation for continued market volatility and economic growth concerns. While the current yield of the Fund is already well above benchmark yields, we anticipate another year of solid dividend growth in 2023. Within the dividend-paying universe, energy and defensive sectors, such as utilities, consumer staples, and property and casualty

HYPOTHETICAL GROWTH OF \$10,000



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years (or for the life of the Fund if shorter) as compared to the performance of the Russell 2000® Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ Russell 2000® Index is an unmanaged index that measures the performance of the 2,000 smallest companies in the Russell 3000® Index, an index consisting of the 3,000 largest U.S. companies based on market capitalization. It is not possible to invest directly in an index. This is the Fund's primary index.

insurance, led the outperformance over the past year. We believe many of these sectors should continue to fare well in the first half of 2023, given less exposure to economic weakness due to their "sticky" business models. In particular, energy looks attractive, as valuations have compressed, and companies should be able to maintain high margins due to elevated energy prices, supported by continued supply-side constraints. Cash generation will continue to be returned to shareholders in the form of dividends and share repurchases. We also believe there are attractive long-term opportunities in areas overlooked by investors over the past year, especially in healthcare companies with defensive business models and attractive valuations. We also prefer producer manufacturing companies levered to secular trends, such as electrification, which should benefit from an increase in government spending.

Roger J. Sit
Kent L. Johnson
Portfolio Managers

Michael T. Manns
Robert W. Sit

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

	Sit Small Cap Dividend Growth Fund		Russell 2000® Index¹
	Class I	Class S	
Six Month	6.19%	5.99%	3.91%
One Year	-17.07	-17.35	-20.44
Five Year	4.65	4.37	4.13
Since Inception (3/31/15)	6.32	6.05	5.90

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains. Returns do not reflect the deduction of the 2% redemption fee imposed if shares are redeemed or exchanged within 30 calendar days from their date of purchase. If imposed, the fee would reduce the performance quoted. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ Russell 2000® Index is an unmanaged index that measures the performance of the 2,000 smallest companies in the Russell 3000® Index, an index consisting of the 3,000 largest U.S. companies based on market capitalization. It is not possible to directly invest in an index.

PORTFOLIO SUMMARY

Class I:

Net Asset Value 12/31/22:	\$13.11	Per Share
Net Asset Value 6/30/22:	\$12.85	Per Share
Net Assets:	\$14.8	Million

Class S:

Net Asset Value 12/31/22:	\$13.10	Per Share
Net Asset Value 6/30/22:	\$12.84	Per Share
Net Assets:	\$4.7	Million

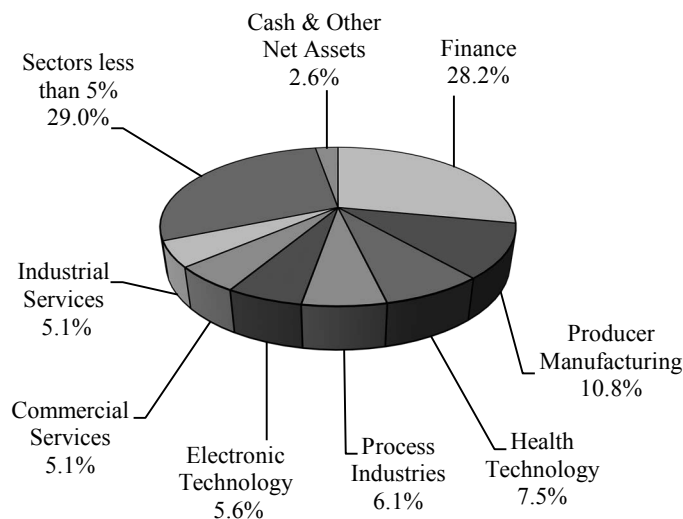
Weighted Average Market Cap:	\$5.7	Billion
------------------------------	-------	---------

TOP 10 HOLDINGS

1. KBR, Inc.
2. Monolithic Power Systems, Inc.
3. Olin Corp.
4. Northern Oil & Gas, Inc.
5. Nexstar Media Group, Inc.
6. Oasis Petroleum, Inc.
7. Old National Bancorp
8. Halozyme Therapeutics, Inc.
9. Stifel Financial Corp.
10. TFI International, Inc.

Based on net assets as of December 31, 2022.

SECTOR ALLOCATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Small Cap Dividend Growth Fund

Investments are grouped by economic sectors.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 97.4%			Provident Financial Services, Inc.	12,400	264,864
Commercial Services - 5.1%			Stifel Financial Corp.	6,000	350,220
Booz Allen Hamilton Holding Corp.	3,200	334,464	STORE Capital Corp.	6,225	199,573
Brink's Co.	1,825	98,021	Western Alliance Bancorp	2,775	165,279
Colliers International Group, Inc.	2,050	188,682			5,503,933
FTI Consulting, Inc. *	850	134,980	Health Services - 4.1%		
World Fuel Services Corp.	8,675	237,087	Addus HomeCare Corp. *	2,450	243,750
		993,234	Encompass Health Corp.	4,200	251,202
Consumer Durables - 2.4%			Tenet Healthcare Corp. *	6,400	312,256
MDC Holdings, Inc.	4,050	127,980			807,208
National Presto Industries, Inc.	750	51,345	Health Technology - 7.5%		
Thor Industries, Inc.	2,300	173,627	AtriCure, Inc. *	5,500	244,090
YETI Holdings, Inc. *	2,700	111,537	Atrion Corp.	250	139,862
		464,489	Bio-Techne Corp.	1,300	107,744
Consumer Non-Durables - 1.7%			Halozyme Therapeutics, Inc. *	6,175	351,358
Crocs, Inc. *	1,375	149,091	Inmode, Ltd. *	6,250	223,125
Sensient Technologies Corp.	2,450	178,654	Seres Therapeutics, Inc. *	31,400	175,840
		327,745	STERIS, PLC	975	180,073
Consumer Services - 2.9%			Twist Bioscience Corp. *	1,425	33,929
Nexstar Media Group, Inc.	2,250	393,818			1,456,021
Vail Resorts, Inc.	700	166,845	Industrial Services - 5.1%		
		560,663	EMCOR Group, Inc.	2,075	307,328
Electronic Technology - 5.6%			KBR, Inc.	10,775	568,920
Coherent Corp. *	2,450	85,995	MYR Group, Inc. *	1,400	128,898
Entegris, Inc.	991	64,999			1,005,146
MKS Instruments, Inc.	3,275	277,491	Non-Energy Minerals - 3.1%		
Monolithic Power Systems, Inc.	1,200	424,332	AZEK Co., Inc. *	5,700	115,824
Power Integrations, Inc.	3,400	243,848	Commercial Metals Co.	3,950	190,785
		1,096,665	Eagle Materials, Inc.	1,575	209,239
Energy Minerals - 4.0%			MP Materials Corp. *	3,575	86,801
Northern Oil & Gas, Inc.	13,075	402,972			602,649
Oasis Petroleum, Inc.	2,810	384,436	Process Industries - 6.1%		
		787,408	Avient Corp.	2,125	71,740
Finance - 28.2%			Cabot Corp.	700	46,788
Air Lease Corp.	4,225	162,324	Huntsman Corp.	4,650	127,782
American Financial Group, Inc.	1,875	257,400	Mativ Holdings, Inc.	3,428	71,645
Artisan Partners Asset Management, Inc.	6,300	187,110	Olin Corp.	7,625	403,668
Associated Banc-Corp.	10,100	233,209	Scotts Miracle-Gro Co.	1,300	63,167
Axis Capital Holdings, Ltd.	6,300	341,271	Silgan Holdings, Inc.	5,800	300,672
Broadstone Net Lease, Inc.	11,800	191,278	Stepan Co.	950	101,137
Cadence Bank	9,450	233,037			1,186,599
Carlyle Group, Inc.	8,075	240,958	Producer Manufacturing - 10.8%		
CNO Financial Group, Inc.	14,000	319,900	AGCO Corp.	1,350	187,231
CubeSmart	5,250	211,312	AZZ, Inc.	3,650	146,730
Essential Properties Realty Trust, Inc.	10,050	235,873	Belden, Inc.	3,175	228,283
Evercore Partners, Inc.	1,900	207,252	Carlisle Cos, Inc.	1,175	276,889
H&E Equipment Services, Inc.	6,750	306,450	Crane Holdings Co.	3,275	328,974
Hannon Armstrong Sust. Inf. Cap., Inc.	4,825	139,829	Donaldson Co., Inc.	2,675	157,477
Hanover Insurance Group, Inc.	1,275	172,291	EnPro Industries, Inc.	2,050	222,815
Hercules Capital, Inc.	7,725	102,125	Hubbell, Inc.	1,025	240,547
Horace Mann Educators Corp.	3,625	135,466	Lincoln Electric Holdings, Inc.	1,325	191,449
Old National Bancorp	20,675	371,737	Regal Rexnord Corp.	1,042	125,019
Physicians Realty Trust	11,250	162,787			2,105,414
Piper Sandler Cos	1,450	188,776	Retail Trade - 2.4%		
PotlatchDeltic Corp.	2,810	123,612	Boot Barn Holdings, Inc. *	3,700	231,324

See accompanying notes to financial statements.

Name of Issuer	Quantity	Fair Value (\$)	
Casey's General Stores, Inc.	1,025	229,959	
		461,283	
Technology Services - 2.5%			
Altair Engineering, Inc. *	800	36,376	
Globant SA *	1,625	273,260	
nCino, Inc. *	4,800	126,912	
Science Applications International Corp.	500	55,465	
		492,013	
Transportation - 3.6%			
Knight-Swift Transportation Holdings, Inc.	3,700	193,917	
Marten Transport, Ltd.	8,450	167,141	
TFI International, Inc.	3,475	348,334	
		709,392	
Utilities - 2.3%			
Black Hills Corp.	3,400	239,156	
Chesapeake Utilities Corp.	950	112,271	
Spire, Inc.	1,325	91,239	
		442,666	
Total Common Stocks			
(cost: \$15,359,907)		19,002,528	
Short-Term Securities - 1.5%			
Fidelity Inst. Money Mkt. Gvt. Fund, 4.06%			
(cost \$292,105)	292,105	292,105	
Total Investments in Securities - 98.9%			
(cost \$15,652,012)		19,294,633	
Other Assets and Liabilities, net - 1.1%		218,731	
Net Assets - 100.0%		\$19,513,364	

* Non-income producing security.

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			
	Level 1	Level 2	Level 3	
	Quoted	Other significant	Significant	
	Prices (\$)	observable inputs (\$)	unobservable inputs (\$)	Total (\$)
Common Stocks**	19,002,528	—	—	19,002,528
Short-Term Securities	292,105	—	—	292,105
Total:	19,294,633	—	—	19,294,633

** For equity securities categorized in a single level, refer to the Schedule of Investments for further breakdown.

There were no transfers into or out of level 3 during the reporting period.

See accompanying notes to financial statements.

Sit Small Cap Growth Fund

OBJECTIVE & STRATEGY

The objective of the Sit Small Cap Growth Fund is to maximize long-term capital appreciation. The Fund seeks to achieve its objective by investing, under normal market conditions, at least 80% of its net assets in common stocks of companies with market capitalizations at the time of purchase of up to \$3.0 billion, or up to the market capitalization of the largest company included in the Russell 2000® measured at the end of the previous twelve months (\$25.5 billion as of June 30, 2022). The Adviser invests in a diversified group of growing small companies it believes exhibit the potential for superior growth. The Adviser believes that a company's earnings growth is the primary determinant of its potential long-term return and evaluates a company's potential for above average long-term earnings and revenue growth.

Fund Performance

The Sit Small Cap Growth Fund return was +3.43% during the 6-month period ended December 31, 2022. This compares to the return of +4.38% for the Russell 2000® Growth Index and a +3.91% increase for the Russell 2000® Index.

Factors that Influenced the Fund's Performance

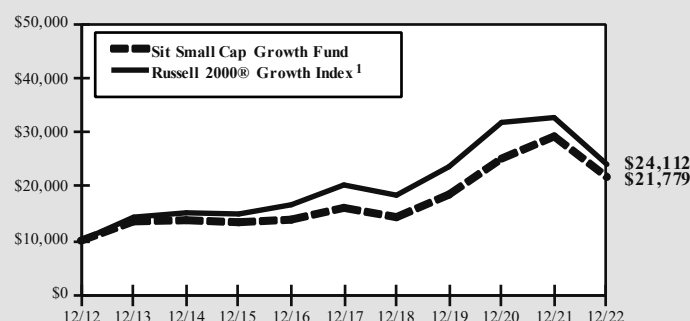
During the 6-month period ending December 31, 2022, the Fund posted positive returns, but moderately lagged its benchmark. The largest detractor to the Fund's performance was a small overweight position in the electronic technology sector, in conjunction with adverse stock selection. Here, high growth holdings, such as Coherent, MKS Instruments, and Monolithic Power Systems, were negatively affected by rising interest rates weighing on valuations combined with concerns over a slowdown in technology demand and supply chain pressures. Additionally, performance was negatively impacted by the Fund's stock selection in commercial services and non-energy minerals. A variety of different factors negatively impacted holdings in commercial services, including commercial real estate concerns (Colliers International) and slower federal IT contract work (ASGN). In non-energy minerals, Trex is being affected by an inventory channel slowdown and housing headwinds. Conversely, performance was helped by stock selection in the technology services, producer manufacturing, transportation, and health services sectors. In technology services, PTC, Paycom Software, and Aspen Technologies outperformed due to resilient business models and strong pricing power. Holdings in the producer manufacturing space added to performance, with companies, such as Hubbell, Belden, and Crane Holdings, benefiting from a resilient industrial economy and strong pricing power, which offset inflationary headwinds. In transportation, TFI International, Marten Transport, and Knight-Swift gained from strong pricing power.

Outlook and Positioning

After drastically underperforming large cap indices in the first half of 2022, small cap indices outperformed in the second half of the year, as investors looked to find equities that had been oversold in the first half. Since market volatility is likely to remain elevated through at least the first half of 2023, driven by continued interest rate increases and worsening economic data, we believe that this backdrop presents an opportunity for stock pickers. We believe investors will be rewarded for identifying companies that can sustain earnings growth and their valuations, even as cyclical conditions deteriorate. Firms with pricing

HYPOTHETICAL GROWTH OF \$10,000

Sit Small Cap Growth Fund (SSMGX)
as of December 31, 2022



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years as compared to the performance of the Russell 2000® Growth Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ Russell 2000® Growth Index is an unmanaged index that measures the performance of those Russell 2000 Index companies with higher price-to-book ratios and higher forecasted growth values. It is not possible to invest directly in an index. This is the Fund's primary index.

power and difficult to replace products will continue to fare particularly well, even if inflation pressures begin to subside. The Fund is broadly overweight technology services, as we view these holdings to be well-positioned to benefit from secular trends, such as increasing 5G adoption and the growth of the internet of things, and they have deep, competitive moats that should allow for pricing power. The Fund is also focused on companies within the industrial services sector industries, where the inflationary environment (even if it decelerates) should help pricing and margin expansion. Our focus in this sector is on engineering firms that will benefit from pent-up demand stemming from years of underinvestment and from increased government spending, especially an uptick in spending on electrical infrastructure stemming from the recent passage of the Inflation Reduction Act.

Roger J. Sit **Kent L. Johnson**
Robert W. Sit
Portfolio Managers

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

	Sit Small Cap Growth Fund	Russell 2000® Growth Index ¹	Russell 2000® Index ²
Six Month	3.43%	4.38%	3.91%
One Year	-25.55	-26.36	-20.44
Five Year	6.29	3.51	4.13
Ten Year	8.09	9.20	9.01
Since Inception (7/1/94)	9.52	7.47	8.67

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains. Return do not reflect the deduction of the 2% redemption fee imposed if shares are redeemed or exchanged within 30 calendar days from their date of purchase. If imposed, the fee would reduce the performance quoted. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ Russell 2000® Growth Index is an unmanaged index that measures the performance of those Russell 2000 Index companies with higher price-to-book ratios and higher forecast-growth values. It is not possible to invest directly in an index.

² Russell 2000® Index is an unmanaged index that measures the performance of the 2,000 smallest companies in the Russell 3000® Index, an index consisting of the 3,000 largest U.S. companies based on market capitalization.

PORTFOLIO SUMMARY

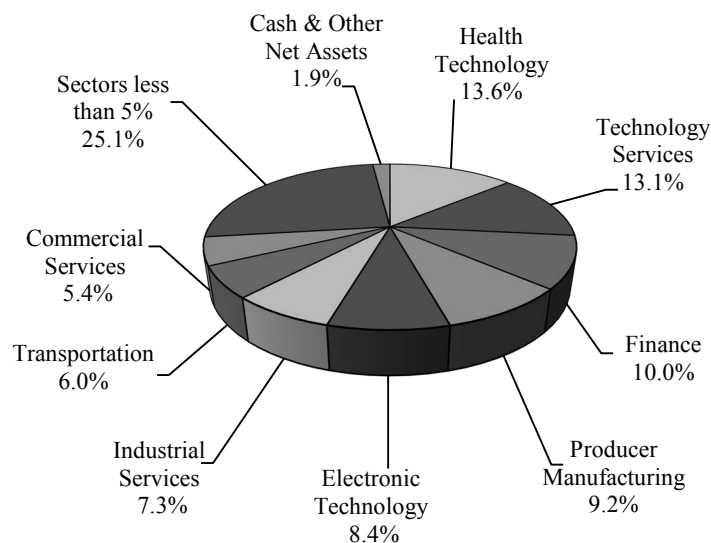
Net Asset Value 12/31/22:	\$53.29	Per Share
Net Asset Value 6/30/22:	\$52.41	Per Share
Net Assets:	\$98.9	Million
Weighted Average Market Cap:	\$9.0	Billion

TOP 10 HOLDINGS

1. Olin Corp.
2. Waste Connections, Inc.
3. KBR, Inc.
4. Nexstar Media Group, Inc.
5. PTC, Inc.
6. Oasis Petroleum, Inc.
7. Northern Oil & Gas, Inc.
8. TFI International, Inc.
9. Monolithic Power Systems, Inc.
10. Paycom Software, Inc.

Based on net assets as of December 31, 2022.

SECTOR ALLOCATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Small Cap Growth Fund

Investments are grouped by economic sectors.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 98.1%			Encompass Health Corp.	19,675	1,176,762
Commercial Services - 5.4%			Tenet Healthcare Corp. *	34,900	1,702,771
ASGN, Inc. *	19,450	1,584,786			4,133,107
Booz Allen Hamilton Holding Corp.	16,900	1,766,388	Health Technology - 13.6%		
Colliers International Group, Inc.	12,700	1,168,908	Align Technology, Inc. *	2,150	453,435
FTI Consulting, Inc. *	5,250	833,700	AtriCure, Inc. *	28,300	1,255,954
		5,353,782	Bio-Techne Corp.	14,800	1,226,624
Consumer Durables - 2.3%			Exact Sciences Corp. *	12,425	615,162
Take-Two Interactive Software, Inc. *	4,075	424,330	Halozyne Therapeutics, Inc. *	33,000	1,877,700
Thor Industries, Inc.	11,200	845,488	Inmode, Ltd. *	32,900	1,174,530
YETI Holdings, Inc. *	25,325	1,046,176	Insulet Corp. *	3,525	1,037,724
		2,315,994	PerkinElmer, Inc.	7,000	981,540
Consumer Services - 3.1%			Sarepta Therapeutics, Inc. *	13,400	1,736,372
Nexstar Media Group, Inc.	12,725	2,227,257	Seres Therapeutics, Inc. *	159,800	894,880
Vail Resorts, Inc.	3,550	846,142	STAAR Surgical Co. *	17,500	849,450
		3,073,399	STERIS, PLC	6,675	1,232,806
Electronic Technology - 8.4%			Twist Bioscience Corp. *	4,800	114,288
Arista Networks, Inc. *	15,600	1,893,060			13,450,465
Ciena Corp. *	14,150	721,367	Industrial Services - 7.3%		
Coherent Corp. *	20,075	704,633	EMCOR Group, Inc.	11,900	1,762,509
Entegris, Inc.	5,249	344,282	KBR, Inc.	43,500	2,296,800
MKS Instruments, Inc.	13,400	1,135,382	MYR Group, Inc. *	8,675	798,707
Monolithic Power Systems, Inc.	5,675	2,006,737	Waste Connections, Inc.	17,575	2,329,742
Skyworks Solutions, Inc.	10,800	984,204			7,187,758
Stratasys, Ltd. *	46,175	547,635	Non-Energy Minerals - 3.2%		
		8,337,300	AZEK Co., Inc. *	24,200	491,744
Energy Minerals - 4.2%			Eagle Materials, Inc.	10,300	1,368,355
Northern Oil & Gas, Inc.	66,400	2,046,448	MP Materials Corp. *	19,100	463,748
Oasis Petroleum, Inc.	15,100	2,065,831	Trex Co., Inc. *	20,825	881,522
		4,112,279			3,205,369
Finance - 10.0%			Process Industries - 3.9%		
Air Lease Corp.	27,625	1,061,352	Avient Corp.	13,200	445,632
American Financial Group, Inc.	4,800	658,944	Cabot Corp.	3,700	247,308
Artisan Partners Asset Management, Inc.	31,825	945,203	Olin Corp.	48,175	2,550,384
Axis Capital Holdings, Ltd.	22,975	1,244,556	Vital Farms, Inc. *	41,675	621,791
First Republic Bank	5,200	633,828			3,865,115
H&E Equipment Services, Inc.	34,350	1,559,490	Producer Manufacturing - 9.2%		
Hannon Armstrong Sust. Inf. Cap., Inc.	25,800	747,684	AZZ, Inc.	22,575	907,515
Physicians Realty Trust	61,600	891,352	Belden, Inc.	20,275	1,457,772
Stifel Financial Corp.	11,800	688,766	Carlisle Cos, Inc.	2,200	518,430
SVB Financial Group *	2,800	644,392	Crane Holdings Co.	19,075	1,916,084
Western Alliance Bancorp	14,300	851,708	Donaldson Co., Inc.	13,575	799,160
		9,927,275	Hubbell, Inc.	5,225	1,226,203
Health Services - 4.2%			Lincoln Electric Holdings, Inc.	7,100	1,025,879
Addus HomeCare Corp. *	12,600	1,253,574	Regal Rexnord Corp.	6,755	810,465

See accompanying notes to financial statements.

Name of Issuer	Quantity	Fair Value (\$)
Zurn Water Solutions Corp.	19,325	408,724
		<u>9,070,232</u>
Retail Trade - 3.7%		
Boot Barn Holdings, Inc. *	19,875	1,242,585
Casey's General Stores, Inc.	4,300	964,705
Ulta Beauty, Inc. *	3,050	1,430,664
		<u>3,637,954</u>
Technology Services - 13.1%		
Altair Engineering, Inc. *	25,933	1,179,174
ANSYS, Inc. *	2,950	712,690
Aspen Technology, Inc. *	5,281	1,084,717
Euronet Worldwide, Inc. *	9,550	901,329
Globant SA *	11,350	1,908,616
GoDaddy, Inc. *	15,025	1,124,171
HubSpot, Inc. *	3,600	1,040,868
nCino, Inc. *	25,400	671,576
Paycom Software, Inc. *	6,225	1,931,680
PTC, Inc. *	17,600	2,112,704
Science Applications International Corp.	2,700	299,511
		<u>12,967,036</u>
Transportation - 6.0%		
Alaska Air Group, Inc. *	11,500	493,810
Golar LNG, Ltd. *	68,100	1,551,999
Knight-Swift Transportation Holdings, Inc.	18,725	981,377
Marten Transport, Ltd.	48,000	949,440
TFI International, Inc.	20,025	2,007,306
		<u>5,983,932</u>
Utilities - 0.5%		
Spire, Inc.	7,100	488,906
Total Common Stocks (cost: \$63,812,671)		<u>97,109,903</u>
Short-Term Securities - 1.9%		
Fidelity Inst. Money Mkt. Gvt. Fund, 4.06% (cost \$1,833,516)	1,833,516	<u>1,833,516</u>
Total Investments in Securities - 100.0% (cost \$65,646,187)		98,943,419
Other Assets and Liabilities, net - (0.0)%		<u>(29,232)</u>
Net Assets - 100.0%		<u><u>\$98,914,187</u></u>

* Non-income producing security.

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

See accompanying notes to financial statements.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Small Cap Growth Fund (Continued)

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			Total (\$)
	Level 1 Quoted Prices (\$)	Level 2 Other significant observable inputs (\$)	Level 3 Significant unobservable inputs (\$)	
Common Stocks**	97,109,903	—	—	97,109,903
Short-Term Securities	1,833,516	—	—	1,833,516
Total:	98,943,419	—	—	98,943,419

** For equity securities categorized in a single level, refer to the Schedule of Investments for further breakdown.

There were no transfers into or out of level 3 during the reporting period.

See accompanying notes to financial statements.

[This page is intentionally left blank.]

Sit International Growth Fund

OBJECTIVE & STRATEGY

The objective of the Sit International Growth Fund is long-term growth. The Fund seeks to achieve its objective by investing at least 90% of its net assets in common stocks of growth companies domiciled outside the United States. In selecting investments for the Fund, the Adviser begins by selecting countries or regions in which to invest by considering several factors affecting the economy and equity market of foreign countries and regions. After the country and regional allocations are determined, the Adviser seeks industries and sectors that it believes have earnings growth prospects that are greater than the average. Within the selected Developing Markets Growth industries and sectors, the Adviser invests in foreign growth-oriented companies it believes exhibit the potential for superior growth.

Fund Performance

The Sit International Growth Fund posted a return of +3.76% for the 6-month period ended December 31, 2022, underperforming the MSCI EAFE Index® return of +6.36.

Factors that Influenced the Fund's Performance

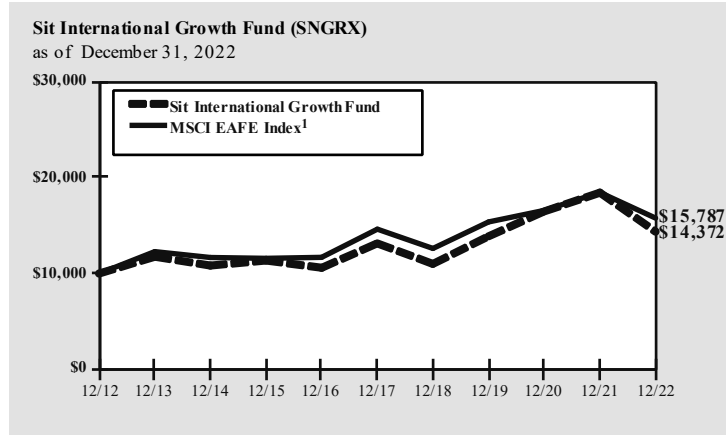
The Fund underperformed its benchmark during the 6-month period, due to worries about the Russia-Ukraine conflict, high inflation, increasing Covid cases in China, and global inflation. The main detractor to performance was stock selection in software & services, media & entertainment, and pharmaceuticals, biotechnology & life sciences. Specific holdings that hurt returns included Atlassian Corp., Tencent Holdings, Baidu Sponsored ADR Class A, and Dechra Pharmaceuticals plc. These were partially offset by positive contributions from stock selection and an overweight in semiconductors & semiconductor equipment, stock selection in materials, and an underweight in real estate. Holdings that helped performance included Broadcom and LG Chem Ltd.

Geographically, stock selection in Asia/Pacific ex Japan, Non-Euroland, and the United Kingdom hurt results, while region allocations in Africa/Mideast, Japan and Euroland helped performance. Stocks owned that detracted from returns included Atlassian, Tencent, Dechra Pharmaceuticals plc, and Baidu. In Japan, owning Shiseido added to performance, and, in Euroland, positions in Safran S.A. and Schneider Electric SE enhanced returns.

Outlook and Positioning

Aggressive monetary tightening worldwide should bring multidecade high inflation largely to heel by 2024. But it is also increasingly possible that the lagged effects of ongoing interest rate hikes will tip the already-battered global economy into recession. The euro area and the United Kingdom are in the throes of economic downturns, with signs of more pain ahead as financial conditions continue to tighten. Japan's economic growth should slow, as the Covid-reopening boost gives way to an inflation-burdened consumer and fading export demand in 2023. After almost three years, China has finally started to pivot away from its zero-Covid policy, causing some chaos. However, reassuringly, the Central Economic Work Conference signaled policy would turn more pro-business and pro-growth in 2023. In emerging markets (EM), we expect consumer inflation will stay elevated due to rising services prices but moderate slightly this year. We believe EM economies will improve in the second half of 2023, as the recovery in China gains steam and the U.S. Federal Reserve becomes less restrictive.

HYPOTHETICAL GROWTH OF \$10,000



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years as compared to the performance of the MSCI EAFE Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ MSCI EAFE Index (Europe, Australasia, Far East) is an unmanaged free float adjusted market capitalization index that measures the equity market performance of developed markets, excluding the US & Canada. It is not possible to invest directly in an index. This is the Fund's primary index.

For strategy, we are overweight the United Kingdom and Asia ex-Japan, especially China, South Korea, Singapore, and India. The portfolio remains diversified across themes and industries. Our European holdings are a cross-section of traditional and cyclical growth opportunities levered to both the economic recovery and secular investment themes. We are constructive on Chinese stocks near-term, on reasonable valuations and expected economic recovery. A rebound in China will have positive knock-on effects throughout Asia. Our Chinese holdings are a diversified portfolio of reopening trades, such as the online travel industry, restaurants, and Macau gaming, internet names, and the stable industries of healthcare and utilities. Our South Korea, Singapore, and India portfolio consists of non-cyclical sectors, such as consumer staples, and cyclical stocks within the financial, technology, and energy sectors. Japanese holdings remain focused on a combination of higher growth companies operating overseas and defensive domestic consumption stocks.

Roger J. Sit
Portfolio Manager

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

	Sit International Growth Fund	MSCI EAFE Index ¹
Six Month	3.76%	6.36%
One Year	-22.03	-14.45
Five Year	1.80	1.54
Ten Year	3.69	4.67
Since Inception (11/1/91)	3.81	4.97

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains and all fee waivers. Without the fee waivers total return and yield figures would have been lower. Returns do not reflect the deduction of the 2% redemption fee imposed if shares are redeemed or exchanged within 30 calendar days from their date of purchase. If imposed, the fee would reduce the performance quoted. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ MSCI EAFE Index (Europe, Australasia Far East) is an unmanaged free float adjusted market capitalization index that measures the equity market performance of developed markets, excluding the US & Canada.

FUND DIVERSIFICATION-BY REGION

	Sit International Growth Fund	MSCI EAFE Index
Europe	61.4%	64.9%
Asia/Pacific	27.5	34.4
North America	8.5	—
Latin America	1.5	—
Africa/Middle East	—	0.7
Cash & Other Net Assets	1.1	—

Based on net assets as of December 31, 2022.

PORTFOLIO SUMMARY

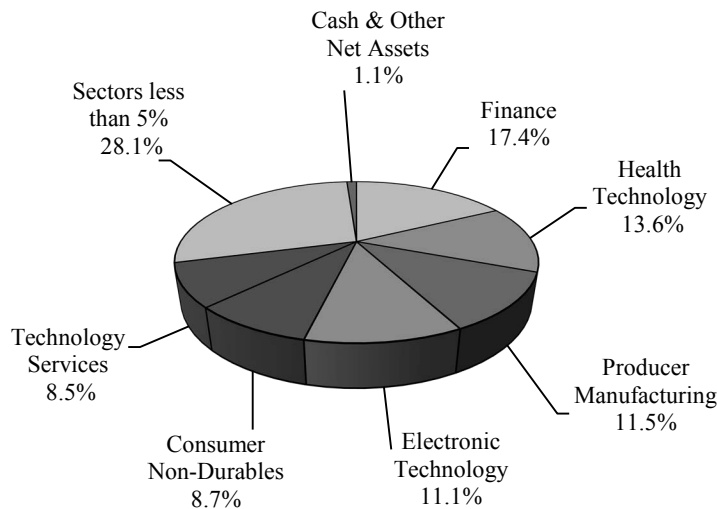
Net Asset Value 12/31/22:	\$18.09	Per Share
Net Asset Value 6/30/22:	\$17.78	Per Share
Net Assets:	\$23.1	Million
Weighted Average Market Cap:	\$78.1	Billion

TOP 10 HOLDINGS

1. Schneider Electric SE
2. Broadcom, Inc.
3. AstraZeneca, PLC, ADR
4. ASML Holding NV
5. BAE Systems, PLC
6. Iberdrola SA
7. Shell, PLC, ADR
8. Diageo, PLC, ADR
9. Allianz SE
10. Sony Group Corp., ADR

Based on net assets as of December 31, 2022.

SECTOR ALLOCATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit International Growth Fund

Investments are grouped by geographic region.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 97.8%					
Asia - 26.4%					
Australia - 6.1%					
Atlassian Corp. *	1,825	234,841	CRH, PLC, ADR	4,800	190,992
BHP Group, Ltd., ADR	4,200	260,610	Linde, PLC	500	163,090
Lynas Rare Earths, Ltd. *	35,775	191,206	STERIS, PLC	1,175	217,011
Macquarie Group, Ltd.	2,600	295,554			717,855
Rio Tinto, PLC, ADR	4,400	313,280	Netherlands - 3.9%		
Westpac Banking Corp.	4,425	70,348	Adyen NV *	84	115,850
Woodside Energy Group, Ltd., ADR	1,517	36,726	ASML Holding NV	1,025	560,060
		1,402,565	Stellantis NV	16,375	232,525
					908,435
China/Hong Kong - 5.9%			Spain - 3.1%		
AIA Group, Ltd.	32,200	358,078	Cellnex Telecom SA	5,200	172,111
Baidu, Inc., ADR *	1,575	180,149	Iberdrola SA	45,900	537,031
Budweiser Brewing Co. APAC, Ltd.	21,500	67,623			709,142
CSPC Pharmaceutical Group, Ltd.	262,960	276,252	Sweden - 2.2%		
ENN Energy Holdings, Ltd.	18,400	258,363	Evolution AB, ADR	1,000	97,850
Ping An Insurance Group Co. of China, Ltd.	33,500	221,675	Hexagon AB	26,600	277,857
		1,362,140	Telefonaktiebolaget LM Ericsson, ADR	20,450	119,428
					495,135
Japan - 9.0%			Switzerland - 11.3%		
Astellas Pharma, Inc.	17,700	270,611	Logitech International SA	6,650	413,963
Keyence Corp.	1,000	391,801	Lonza Group AG	590	289,114
Recruit Holdings Co., Ltd.	11,200	356,465	Nestle SA	3,600	417,135
Shiseido Co., Ltd.	4,100	202,157	Novartis AG	1,950	176,283
Sony Group Corp., ADR	6,300	480,564	Partners Group Holding AG	490	432,847
Terumo Corp.	13,100	373,915	Roche Holding AG	1,350	424,134
		2,075,513	TE Connectivity, Ltd.	1,100	126,280
			Zurich Insurance Group AG	680	325,273
					2,605,029
Singapore - 2.5%			United Kingdom - 21.9%		
DBS Group Holdings, Ltd.	15,600	395,066	Ashtead Group, PLC	5,500	313,843
Singapore Technologies Engineering, Ltd.	78,400	196,088	AstraZeneca, PLC, ADR	8,300	562,740
		591,154	BAE Systems, PLC	52,600	544,337
			Coca-Cola Europacific Partners, PLC	5,400	298,728
South Korea - 2.9%			Compass Group, PLC	10,625	246,305
LG Chem, Ltd.	975	467,403	Dechra Pharmaceuticals, PLC	6,300	199,397
Samsung Electronics Co., Ltd., GDR	185	204,425	Diageo, PLC, ADR	2,775	494,477
		671,828	Entain, PLC	13,925	222,470
			Glencore, PLC, ADR	3,500	46,620
Europe - 61.4%			London Stock Exchange Group, PLC	5,100	439,981
France - 9.0%			Man Group, PLC	38,950	100,628
AXA SA	11,750	327,714	Reckitt Benckiser Group, PLC	3,100	215,645
Dassault Systemes SE	11,700	419,500	RELX, PLC	12,275	339,532
Elis SA	8,125	120,198	Rentokil Initial, PLC	27,450	168,583
Faurecia SE *	7,166	108,389	Shell, PLC, ADR	9,100	518,245
Safran SA	3,200	400,503	Smith & Nephew, PLC	25,250	338,686
Schneider Electric SE	5,000	699,646			5,050,217
		2,075,950	Latin America - 1.5%		
			Argentina - 1.5%		
Germany - 6.9%			Globant SA *	2,050	344,728
Allianz SE	2,250	483,870	North America - 8.5%		
Deutsche Post AG	6,550	246,663	Canada - 3.9%		
Infineon Technologies AG	5,700	173,468	Alimentation Couche-Tard, Inc.	7,400	325,184
Muenchener Rueckversicherungs AG	800	260,333	Colliers International Group, Inc.	1,600	147,264
Siemens AG	3,100	430,197	Lululemon Athletica, Inc. *	200	64,076
		1,594,531			
Ireland - 3.1%					
Accenture, PLC	550	146,762			

See accompanying notes to financial statements.

Name of Issuer	Quantity	Fair Value (\$)
Waste Connections, Inc.	2,750	364,540
		<u>901,064</u>
United States - 4.6%		
Broadcom, Inc.	1,025	573,108
Euronet Worldwide, Inc. *	1,775	167,525
Mondelez International, Inc.	4,800	319,920
		<u>1,060,553</u>
Total Common Stocks (cost: \$17,550,434)		<u>22,565,839</u>
Investment Companies - 1.1%		
iShares MSCI India ETF (cost \$166,867)	5,600	<u>233,744</u>
Short-Term Securities - 0.7%		
Fidelity Inst. Money Mkt. Gvt. Fund, 4.06% (cost \$171,574)	171,574	<u>171,574</u>
Total Investments in Securities - 99.6% (cost \$17,888,875)		<u>22,971,157</u>
Other Assets and Liabilities, net - 0.4%		<u>99,247</u>
Net Assets - 100.0%		<u><u>\$23,070,404</u></u>

* Non-income producing security.

ADR — American Depositary Receipt

GDR — Global Depositary Receipt

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

See accompanying notes to financial statements.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit International Growth Fund (Continued)

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			Total (\$)
	Level 1 Quoted Prices (\$)	Level 2 Other significant observable inputs (\$)	Level 3 Significant unobservable inputs (\$)	
Common Stocks				
Argentina	344,728	—	—	344,728
Australia	1,402,565	—	—	1,402,565
Canada	901,064	—	—	901,064
China/Hong Kong	1,362,140	—	—	1,362,140
France	2,075,950	—	—	2,075,950
Germany	1,594,531	—	—	1,594,531
Ireland	717,855	—	—	717,855
Japan	2,075,513	—	—	2,075,513
Netherlands	908,435	—	—	908,435
Singapore	591,154	—	—	591,154
South Korea	671,828	—	—	671,828
Spain	709,142	—	—	709,142
Sweden	495,135	—	—	495,135
Switzerland	2,605,029	—	—	2,605,029
United Kingdom	5,050,217	—	—	5,050,217
United States	1,060,553	—	—	1,060,553
Investment Companies	233,744	—	—	233,744
Short-Term Securities	171,574	—	—	171,574
Total:	22,971,157	—	—	22,971,157

Level 1 securities of foreign issuers are primarily American Depositary Receipts (ADRs), Public Limited Companies (PLCs) or Global Depositary Receipts (GDRs). There were no transfers into or out of level 3 during the reporting period.

See accompanying notes to financial statements.

[This page is intentionally left blank.]

Sit Developing Markets Growth Fund

OBJECTIVE & STRATEGY

The objective of the Sit Developing Markets Growth Fund is to maximize long-term capital appreciation. The Fund seeks to achieve its objective by investing at least 80% of its net assets in common stocks of companies domiciled or operating in a developing market. In selecting investments for the Fund, the Adviser begins by selecting countries or regions in which to invest by considering several factors affecting the economy and equity market of foreign countries and regions. After the country and regional allocations are determined, the Adviser seeks industries and sectors that appear to have strong earnings growth prospects. Within the selected industries and sectors, the Adviser invests in foreign growth-oriented companies it believes exhibit the potential for superior growth.

Fund Performance

The Sit Developing Markets Growth Fund returned -0.47% during the 6-month period ended December 31, 2022, compared to the MSCI Emerging Markets Index® return of -4.43%.

Factors that Influenced the Fund's Performance

The Fund outperformed its benchmark during the 6-month period, on signs of slowing inflation, falling energy prices, and optimism surrounding China's reopening. But emerging markets face risks from the Russia-Ukraine conflict, high inflation, increasing Covid cases in China, and global recession. Contributing to outperformance during the period were the Fund's holdings in banks, materials, and semiconductors & semiconductor equipment. Specific stocks that helped returns were HDFC Bank Ltd. Sponsored ADR, DBS Group Holdings Ltd., LG Chem Ltd., and Broadcom. Conversely, stock selection in capital goods, diversified financials, utilities, and retailing detracted from performance, namely L.K. Technology Holdings Ltd., Singapore Technologies Engineering, Hong Kong Exchanges & Clearing, ENN Energy Holdings Ltd., Alibaba Group Holding Ltd., and JD.com Sponsored ADR.

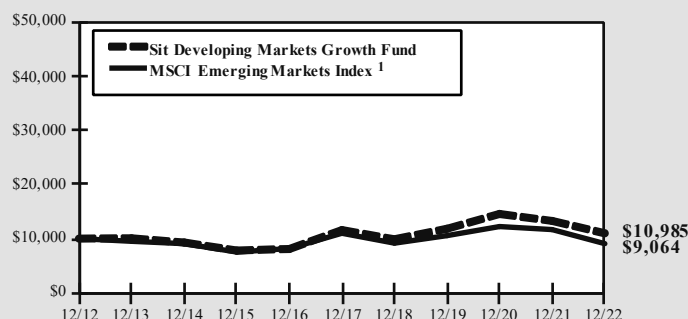
Geographically, stock selection in Asia/Pacific ex Japan and Africa/Mideast helped performance. Specific stocks that added value HDFC Bank Ltd., DBS Group Holdings Ltd., Broadcom, Naspers Ltd, and Bid Corp. Ltd. Conversely, the Fund's 0% weight in Non-Euroland hurt performance.

Outlook and Positioning

Aggressive monetary tightening worldwide should bring multi-decade-high inflation largely to heel by 2024. But it is also increasingly possible that the lagged effects of ongoing interest rate hikes will tip the already-battered global economy into a recession. In China, we expect their economy will get worse before it gets better. After almost three years, China has finally started to pivot away from its zero-Covid policy, causing some chaos. However, reassuringly, the Central Economic Work Conference signaled policy would turn more pro-business and pro-growth in 2023. In emerging markets (EM), we expect consumer inflation will stay elevated due to rising services prices but moderate slightly in 2023. But domestic demand should remain supportive for economic growth. Moreover, a weaker U.S. dollar and lower oil prices will reduce the cost of imports and dollar-denominated debt servicing.

HYPOTHETICAL GROWTH OF \$10,000

Sit Developing Markets Growth Fund (SDMGX)
as of December 31, 2022



The chart above illustrates the total value of a hypothetical \$10,000 investment in the Fund over the past 10 years as compared to the performance of the MSCI Emerging Markets Index. Past performance does not guarantee future results. Returns include the reinvestment of distributions. The chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

¹ MSCI Emerging Markets Index is an unmanaged free float-adjusted market capitalization index that measures equity market performance of emerging markets. It is not possible to invest directly in an index. This is the Fund's primary index.

We believe EM economies will improve in the second half of 2023, as the recovery in China gains steam and the U.S. Federal Reserve becomes less restrictive. For strategy, given the uncertainties around global economic growth, portfolios remain diversified across themes and industries. We are constructive on Chinese stocks near-term, on reasonable valuations and the expected economic recovery. A rebound in China will have positive knock-on effects throughout Asia. Our Chinese holdings are a diversified portfolio of reopening trades, such as the online travel industry, restaurants, and Macau gaming, in addition to internet names and the stable industries of healthcare and utilities. We also prefer investments in South Korea, Singapore, and India, as economic growth has been resilient and will improve further in 2023. Our portfolio consists of non-cyclical sectors, such as consumer staples, and cyclical stocks within the financial, technology, and energy sectors.

Roger J. Sit **Raymond E. Sit**
Portfolio Managers

COMPARATIVE RATES OF RETURNS

as of December 31, 2022

	Sit Developing Markets Growth Fund	MSCI Emerging Markets Index ¹
Six Month	-0.47%	-4.43%
One Year	-17.18	-22.37
Five Year	-1.04	-3.76
Ten Year	0.94	-0.98
Since Inception (7/1/94)	3.51	2.45

Performance figures are historical and do not guarantee future results. Investment returns and principal value will vary, and you may have a gain or loss when you sell shares. Current performance may be lower or higher than the performance data quoted. Contact the Fund for performance data current to the most recent month-end. Returns include changes in share price as well as reinvestment of all dividends and capital gains. Returns do not reflect the deduction of the 2% redemption fee imposed if shares are redeemed or exchanged within 30 calendar days from their date of purchase. If imposed, the fee would reduce the performance quoted. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Management fees and administrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

¹ MSCI Emerging Markets Index is an unmanaged free float-adjusted market capitalization index that measures equity market performance of emerging markets. It is not possible to invest directly in an index.

FUND DIVERSIFICATION BY- REGION

	Sit Developing Markets Growth Fund	MSCI Emerging Markets Index
Asia/Pacific	75.3%	78.3%
Africa/Middle East	8.2	11.2
Latin America	7.3	8.5
North America	6.1	—
Europe	1.3	2.0
Cash & Other Net Assets	1.8	—

Based on net assets as of December 31, 2022.

PORTFOLIO SUMMARY

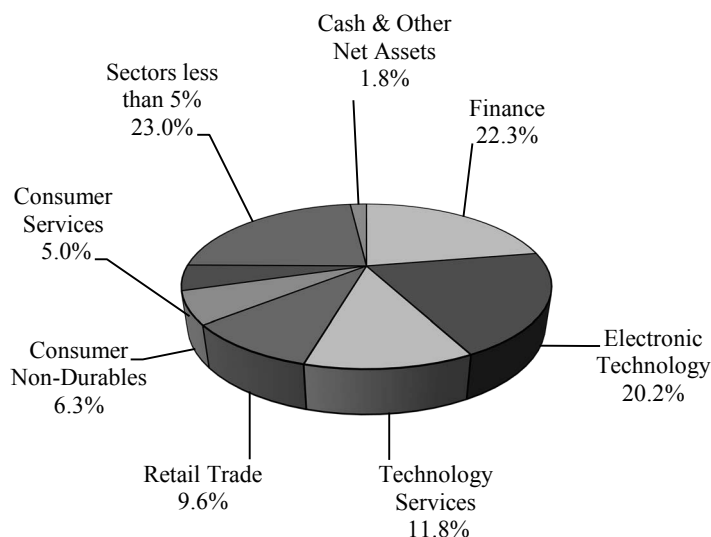
Net Asset Value 12/31/22:	\$15.02	Per Share
Net Asset Value 6/30/22:	\$15.46	Per Share
Net Assets:	\$9.3	Million
Weighted Average Market Cap:	\$98.8	Billion

TOP 10 HOLDINGS

1. Taiwan Semiconductor Co.
2. Samsung Electronics Co., Ltd.
3. iShares MSCI India ETF
4. DBS Group Holdings, Ltd.
5. HDFC Bank, Ltd., ADR
6. Tencent Holdings, Ltd.
7. Broadcom, Inc.
8. ENN Energy Holdings, Ltd.
9. LG Chem, Ltd.
10. Bid Corp., Ltd.

Based on net assets as of December 31, 2022.

SECTOR ALLOCATION



Based on net assets as of December 31, 2022.

SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2022

Sit Developing Markets Growth Fund

Investments are grouped by geographic region.

Name of Issuer	Quantity	Fair Value (\$)	Name of Issuer	Quantity	Fair Value (\$)
Common Stocks - 93.6%			Shinhan Financial Group Co., Ltd.	7,200	201,381
Africa/Middle East - 8.2%					1,022,695
Israel - 2.2%			Taiwan - 9.2%		
NICE, Ltd., ADR *	1,050	201,915	Cathay Financial Holding Co., Ltd.	88,785	115,547
South Africa - 6.0%			Hon Hai Precision Industry Co., Ltd., GDR	23,700	153,102
Bid Corp., Ltd.	13,200	256,251	Taiwan Semiconductor Co.	37,482	546,947
Bidvest Group, Ltd.	5,525	69,713	Taiwan Semiconductor Co., ADR	525	39,107
Naspers, Ltd.	1,425	236,868			854,703
		562,832	Thailand - 1.7%		
Asia - 70.7%			Bangkok Bank PCL	36,500	158,077
Australia - 2.5%			Europe - 1.3%		
Atlassian Corp. *	450	57,906	Netherlands - 1.3%		
Rio Tinto, PLC, ADR	2,475	176,220	Prosus NV	1,700	117,284
		234,126	Latin America - 7.3%		
China/Hong Kong - 34.0%			Argentina - 2.1%		
AIA Group, Ltd.	21,400	237,977	Globant SA *	1,175	197,588
Alibaba Group Holding, Ltd., ADR *	2,700	237,843	Brazil - 1.9%		
Baidu, Inc., ADR *	1,100	125,818	Ambev SA, ADR	21,575	58,684
Budweiser Brewing Co. APAC, Ltd.	46,000	144,681	Banco Bradesco SA	30,350	87,088
China International Capital Corp., Ltd.	58,400	111,481	Lojas Renner SA	8,130	31,536
China Mengniu Dairy Co., Ltd.	43,000	195,018			177,308
China Petroleum & Chemical Corp., ADR	1,400	67,624	Chile - 0.8%		
CSPC Pharmaceutical Group, Ltd.	192,400	202,125	Banco Santander Chile, ADR	4,700	74,448
ENN Energy Holdings, Ltd.	19,800	278,021	Peru - 2.5%		
GDS Holdings, Ltd., ADR *	1,000	20,620	Southern Copper Corp.	3,900	235,521
Hong Kong Exchanges & Clearing, Ltd.	5,100	220,323	North America - 6.1%		
JD.com, Inc.	542	15,290	Mexico - 2.0%		
JD.com, Inc., ADR	3,600	202,068	Fomento Economico Mexicano, ADR	1,575	123,039
Jiumaojiu International Holdings, Ltd.	9,000	24,041	Grupo Bimbo SAB de CV	16,000	67,575
LK Technology Holdings, Ltd.	72,500	59,631			190,614
Meituan *	6,000	134,291	United States - 4.1%		
Ping An Insurance Group Co. of China, Ltd.	19,900	131,682	Broadcom, Inc.	550	307,521
Sands China, Ltd. *	42,400	140,691	Skyworks Solutions, Inc.	775	70,626
Sinopharm Group Co., Ltd.	44,900	114,128			378,147
Tencent Holdings, Ltd.	8,200	350,883	Total Common Stocks		
Trip.com Group, Ltd., ADR *	4,450	153,080	(cost: \$7,128,404)		8,727,753
		3,167,316	Investment Companies 4.6%		
India - 3.9%			iShares MSCI India ETF	10,400	434,096
HDFC Bank, Ltd., ADR	5,350	365,993	(cost \$312,487)		
Indonesia - 2.1%			Short-Term Securities - 1.6%		
Astra International Tbk PT	176,000	64,442	Fidelity Inst. Money Mkt. Gvt. Fund, 4.06%	149,376	149,376
XL Axiata Tbk PT *	1,162,583	130,428	(cost \$149,376)		
		194,870	Total Investments in Securities - 99.8%		
Singapore - 6.3%			(cost \$7,590,267)		9,311,225
DBS Group Holdings, Ltd.	14,500	367,209	Other Assets and Liabilities, net - 0.2%		14,388
Flex, Ltd. *	4,000	85,840			
Sea, Ltd, ADR *	600	31,218	Net Assets - 100.0%		\$9,325,613
Singapore Technologies Engineering, Ltd.	44,000	110,049			
		594,316			
South Korea - 11.0%					
LG Chem, Ltd.	575	275,648			
NAVER Corp.	450	64,075			
Samsung Electronics Co., Ltd.	10,925	481,591			

See accompanying notes to financial statements.

* Non-income producing security.

ADR — American Depositary Receipt

GDR — Global Depositary Receipt

PLC — Public Limited Company

Numeric footnotes not disclosed are not applicable to this Schedule of Investments.

A summary of the levels for the Fund's investments as of December 31, 2022 is as follows (see Note 2 - significant accounting policies in the notes to financial statements):

	Investment in Securities			Total (\$)
	Level 1 Quoted Prices (\$)	Level 2 Other significant observable inputs (\$)	Level 3 Significant unobservable inputs (\$)	
Common Stocks				
Argentina	197,588	—	—	197,588
Australia	234,126	—	—	234,126
Brazil	177,308	—	—	177,308
Chile	74,448	—	—	74,448
China/Hong Kong	3,167,316	—	—	3,167,316
India	365,993	—	—	365,993
Indonesia	194,870	—	—	194,870
Israel	201,915	—	—	201,915
Mexico	190,614	—	—	190,614
Netherlands	117,284	—	—	117,284
Peru	235,521	—	—	235,521
Singapore	594,316	—	—	594,316
South Africa	562,832	—	—	562,832
South Korea	1,022,695	—	—	1,022,695
Taiwan	854,703	—	—	854,703
Thailand	158,077	—	—	158,077
United States	378,147	—	—	378,147
Investment Companies	434,096	—	—	434,096
Short-Term Securities	149,376	—	—	149,376
Total:	9,311,225	—	—	9,311,225

Level 1 securities of foreign issuers are primarily American Depositary Receipts (ADRs), Public Limited Companies (PLCs) or Global Depositary Receipts (GDRs). There were no transfers into or out of level 3 during the reporting period.

See accompanying notes to financial statements.

STATEMENTS OF ASSETS AND LIABILITIES (Unaudited)

December 31, 2022

	Sit Balanced Fund	Sit Dividend Growth Fund	Sit Global Dividend Growth Fund
ASSETS			
Investments in securities, at identified cost	\$35,797,637	\$183,493,620	\$26,971,695
Investments in securities, at fair value - see accompanying schedule for detail	\$43,451,877	\$218,983,402	\$41,928,839
Cash in bank on demand deposit	—	—	7
Accrued interest and dividends receivable	153,565	268,019	94,281
Receivable for investment securities sold	353,277	816,058	—
Receivable for Fund shares sold	20,827	120,639	1,454
Total assets	43,979,546	220,188,118	42,024,581
LIABILITIES			
Disbursements in excess of cash balances	17,212	—	—
Payable for investment securities purchased	—	562,699	—
Payable for Fund shares redeemed	23,356	1,235,129	72
Cash portion of dividends payable to shareholders	149	—	—
Accrued investment management fees and advisory fees	29,740	128,589	34,577
Accrued Rule 12b-1 fees (Class S)	—	4,594	703
Total liabilities	70,457	1,931,011	35,352
Net assets applicable to outstanding capital stock	\$43,909,089	\$218,257,107	\$41,989,229
Net assets consist of:			
Capital (par value and paid-in surplus)	\$36,091,289	\$181,376,447	\$27,429,774
Total distributable earnings (loss), including unrealized appreciation (depreciation)	7,817,800	36,880,660	14,559,455
	\$43,909,089	\$218,257,107	\$41,989,229
Outstanding shares:			
Common Shares (Class I)*	1,721,291	14,445,115	1,926,215
Common Shares (Class S)*	—	1,629,204	167,850
Net assets applicable to outstanding shares:			
Common Shares (Class I)*	\$43,909,089	\$196,267,106	\$38,626,012
Common Shares (Class S)*	—	21,990,001	3,363,217
Net asset value per share of outstanding capital stock:			
Common Shares (Class I)*	\$25.51	\$13.59	\$20.05
Common Shares (Class S)*	—	13.50	20.04

* Dividend Growth, Global Dividend Growth, ESG Growth and Small Cap Dividend Growth Funds offer multiple share classes (I and S). All other Funds offer a single share class.

See accompanying notes to financial statements.

Sit Large Cap Growth Fund	Sit ESG Growth Fund	Sit Mid Cap Growth Fund	Sit Small Cap Dividend Growth Fund	Sit Small Cap Growth Fund	Sit International Growth Fund	Sit Developing Markets Growth Fund
\$60,861,922	\$5,446,271	\$97,434,928	\$15,652,012	\$65,646,187	\$17,888,875	\$7,590,267
\$132,186,539	\$7,564,369	\$170,214,089	\$19,294,633	\$98,943,419	\$22,971,157	\$9,311,225
—	1	—	—	—	843	1
83,748	15,378	61,185	32,081	101,473	115,162	20,550
—	—	—	316,171	27	—	—
5,221	—	13,425	2,444	3,830	1,897	2,121
132,275,508	7,579,748	170,288,699	19,645,329	99,048,749	23,089,059	9,333,897
—	—	—	—	—	—	—
—	—	—	116,341	—	—	—
33,886	—	40,816	—	9,729	2,293	978
1,621	—	—	—	627	—	—
112,154	6,324	177,752	14,645	124,206	16,362	7,306
—	788	—	979	—	—	—
147,661	7,112	218,568	131,965	134,562	18,655	8,284
\$132,127,847	\$7,572,636	\$170,070,131	\$19,513,364	\$98,914,187	\$23,070,404	\$9,325,613
\$60,404,634	\$5,500,110	\$101,536,871	\$15,928,442	\$66,011,650	\$18,031,471	\$7,585,149
71,723,213	2,072,526	68,533,260	3,584,922	32,902,537	5,038,933	1,740,464
\$132,127,847	\$7,572,636	\$170,070,131	\$19,513,364	\$98,914,187	\$23,070,404	\$9,325,613
2,868,217	257,135	9,575,171	1,129,613	1,856,150	1,275,556	620,942
—	257,040	—	359,057	—	—	—
\$132,127,847	\$3,803,289	\$170,070,131	\$14,808,055	\$98,914,187	\$23,070,404	\$9,325,613
—	3,769,347	—	4,705,309	—	—	—
\$46.07	\$14.79	\$17.76	\$13.11	\$53.29	\$18.09	\$15.02
—	14.66	—	13.10	—	—	—

STATEMENTS OF OPERATIONS (Unaudited)

Six Months Ended December 31, 2022

	Sit Balanced Fund	Sit Dividend Growth Fund	Global Dividend Growth Fund
Investment income:			
Income:			
Dividends*	\$218,860	\$2,392,697	\$364,460
Interest	295,339	17,398	5,934
Total income	514,199	2,410,095	370,394
Expenses (note 4):			
Investment management and advisory service fee	239,146	1,106,263	258,340
12b-1 fees (Class S)	—	27,976	4,268
12b-1 fees (Class S)	—	—	—
Total expenses	239,146	1,134,239	262,608
Less fees and expenses waived by investment adviser	(47,829)	(331,879)	(51,668)
Total net expenses	191,317	802,360	210,940
Net investment income (loss)	322,882	1,607,735	159,454
Realized and unrealized gain (loss):			
Net realized gain (loss) on investments	219,487	6,323,187	(278,880)
Net realized gain (loss) on foreign currency transactions	—	—	724
Net change in unrealized appreciation (depreciation) on investments and foreign currency transactions	(855,279)	5,190,453	1,066,648
Net gain (loss)	(635,792)	11,513,640	788,492
Net increase (decrease) in net assets resulting from operations	<u>(\$312,910)</u>	<u>\$13,121,375</u>	<u>\$947,946</u>
*Foreign taxes withheld on dividends received	—	\$2,239	\$5,667

See accompanying notes to financial statements.

Sit Large Cap Growth Fund	Sit ESG Growth Fund	Sit Mid Cap Growth Fund	Small Cap Dividend Growth Fund	Sit Small Cap Growth Fund	Sit International Growth Fund	Developing Markets Growth Fund
\$759,469	\$53,632	\$1,104,355	\$251,441	\$730,250	\$171,123	\$89,951
15,158	3,201	27,805	7,572	27,246	2,202	1,900
774,627	56,833	1,132,160	259,013	757,496	173,325	91,851
704,607	47,111	1,084,535	123,337	771,827	169,774	90,141
—	4,671	—	5,860	—	—	—
—	—	—	1	—	—	—
704,607	51,782	1,084,535	129,198	771,827	169,774	90,141
—	(9,422)	—	(34,535)	—	(73,569)	(47,324)
704,607	42,360	1,084,535	94,663	771,827	96,205	42,817
70,020	14,473	47,625	164,350	(14,331)	77,120	49,034
840,300	(45,152)	(2,521,389)	178,299	653,569	194,785	26,602
—	57	—	(4)	(29)	360	(307)
(2,172,864)	221,148	15,379,525	798,591	2,768,976	558,923	(110,030)
(1,332,564)	176,053	12,858,136	976,886	3,422,516	754,068	(83,735)
(\$1,262,544)	\$190,526	\$12,905,761	\$1,141,236	\$3,408,185	\$831,188	(\$34,701)
—	\$1,462	\$3,565	\$641	\$3,570	\$8,874	\$11,648

STATEMENTS OF CHANGES IN NET ASSETS

	Sit Balanced Fund		Sit Dividend Growth Fund	
	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022
Operations:				
Net investment income (loss)	\$322,882	\$474,954	\$1,607,735	\$3,335,617
Net realized gain (loss) on investments and foreign currency transactions	219,487	2,359,977	6,323,187	25,349,263
Net change in unrealized appreciation (depreciation) of investments and foreign currency transactions.	<u>(855,279)</u>	<u>(12,491,710)</u>	<u>5,190,453</u>	<u>(44,984,342)</u>
Net increase (decrease) in net assets resulting from operations. . .	<u>(312,910)</u>	<u>(9,656,779)</u>	<u>13,121,375</u>	<u>(16,299,462)</u>
Distributions from:				
Net investment income and net realized gains				
Common shares (Class I)	(2,057,213)	(2,956,313)	(21,073,141)	(25,681,861)
Common shares (Class S)	<u>—</u>	<u>—</u>	<u>(2,312,965)</u>	<u>(3,168,345)</u>
Total distributions	<u>(2,057,213)</u>	<u>(2,956,313)</u>	<u>(23,386,106)</u>	<u>(28,850,206)</u>
Capital share transactions:				
Proceeds from shares sold				
Common Shares (Class I)	1,731,519	13,412,686	7,976,649	28,157,324
Common Shares (Class S)	<u>—</u>	<u>—</u>	<u>566,369</u>	<u>1,509,331</u>
Reinvested distributions				
Common Shares (Class I)	2,015,507	2,928,301	19,839,935	24,442,835
Common Shares (Class S)	<u>—</u>	<u>—</u>	<u>2,307,233</u>	<u>3,159,382</u>
Payments for shares redeemed				
Common Shares (Class I)	(5,594,242)	(21,844,017)	(13,337,389)	(28,473,035)
Common Shares (Class S)	<u>—</u>	<u>—</u>	<u>(1,756,476)</u>	<u>(9,393,310)</u>
Increase (decrease) in net assets from capital transactions	<u>(1,847,216)</u>	<u>(5,503,030)</u>	<u>15,596,321</u>	<u>19,402,527</u>
Total increase (decrease) in net assets	<u>(4,217,339)</u>	<u>(18,116,122)</u>	<u>5,331,590</u>	<u>(25,747,141)</u>
Net assets:				
Beginning of period	<u>48,126,428</u>	<u>66,242,550</u>	<u>212,925,517</u>	<u>238,672,658</u>
End of period.	<u><u>\$43,909,089</u></u>	<u><u>\$48,126,428</u></u>	<u><u>\$218,257,107</u></u>	<u><u>\$212,925,517</u></u>
Capital transactions in shares:				
Sold				
Common Shares (Class I)	62,582	398,336	552,759	1,663,335
Common Shares (Class S)	<u>—</u>	<u>—</u>	<u>37,753</u>	<u>89,054</u>
Reinvested distributions				
Common Shares (Class I)	77,456	88,175	1,445,978	1,442,952
Common Shares (Class S)	<u>—</u>	<u>—</u>	<u>169,280</u>	<u>187,577</u>
Redeemed				
Common Shares (Class I)	(210,277)	(711,508)	(919,944)	(1,676,083)
Common Shares (Class S)	<u>—</u>	<u>—</u>	<u>(121,645)</u>	<u>(545,058)</u>
Net increase (decrease).	<u><u>(70,239)</u></u>	<u><u>(224,997)</u></u>	<u><u>1,164,181</u></u>	<u><u>1,161,777</u></u>

See accompanying notes to financial statements.

Sit Global Dividend Growth Fund		Sit Large Cap Growth Fund		Sit ESG Growth Fund	
Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022
\$159,454	\$410,390	\$70,020	(\$266,176)	\$14,473	\$38,713
(278,156)	802,964	840,300	9,487,470	(45,095)	282,988
<u>1,066,648</u>	<u>(6,395,328)</u>	<u>(2,172,864)</u>	<u>(40,967,507)</u>	<u>221,148</u>	<u>(1,847,947)</u>
<u>947,946</u>	<u>(5,181,974)</u>	<u>(1,262,544)</u>	<u>(31,746,213)</u>	<u>190,526</u>	<u>(1,526,246)</u>
(343,331)	(334,135)	(4,954,540)	(10,822,278)	(120,779)	(71,656)
<u>(24,673)</u>	<u>(22,870)</u>	<u>—</u>	<u>—</u>	<u>(116,450)</u>	<u>(59,748)</u>
<u>(368,004)</u>	<u>(357,005)</u>	<u>(4,954,540)</u>	<u>(10,822,278)</u>	<u>(237,229)</u>	<u>(131,404)</u>
1,266,048	1,661,272	1,451,807	4,420,115	16,017	157,956
13,808	199,533	—	—	123,780	72,207
321,262	314,053	4,756,966	10,641,515	120,779	71,656
24,673	22,870	—	—	116,450	59,748
(551,463)	(1,306,482)	(4,299,024)	(13,154,398)	(55,304)	(473,310)
<u>(112,794)</u>	<u>(458,731)</u>	<u>—</u>	<u>—</u>	<u>(20,173)</u>	<u>(32,242)</u>
<u>961,534</u>	<u>432,515</u>	<u>1,909,749</u>	<u>1,907,232</u>	<u>301,549</u>	<u>(143,985)</u>
1,541,476	(5,106,464)	(4,307,335)	(40,661,259)	254,846	(1,801,635)
<u>40,447,753</u>	<u>45,554,217</u>	<u>136,435,182</u>	<u>177,096,441</u>	<u>7,317,790</u>	<u>9,119,425</u>
<u>\$41,989,229</u>	<u>\$40,447,753</u>	<u>\$132,127,847</u>	<u>\$136,435,182</u>	<u>\$7,572,636</u>	<u>\$7,317,790</u>
63,361	72,461	28,535	71,691	1,074	8,598
690	8,666	—	—	7,860	4,130
16,693	13,860	100,911	163,590	8,057	3,783
1,284	1,014	—	—	7,837	3,176
(28,030)	(57,269)	(86,670)	(219,041)	(3,587)	(27,259)
<u>(5,875)</u>	<u>(20,277)</u>	<u>—</u>	<u>—</u>	<u>(1,297)</u>	<u>(1,728)</u>
<u>48,123</u>	<u>18,455</u>	<u>42,776</u>	<u>16,240</u>	<u>19,944</u>	<u>(9,300)</u>

STATEMENTS OF CHANGES IN NET ASSETS

	Sit Mid Cap Growth Fund		Sit Small Cap Dividend Growth Fund	
	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022
Operations:				
Net investment income (loss)	\$47,625	(\$1,117,433)	\$164,350	\$188,059
Net realized gain (loss) on investments and foreign currency transactions	(2,521,389)	11,614,655	178,295	862,066
Net change in unrealized appreciation (depreciation) of investments and foreign currency transactions.	15,379,525	(64,721,093)	798,591	(4,651,240)
Net increase (decrease) in net assets resulting from operations. . . .	12,905,761	(54,223,871)	1,141,236	(3,601,115)
Distributions from:				
Net investment income and net realized gains				
Common shares (Class I)	(5,106,759)	(26,173,363)	(581,490)	(1,438,331)
Common shares (Class S)	—	—	(173,968)	(429,103)
Total distributions	(5,106,759)	(26,173,363)	(755,458)	(1,867,434)
Capital share transactions:				
Proceeds from shares sold				
Common Shares (Class I)	1,013,837	1,319,860	181,107	844,902
Common Shares (Class S)	—	—	157,353	219,344
Reinvested distributions				
Common Shares (Class I)	4,614,408	25,308,092	539,939	1,350,645
Common Shares (Class S)	—	—	168,868	414,564
Payments for shares redeemed				
Common Shares (Class I)	(7,786,864)	(9,971,539)	(426,546)	(924,477)
Common Shares (Class S)	—	—	(25,851)	(204,817)
Increase (decrease) in net assets from capital transactions	(2,158,619)	16,656,413	594,870	1,700,161
Total increase (decrease) in net assets	5,640,383	(63,740,821)	980,648	(3,768,388)
Net assets:				
Beginning of period	164,429,748	228,170,569	18,532,716	22,301,104
End of period.	<u>\$170,070,131</u>	<u>\$164,429,748</u>	<u>\$19,513,364</u>	<u>\$18,532,716</u>
Capital transactions in shares:				
Sold				
Common Shares (Class I)	53,956	60,388	13,478	52,492
Common Shares (Class S)	—	—	11,182	13,840
Reinvested distributions				
Common Shares (Class I)	256,927	1,096,063	41,513	85,026
Common Shares (Class S)	—	—	12,979	26,101
Redeemed				
Common Shares (Class I)	(429,261)	(441,904)	(31,011)	(54,966)
Common Shares (Class S)	—	—	(1,848)	(13,515)
Net increase (decrease)	<u>(118,378)</u>	<u>714,547</u>	<u>46,293</u>	<u>108,978</u>

See accompanying notes to financial statements.

Sit Small Cap Growth Fund		Sit International Growth Fund		Sit Developing Markets Growth Fund	
Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30, 2022
(\$14,331)	(\$875,254)	\$77,120	\$259,074	\$49,034	\$134,915
653,540	7,511,737	195,145	692,622	26,295	80,939
2,768,976	(41,245,382)	558,923	(8,092,173)	(110,030)	(3,750,421)
3,408,185	(34,608,899)	831,188	(7,140,477)	(34,701)	(3,534,567)
(1,688,714)	(19,675,197)	(453,403)	(72,739)	(222,145)	(252,776)
—	—	—	—	—	—
(1,688,714)	(19,675,197)	(453,403)	(72,739)	(222,145)	(252,776)
442,130	1,398,827	183,487	767,114	325,336	682,993
—	—	—	—	—	—
1,564,134	19,201,055	420,135	71,582	216,826	247,111
—	—	—	—	—	—
(3,255,541)	(13,730,915)	(364,932)	(2,516,151)	(359,324)	(1,625,794)
—	—	—	—	—	—
(1,249,277)	6,868,967	238,690	(1,677,455)	182,838	(695,690)
470,194	(47,415,129)	616,475	(8,890,671)	(74,008)	(4,483,033)
98,443,993	145,859,122	22,453,929	31,344,600	9,399,621	13,882,654
<u>\$98,914,187</u>	<u>\$98,443,993</u>	<u>\$23,070,404</u>	<u>\$22,453,929</u>	<u>\$9,325,613</u>	<u>\$9,399,621</u>
7,829	19,358	9,927	33,021	22,716	36,524
—	—	—	—	—	—
29,138	276,393	22,996	3,120	14,484	13,548
—	—	—	—	—	—
(59,114)	(193,154)	(20,182)	(120,475)	(24,228)	(90,929)
—	—	—	—	—	—
<u>(22,147)</u>	<u>102,597</u>	<u>12,741</u>	<u>(84,334)</u>	<u>12,972</u>	<u>(40,857)</u>

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Balanced Fund

	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$26.86	\$32.85	\$26.37	\$25.06	\$23.76	\$22.71
Operations:						
Net investment income ¹	0.18	0.23	0.22	0.25	0.32	0.25
Net realized and unrealized gains (losses)	(0.31)	(4.86)	6.71	2.64	1.52	1.96
Total from operations	(0.13)	(4.63)	6.93	2.89	1.84	2.21
Distributions to Shareholders:						
From net investment income	(0.26)	(0.22)	(0.20)	(0.27)	(0.31)	(0.27)
From net realized gains	(0.96)	(1.14)	(0.25)	(1.31)	(0.23)	(0.89)
Total distributions	(1.22)	(1.36)	(0.45)	(1.58)	(0.54)	(1.16)
Net Asset Value						
End of period	\$25.51	\$26.86	\$32.85	\$26.37	\$25.06	\$23.76
Total investment return ²	(0.55%)	(14.87%)	26.48%	11.91%	7.98%	9.84%
Net assets at end of period (000's omitted)	\$43,909	\$48,126	\$66,243	\$46,658	\$34,465	\$37,541
Ratios: ³						
Expenses (without waiver)	1.00% ⁴	1.00% ⁴	1.00%	1.00%	1.00%	1.00%
Expenses (with waiver)	0.80% ⁴	0.91% ⁴	—	—	—	—
Net investment income (without waiver)	1.15%	0.62%	0.74%	0.99%	1.33%	1.07%
Net investment income (with waiver)	1.35%	0.71%	—	—	—	—
Portfolio turnover rate (excluding short-term securities)	16.78% ⁵	39.92%	38.30%	58.63%	50.45%	50.49%

¹ The net investment income per share is based on average shares outstanding for the period.

² Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

³ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁴ Total Fund expenses are limited to 1.00% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁵ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Dividend Growth Fund

Class I	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$14.29	\$17.37	\$13.48	\$14.45	\$16.69	\$16.88
Operations:						
Net investment income ¹	0.11	0.24	0.21	0.22	0.38	0.26
Net realized and unrealized gains (losses)	0.78	(1.19)	4.75	0.64	0.55	1.49
Total from operations	0.89	(0.95)	4.96	0.86	0.93	1.75
Redemption fee ²	—	—	—	—	—	—
Distributions to Shareholders:						
From net investment income	(0.15)	(0.24)	(0.21)	(0.24)	(0.40)	(0.26)
From net realized gains	(1.44)	(1.89)	(0.86)	(1.59)	(2.77)	(1.68)
Total distributions	(1.59)	(2.13)	(1.07)	(1.83)	(3.17)	(1.94)
Net Asset Value						
End of period	\$13.59	\$14.29	\$17.37	\$13.48	\$14.45	\$16.69
Total investment return ³	6.15%	(7.27%)	38.13%	5.46%	8.37%	10.36%
Net assets at end of period (000's omitted)	\$196,267	\$191,010	\$207,378	\$172,746	\$214,204	\$918,584
Ratios: ⁴						
Expenses (without waiver) ⁵	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Expenses (with waiver) ⁵	0.70%	0.70%	0.70%	0.70%	0.70%	0.78%
Net investment income (without waiver)	1.18%	1.11%	1.08%	1.30%	2.04%	1.31%
Net investment income (with waiver)	1.48%	1.41%	1.38%	1.60%	2.34%	1.53%
Portfolio turnover rate (excluding short-term securities)	24.52% ⁶	58.96%	42.93%	68.43%	51.52%	68.38%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Total Fund expenses are limited to 1.00% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁶ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Dividend Growth Fund

Class S	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$14.20	\$17.27	\$13.40	\$14.37	\$16.61	\$16.81
Operations:						
Net investment income ¹	0.09	0.19	0.17	0.19	0.32	0.22
Net realized and unrealized gains (losses)	0.77	(1.17)	4.73	0.63	0.57	1.47
Total from operations	0.86	(0.98)	4.90	0.82	0.89	1.69
Redemption fee	— ²	—	— ²	— ²	— ²	— ²
Distributions to Shareholders:						
From net investment income	(0.12)	(0.20)	(0.17)	(0.20)	(0.36)	(0.21)
From net realized gains	(1.44)	(1.89)	(0.86)	(1.59)	(2.77)	(1.68)
Total distributions	(1.56)	(2.09)	(1.03)	(1.79)	(3.13)	(1.89)
Net Asset Value						
End of period	\$13.50	\$14.20	\$17.27	\$13.40	\$14.37	\$16.61
Total investment return ³	5.98%	(7.50%)	37.87%	5.19%	8.12%	10.06%
Net assets at end of period (000's omitted)	\$21,990	\$21,915	\$31,295	\$29,106	\$39,729	\$51,331
Ratios: ⁴						
Expenses (without waiver) ⁵	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%
Expenses (with waiver) ⁵	0.95%	0.95%	0.95%	0.95%	0.95%	0.03%
Net investment income (without waiver)	0.92%	0.85%	0.83%	1.05%	1.80%	1.06%
Net investment income (with waiver)	1.22%	1.15%	1.13%	1.35%	2.10%	1.28%
Portfolio turnover rate (excluding short-term securities)	24.52% ⁶	58.96%	42.93%	68.43%	51.52%	68.38%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Total Fund expenses are limited to 1.25% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁶ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Global Dividend Growth Fund

Class I	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30,				
	2022	2021	2020	2019	2018	
Net Asset Value:						
Beginning of period	\$19.77	\$22.47	\$16.87	\$16.34	\$15.24	
Operations:						
Net investment income ¹	0.08	0.21	0.20	0.22	0.28	
Net realized and unrealized gains (losses)	0.38	(2.73)	5.59	0.57	1.10	
Total from operations	0.46	(2.52)	5.79	0.79	1.38	
Redemption fee	—	—	—	— ²	—	
Distributions to Shareholders:						
From net investment income.	(0.18)	(0.18)	(0.19)	(0.26)	(0.24)	
Net Asset Value						
End of period	\$20.05	\$19.77	\$22.47	\$16.87	\$16.34	
Total investment return ³	2.38%	(11.31%)	34.61%	4.93%	9.18%	
Net assets at end of period (000's omitted)	\$38,626	\$37,057	\$41,461	\$31,361	\$30,823	
Ratios: ⁴						
Expenses (without waiver) ⁵	1.25%	1.25%	1.25%	1.25%	1.25%	
Expenses (with waiver) ⁵	1.00%	1.00%	1.00%	1.00%	1.06%	
Net investment income (without waiver)	0.54%	0.66%	0.77%	1.11%	1.53%	
Net investment income (with waiver)	0.79%	0.91%	1.02%	1.36%	1.78%	
Portfolio turnover rate (excluding short-term securities)	4.06% ⁶	4.64%	11.55%	22.15%	15.07%	

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Total Fund expenses are limited to 1.25% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁶ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Global Dividend Growth Fund

Class S	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$19.74	\$22.45	\$16.85	\$16.33	\$15.22	\$14.53
Operations:						
Net investment income ¹	0.05	0.15	0.15	0.18	0.24	0.23
Net realized and unrealized gains (losses)	0.39	(2.73)	5.60	0.56	1.11	0.66
Total from operations	0.44	(2.58)	5.75	0.74	1.35	0.89
Redemption fee	—	—	— ²	— ²	—	—
Distributions to Shareholders:						
From net investment income	(0.14)	(0.13)	(0.15)	(0.22)	(0.24)	(0.20)
Net Asset Value						
End of period	\$20.04	\$19.74	\$22.45	\$16.85	\$16.33	\$15.22
Total investment return ³	2.28%	(11.58%)	34.32%	4.60%	8.98%	6.13%
Net assets at end of period (000's omitted)	\$3,363	\$3,391	\$4,093	\$3,391	\$3,241	\$3,246
Ratios: ⁴						
Expenses (without waiver) ⁵	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
Expenses (with waiver) ⁵	1.25%	1.25%	1.25%	1.25%	1.25%	1.31%
Net investment income (without waiver)	0.29%	0.39%	0.52%	0.87%	1.28%	1.33%
Net investment income (with waiver)	0.54%	0.64%	0.77%	1.12%	1.53%	1.52%
Portfolio turnover rate (excluding short-term securities)	4.06% ⁶	4.64%	11.55%	22.15%	15.07%	19.80%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Total Fund expenses are limited to 1.50% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁶ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Large Cap Growth Fund

	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$48.29	\$63.04	\$47.07	\$42.53	\$42.40	\$40.56
Operations:						
Net investment income (loss) ¹	0.02	(0.09)	(0.06)	0.07	0.16	0.13
Net realized and unrealized gains (losses)	(0.46)	(10.74)	18.95	8.60	3.61	6.55
Total from operations	(0.44)	(10.83)	18.89	8.67	3.77	6.68
Redemption fee	— ²	—	— ²	— ²	— ²	— ²
Distributions to Shareholders:						
From net investment income	—	—	(0.02)	(0.12)	(0.15)	(0.17)
From net realized gains	(1.78)	(3.92)	(2.90)	(4.01)	(3.49)	(4.67)
Total distributions	(1.78)	(3.92)	(2.92)	(4.13)	(3.64)	(4.84)
Net Asset Value						
End of period	\$46.07	\$48.29	\$63.04	\$47.07	\$42.53	\$42.40
Total investment return ³	(0.99%)	(18.78%)	41.12%	21.34%	10.54%	16.93%
Net assets at end of period (000's omitted)	\$132,128	\$136,435	\$177,096	\$129,154	\$116,581	\$118,792
Ratios: ⁴						
Expenses	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Net investment income (loss)	0.10%	(0.15%)	(0.11%)	0.17%	0.39%	0.30%
Portfolio turnover rate (excluding short-term securities)	1.67% ⁵	10.83%	9.75%	14.53%	16.02%	15.02%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit ESG Growth Fund

Class I	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$14.87	\$18.17	\$13.85	\$13.21	\$12.37	\$11.29
Operations:						
Net investment income ¹	0.04	0.10	0.12	0.12	0.17	0.16
Net realized and unrealized gains (losses)	0.37	(3.13)	4.30	0.74	0.83	1.03
Total from operations	0.41	(3.03)	4.42	0.86	1.00	1.19
Redemption fee	—	—	— ²	—	—	—
Distributions to Shareholders:						
From net investment income	(0.10)	(0.08)	(0.10)	(0.17)	(0.16)	(0.11)
From net realized gains	(0.39)	(0.19)	—	(0.05)	—	—
Total distributions	(0.49)	(0.27)	(0.10)	(0.22)	(0.16)	(0.11)
Net Asset Value						
End of period	\$14.79	\$14.87	\$18.17	\$13.85	\$13.21	\$12.37
Total investment return ³	2.69%	(16.97%)	31.97%	6.47%	8.30%	10.57%
Net assets at end of period (000's omitted)	\$3,803	\$3,740	\$4,841	\$3,477	\$3,387	\$3,041
Ratios: ⁴						
Expenses (without waiver) ⁵	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%
Expenses (with waiver) ⁵	1.00%	1.00%	1.00%	1.00%	1.00%	1.06%
Net investment income (without waiver)	0.26%	0.30%	0.48%	0.63%	1.14%	1.10%
Net investment income (with waiver)	0.51%	0.55%	0.73%	0.88%	1.38%	1.29%
Portfolio turnover rate (excluding short-term securities)	4.29% ⁶	9.23%	7.39%	25.28%	9.26%	14.97%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Total Fund expenses are limited to 1.25% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁶ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit ESG Growth Fund

Class S	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$14.74	\$18.05	\$13.78	\$13.16	\$12.34	\$11.28
Operations:						
Net investment income ¹	0.02	0.05	0.08	0.08	0.14	0.13
Net realized and unrealized gains (losses)	0.37	(3.11)	4.27	0.74	0.83	1.03
Total from operations	0.39	(3.06)	4.35	0.82	0.97	1.16
Distributions to Shareholders:						
From net investment income	(0.08)	(0.06)	(0.08)	(0.15)	(0.15)	(0.10)
From net realized gains	(0.39)	(0.19)	—	(0.05)	—	—
Total distributions	(0.47)	(0.25)	(0.08)	(0.20)	(0.15)	(0.10)
Net Asset Value						
End of period	\$14.66	\$14.74	\$18.05	\$13.78	\$13.16	\$12.34
Total investment return ²	2.58%	(17.24%)	31.61%	6.22%	8.01%	10.37%
Net assets at end of period (000's omitted)	\$3,769	\$3,577	\$4,279	\$3,158	\$2,895	\$2,660
Ratios: ³						
Expenses (without waiver) ⁴	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
Expenses (with waiver) ⁴	1.25%	1.25%	1.25%	1.25%	1.25%	1.31%
Net investment income (without waiver)	0.01%	0.05%	0.23%	0.38%	0.89%	0.84%
Net investment income (with waiver)	0.26%	0.30%	0.48%	0.63%	1.14%	1.03%
Portfolio turnover rate (excluding short-term securities)	4.29% ⁵	9.23%	7.39%	25.28%	9.26%	14.97%

¹ The net investment income per share is based on average shares outstanding for the period.

² Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

³ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁴ Total Fund expenses are limited to 1.50% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁵ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Mid Cap Growth Fund

	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$16.96	\$25.41	\$19.05	\$18.84	\$18.96	\$18.06
Operations:						
Net investment income (loss) ¹	0.01	(0.12)	(0.10)	(0.05)	(0.03)	(0.03)
Net realized and unrealized gains (losses)	1.34	(5.37)	7.44	1.64	1.79	1.71
Total from operations	1.35	(5.49)	7.34	1.59	1.76	1.68
Redemption fee	—	— ²	— ²	— ²	— ²	— ²
Distributions to Shareholders:						
From net investment income	—	—	—	—	—	— ²
From net realized gains	(0.55)	(2.96)	(0.98)	(1.38)	(1.88)	(0.78)
Total distributions	(0.55)	(2.96)	(0.98)	(1.38)	(1.88)	(0.78)
Net Asset Value						
End of period	\$17.76	\$16.96	\$25.41	\$19.05	\$18.84	\$18.96
Total investment return ³	7.90%	(24.70%)	38.99%	8.75%	11.76%	9.42%
Net assets at end of period (000's omitted)	\$170,070	\$164,430	\$228,171	\$172,744	\$169,099	\$158,501
Ratios: ⁴						
Expenses	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%
Net investment income (loss)	0.05%	(0.52%)	(0.46%)	(0.27%)	(0.16%)	(0.17%)
Portfolio turnover rate (excluding short-term securities)	3.43% ⁵	13.16%	19.54%	25.58%	27.70%	28.89%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Small Cap Dividend Growth Fund

Class I	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$12.85	\$16.73	\$11.39	\$11.89	\$12.27	\$11.47
Operations:						
Net investment income ¹	0.12	0.14	0.13	0.13	0.15	0.11
Net realized and unrealized gains (losses)	0.67	(2.61)	5.32	(0.49)	(0.25)	0.80
Total from operations	0.79	(2.47)	5.45	(0.36)	(0.10)	0.91
Redemption fee	—	— ²	—	—	—	—
Distributions to Shareholders:						
From net investment income	(0.16)	(0.14)	(0.11)	(0.14)	(0.15)	(0.11)
From net realized gains	(0.37)	(1.27)	—	—	(0.13)	—
Total distributions	(0.53)	(1.41)	(0.11)	(0.14)	(0.28)	(0.11)
Net Asset Value						
End of period	\$13.11	\$12.85	\$16.73	\$11.39	\$11.89	\$12.27
Total investment return ³	6.19%	(16.30%)	48.13%	(3.05%)	(0.54%)	8.00%
Net assets at end of period (000's omitted)	\$14,808	\$14,209	\$17,114	\$11,786	\$12,559	\$14,597
Ratios: ⁴						
Expenses (without waiver) ⁵	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%
Expenses (with waiver) ⁵	0.90%	0.95%	1.00%	1.00%	1.00%	1.06%
Net investment income (without waiver)	1.37%	0.59%	0.67%	0.90%	1.07%	0.75%
Net investment income (with waiver)	1.72%	0.89%	0.92%	1.15%	1.32%	0.94%
Portfolio turnover rate (excluding short-term securities)	9.51% ⁶	18.47%	27.91%	27.58%	24.17%	29.74%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Total Fund expenses are limited to 1.25% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁶ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Small Cap Dividend Growth Fund

Class S	Six Months Ended December 31, 2022 (Unaudited)	Year Ended June 30,				
	2022	2021	2020	2019	2018	
Net Asset Value:						
Beginning of period	\$12.84	\$16.72	\$11.38	\$11.88	\$12.26	\$11.46
Operations:						
Net investment income ¹	0.10	0.11	0.10	0.10	0.12	0.08
Net realized and unrealized gains (losses)	0.66	(2.62)	5.32	(0.49)	(0.25)	0.80
Total from operations	0.76	(2.51)	5.42	(0.39)	(0.13)	0.88
Redemption fee	—	— ²	—	—	—	—
Distributions to Shareholders:						
From net investment income	(0.13)	(0.10)	(0.08)	(0.11)	(0.12)	(0.08)
From net realized gains	(0.37)	(1.27)	—	—	(0.13)	—
Total distributions	(0.50)	(1.37)	(0.08)	(0.11)	(0.25)	(0.08)
Net Asset Value						
End of period	\$13.10	\$12.84	\$16.72	\$11.38	\$11.88	\$12.26
Total investment return ³	5.99%	(16.48%)	47.73%	(3.30%)	(0.80%)	7.74%
Net assets at end of period (000's omitted)	\$4,705	\$4,323	\$5,187	\$3,720	\$3,981	\$3,882
Ratios: ⁴						
Expenses (without waiver) ⁵	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
Expenses (with waiver) ⁵	1.15%	1.20%	1.25%	1.25%	1.25%	1.31%
Net investment income (without waiver)	1.13%	0.42%	0.42%	0.64%	0.82%	0.51%
Net investment income (with waiver)	1.48%	0.72%	0.67%	0.89%	1.07%	0.70%
Portfolio turnover rate (excluding short-term securities)	9.51% ⁶	18.47%	27.91%	27.58%	24.17%	29.74%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Total Fund expenses are limited to 1.50% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁶ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Small Cap Growth Fund

	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$52.41	\$82.14	\$56.81	\$55.46	\$57.18	\$54.18
Operations:						
Net investment loss ¹	(0.01)	(0.48)	(0.44)	(0.28)	(0.25)	(0.29)
Net realized and unrealized gains (losses)	1.81	(17.68)	28.28	3.38	2.88	7.01
Total from operations	1.80	(18.16)	27.84	3.10	2.63	6.72
Redemption fee ²	—	—	—	—	—	—
Distributions to Shareholders:						
From net realized gains	(0.92)	(11.57)	(2.51)	(1.75)	(4.35)	(3.72)
Net Asset Value						
End of period	\$53.29	\$52.41	\$82.14	\$56.81	\$55.46	\$57.18
Total investment return ³	3.43%	(25.57%)	49.65%	5.68%	6.45%	12.68%
Net assets at end of period (000's omitted)	\$98,914	\$98,444	\$145,859	\$100,613	\$99,630	\$100,038
Ratios: ⁴						
Expenses	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
Net investment loss	(0.03%)	(0.67%)	(0.62%)	(0.53%)	(0.47%)	(0.51%)
Portfolio turnover rate (excluding short-term securities)	9.21% ⁵	15.64%	30.54%	25.74%	26.34%	29.01%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit International Growth Fund

	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$17.78	\$23.27	\$17.38	\$17.13	\$16.75	\$16.23
Operations:						
Net investment income ¹	0.06	0.20	0.05	0.06	0.16	0.19
Net realized and unrealized gains (losses)	0.61	(5.63)	5.89	0.36	0.40	0.47
Total from operations	0.67	(5.43)	5.94	0.42	0.56	0.66
Redemption fee	—	—	—	— ²	—	— ²
Distributions to Shareholders:						
From net investment income	(0.27)	(0.06)	(0.05)	(0.17)	(0.18)	(0.14)
From net realized gains	(0.09)	—	—	—	—	—
Total distributions	(0.36)	(0.06)	(0.05)	(0.17)	(0.18)	(0.14)
Net Asset Value						
End of period	\$18.09	\$17.78	\$23.27	\$17.38	\$17.13	\$16.75
Total investment return ³	3.76%	(23.41%)	34.18%	2.43%	3.55%	4.06%
Net assets at end of period (000's omitted)	\$23,070	\$22,454	\$31,345	\$23,005	\$23,463	\$23,875
Ratios: ⁴						
Expenses (without waiver)	1.50% ⁵	1.50% ⁵	1.50%	1.50%	1.50%	1.50%
Expenses (with waiver)	0.85% ⁵	1.20% ⁵	—	—	—	—
Net investment income (without waiver)	0.03%	0.59%	0.26%	0.35%	0.97%	1.11%
Net investment income (with waiver)	0.68%	0.88%	—	—	—	—
Portfolio turnover rate (excluding short-term securities)	4.10% ⁶	7.76%	12.61%	13.38%	27.38%	16.35%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Total Fund expenses are limited to 1.50% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁶ Not annualized.

FINANCIAL HIGHLIGHTS

Per share income and capital changes for a share outstanding throughout the period. See accompanying notes to financial statements.

Sit Developing Markets Growth Fund

	Six Months Ended December 31, 2022 (Unaudited)	2022	2021	2020	2019	2018
Net Asset Value:						
Beginning of period	\$15.46	\$21.40	\$16.28	\$16.21	\$17.25	\$15.23
Operations:						
Net investment income ¹	0.08	0.21	0.01	0.26	0.10	0.03
Net realized and unrealized gains (losses)	(0.15)	(5.76)	5.17	0.11	(0.90)	2.24
Total from operations	(0.07)	(5.55)	5.18	0.37	(0.80)	2.27
Redemption fee	— ²	—	—	— ²	—	— ²
Distributions to Shareholders:						
From net investment income	(0.29)	(0.02)	(0.02)	(0.30)	(0.08)	—
From net realized gains	(0.08)	(0.37)	(0.04)	—	(0.16)	(0.25)
Total distributions	(0.37)	(0.39)	(0.06)	(0.30)	(0.24)	(0.25)
Net Asset Value						
End of period	\$15.02	\$15.46	\$21.40	\$16.28	\$16.21	\$17.25
Total investment return ³	(0.47%)	(26.19%)	31.79%	2.20%	(4.43%)	14.94%
Net assets at end of period (000's omitted)	\$9,326	\$9,400	\$13,883	\$10,260	\$9,996	\$11,027
Ratios: ⁴						
Expenses (without waiver) ⁵	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
Expenses (with waiver) ⁵	0.95%	1.20%	1.40%	1.40%	1.40%	1.54%
Net investment income (without waiver)	0.04%	0.35%	(0.55%)	1.05%	0.03%	(0.26%)
Net investment income (with waiver)	1.09%	1.15%	0.05%	1.65%	0.63%	0.20%
Portfolio turnover rate (excluding short-term securities)	0.50% ⁶	2.49%	7.52%	4.15%	10.28%	30.30%

¹ The net investment income per share is based on average shares outstanding for the period.

² Amount represents less than \$0.01 per share.

³ Total investment return is based on the change in net asset value of a share during the period (not annualized) and assumes reinvestment of distributions at net asset value.

⁴ Ratios are annualized for periods less than one year. In addition to fees and expenses which the Fund bears directly, the Fund indirectly bears a pro rata share of the fees and expenses of the acquired funds in which it invests. Such indirect expenses are not included in the above reported expense ratios.

⁵ Total Fund expenses are limited to 2.00% of average daily net assets. However, during the period above, the investment adviser voluntarily absorbed expenses that were otherwise payable by the Fund.

⁶ Not annualized.

NOTES TO FINANCIAL STATEMENTS (Unaudited)

Six Months Ended December 31, 2022

(1) Organization

The Sit Mutual Funds covered by this report are Sit Balanced Fund, Sit Dividend Growth Fund, Sit Global Dividend Growth Fund, Sit Large Cap Growth Fund, Sit ESG Growth Fund, Sit Mid Cap Growth Fund, Sit Small Cap Dividend Growth Fund, Sit Small Cap Growth Fund, Sit International Growth Fund, and Sit Developing Markets Growth Fund (each a “Fund” and collectively, the “Funds”). The Funds are no-load funds, and are registered under the Investment Company Act of 1940 (as amended) as diversified, open-end management investment companies, or series thereof. The Sit Balanced Fund, Sit Dividend Growth Fund, Sit Global Dividend Growth Fund, Sit ESG Growth Fund, Sit Small Cap Dividend Growth Fund, Sit Small Cap Growth Fund, Sit International Growth Fund, and Sit Developing Markets Growth Fund are series funds of Sit Mutual Funds, Inc. Each Fund has 10 billion authorized shares of capital stock with a par value of \$0.001. This report covers the equity Funds of the Sit Mutual Funds.

The investment objective for each Fund is as follows:

Fund	Investment Objective
Balanced Fund	Long-term growth consistent with the preservation of principal and to provide regular income.
Dividend Growth Fund	Provide current income that exceeds the dividend yield of the S&P 500® Index and that grows over a period of years. Secondly, maximize long-term capital appreciation.
Global Dividend Growth Fund	Provide current income that exceeds the dividend yield of the MSCI World Index that grows over a period of years. Secondly, maximize long-term capital appreciation.
Large Cap Growth Fund	Maximize long-term capital appreciation.
ESG Growth Fund	Maximize long-term capital appreciation.
Mid Cap Growth Fund	Maximize long-term capital appreciation.
Small Cap Dividend Growth Fund	Provide current income that exceeds the yield of the Russell 2000® Index and that grows over a period of years. Secondly, maximize long-term capital appreciation.
Small Cap Growth Fund	Maximize long-term capital appreciation.
International Growth Fund	Maximize long-term growth.
Developing Markets Growth Fund	Maximize long-term capital appreciation.

The Dividend Growth, Global Dividend Growth, ESG Growth and Small Cap Dividend Growth Funds offer Class I and Class S shares. Both classes of shares have identical voting, dividend, and liquidation rights. The distribution fee differs among classes, the Class S shares have a 0.25% distribution fee, whereas Class I has no distribution fee. Income, expenses (other than class specific expenses) and realized and unrealized gains or losses on investments are allocated to each class of shares based upon its relative net assets.

(2) Significant Accounting Policies

The Funds are investment companies and follow accounting and reporting guidance under Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 946, “Financial Services-Investment Companies”. The following is a summary of significant accounting policies consistently followed by the Funds in the preparation of their financial statements in conformity with U.S. generally accepted accounting principles (“GAAP”).

Investments in Securities

Investments in securities traded on national or international securities exchanges are valued at the last reported sales price prior to the time when assets are valued. Equity securities traded on the over-the-counter market are valued at the last reported sales price or if the last sales price is not available, at the last reported bid price. The sale and bid prices or prices deemed best to reflect fair value quoted by dealers who make markets in these securities are obtained from independent pricing services. Consistent with the Funds’ valuation policies and procedures, debt securities maturing in more than 60 days are priced by an independent pricing service. The pricing service may use models that price securities based on current yields and relative security characteristics, such as coupon rate, maturity date, issuer credit quality, and

prepayment speeds as applicable. When market quotations are not readily available, or when Sit Investment Associates, Inc. (the “Adviser” or “SIA”) becomes aware that a significant event impacting the value of a security or group of securities has occurred after the closing of the exchange on which the security or securities principally trade, but before the calculation of the daily net asset value, securities are valued at fair value as determined in good faith using procedures established by the Funds’ Board of Directors. The procedures consider, among others, the following factors to determine a security’s fair value: the nature and pricing history (if any) of the security; whether any dealer quotations for the security are available; and possible valuation methodologies that could be used to determine the fair value of the security. Debt securities of sufficient credit quality maturing in less than 60 days when acquired, or which subsequently are within 60 days of maturity, are valued at amortized cost, which approximates fair value.

Security transactions are accounted for on the date the securities are purchased or sold. Securities gains and losses are calculated on the identified-cost basis. Dividend income is recorded on the ex-dividend date or upon the receipt of ex-dividend notification in the case of certain foreign securities. Interest income is recorded on an accrual basis, including level-yield amortization of long-term bond premium and discount using the effective yield method.

Fair Value Measurements

The inputs and valuation techniques used to measure fair value of the Funds’ investments are summarized into three levels as described in the hierarchy below:

- Level 1 – quoted prices in active markets for identical securities. An active market for the security is a market in which transactions occur with sufficient frequency and volume to provide pricing information on an ongoing basis. A quoted price in an active market provides the most reliable evidence of fair value.
- Level 2 – debt securities are valued based on evaluated prices received from independent pricing services or from dealers who make markets in such securities. For corporate bonds, U.S. government and government agency obligations, and municipal securities the pricing services utilize matrix pricing which considers yield or price of bonds of comparable quality, coupon, maturity, and type as well as dealer supplied prices. For asset-backed securities and mortgage-backed securities, the pricing services utilize matrix pricing which considers prepayment speed assumptions, attributes of the collateral, yield or price of bonds of comparable quality, coupon, maturity, and type as well as dealer supplied prices. For foreign equities, the pricing services adjust closing prices by applying a systematic process for events occurring after the close of the foreign exchange by utilizing such inputs as Depositary Receipts, quoted prices for similar securities, exchange rates, and certain indexes. All of these inputs are derived principally from or corroborated by observable market data. An adjustment to any observable input that is significant to the fair value may render the measurement a Level 3 measurement.
- Level 3 – significant unobservable inputs, including the Adviser’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.

A summary of the levels for the Funds’ investments as of December 31, 2022 is included with the Funds’ schedules of investments.

Foreign Currency Translations and Forward Foreign Currency Contracts

The fair value of securities and other assets and liabilities denominated in foreign currencies for Global Dividend Growth, ESG Growth, International Growth and Developing Markets Growth Funds are translated daily into U.S. dollars at the closing rate of exchange (approximately 4:00 p.m. Eastern Time). Purchases and sales of securities, income and expenses are translated at the exchange rate on the transaction date. Dividend and interest income includes currency exchange gains (losses) realized between the accrual and payment dates on such income. Exchange gains (losses) may also be realized between the trade and settlement dates on security and forward contract transactions. For securities denominated in foreign currencies, the effect of changes in foreign exchange rates on realized and unrealized gains or losses is reflected as a component of such gains or losses.

The Global Dividend Growth, ESG Growth, International Growth and Developing Markets Growth Funds may enter into forward foreign currency exchange contracts generally for operational purposes, but the Adviser may occasionally utilize contracts to protect against adverse exchange rate fluctuation. Any gains (losses) generated by these contracts are disclosed separately on the statements of operations.

NOTES TO FINANCIAL STATEMENTS (Unaudited)

Six Months Ended December 31, 2022 (Continued)

The net U.S. dollar value of foreign currency underlying all contractual commitments held by the Funds and the resulting unrealized appreciation or depreciation is determined using foreign currency exchange rates from an independent pricing service. The Funds are subject to the credit risk that the other party will not complete the obligations of the contract.

Federal Taxes

The Funds' policy is to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of their taxable income to shareholders. Therefore, no income tax provision is required. In order to avoid the payment of any federal excise taxes, the Funds will distribute substantially all of their net investment income and net realized gains on a calendar year basis. Also, the Funds may utilize equalization accounting for tax purposes, whereby a portion of redemption payments are treated as distributions of income or gain for income tax purposes.

Management has analyzed the Funds' tax positions taken in federal tax returns for all open tax years and has concluded that as of December 31, 2022, no provision for income tax would be required in the Funds' financial statements. The Funds' federal and state income and federal excise tax returns remain subject to examination by the Internal Revenue Service and state departments of revenue until such time as the applicable statute of limitations for audit has expired. For example, U.S. tax returns are generally subject to audit for three years from the date they are filed.

At December 31, 2022, the gross unrealized appreciation (depreciation) on investments and cost of securities on a tax basis for federal income tax purposes were as follows:

	Unrealized Appreciation	Unrealized Depreciation	Net Unrealized Appreciation (Depreciation)	Cost of Securities on a Tax Basis
Balanced Fund	\$10,329,246	(\$2,675,006)	\$7,654,240	\$35,797,637
Dividend Growth Fund	40,502,540	(5,012,758)	35,489,782	183,493,620
Global Dividend Growth Fund	16,170,787	(1,213,643)	14,957,144	26,971,695
Large Cap Growth Fund	74,158,903	(2,834,286)	71,324,617	60,861,922
ESG Growth Fund	2,485,412	(367,314)	2,118,098	5,446,271
Mid Cap Growth Fund	77,878,854	(5,099,693)	72,779,161	97,434,928
Small Cap Dividend Growth Fund	5,075,638	(1,433,017)	3,642,621	15,652,012
Small Cap Growth Fund	38,497,639	(5,200,407)	33,297,232	65,646,187
International Growth Fund	6,383,421	(1,301,139)	5,082,282	17,888,875
Developing Markets Growth Fund	2,966,116	(1,245,158)	1,720,958	7,590,267

Net investment income and net realized gains differ for financial statement and tax purposes because of corporate actions on shares held and/or losses deferred due to "wash sale" transactions. A "wash sale" occurs when a Fund sells a security that it has acquired within a period beginning thirty days before and ending thirty days after the date of sale (a sixty one day period). The character of distributions made during the year from net investment income or net realized gains may also differ from its ultimate characterization for tax purposes. Also, due to the timing of dividend distributions, the fiscal year in which amounts are distributed may differ from the year that the income or realized gains (losses) were recorded by the Funds. The tax character of distributions paid during the fiscal years ended June 30, 2022 and 2021 was as follows:

Year Ended June 30, 2022:

	Ordinary Income	Long Term Capital Gain	Total
Balanced Fund	\$682,176	\$2,274,137	\$2,956,313
Dividend Growth Fund (Class I)	3,242,312	22,439,549	25,681,861
Dividend Growth Fund (Class S)	349,898	2,818,447	3,168,345
Global Dividend Growth Fund (Class I)	334,135	—	334,135
Global Dividend Growth Fund (Class S)	22,870	—	22,870
Large Cap Growth Fund	4,575	10,817,703	10,822,278
ESG Growth Fund (Class I)	23,120	48,536	71,656
ESG Growth Fund (Class S)	15,486	44,262	59,748
Mid Cap Growth Fund	—	26,173,363	26,173,363
Small Cap Dividend Growth Fund (Class I)	170,582	1,267,749	1,438,331
Small Cap Dividend Growth Fund (Class S)	38,830	390,273	429,103
Small Cap Growth Fund	1,227,477	18,447,720	19,675,197
International Growth Fund	72,739	—	72,739
Developing Markets Growth Fund	14,001	238,775	252,776

Year Ended June 30, 2021:

	Ordinary Income	Long Term Capital Gain	Total
Balanced Fund	\$503,459	\$381,513	\$884,972
Dividend Growth Fund (Class I)	2,537,370	10,512,017	13,049,387
Dividend Growth Fund (Class S)	332,660	1,610,976	1,943,636
Global Dividend Growth Fund (Class I)	357,992	—	357,992
Global Dividend Growth Fund (Class S)	28,011	—	28,011
Large Cap Growth Fund	63,677	7,881,267	7,944,944
ESG Growth Fund (Class I)	24,675	—	24,675
ESG Growth Fund (Class S)	17,325	—	17,325
Mid Cap Growth Fund	—	8,583,537	8,583,537
Small Cap Dividend Growth Fund (Class I)	113,108	—	113,108
Small Cap Dividend Growth Fund (Class S)	24,893	—	24,893
Small Cap Growth Fund	—	4,398,753	4,398,753
International Growth Fund	61,406	—	61,406
Developing Markets Growth Fund	10,868	23,930	34,798

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

	Undistributed Ordinary Income	Undistributed Long-Term Capital Gains	Unrealized Appreciation (Depreciation)
Balanced Fund	\$130,676	\$1,580,798	\$8,476,449
Dividend Growth Fund	620,638	16,933,121	29,591,632
Global Dividend Growth Fund	211,178	—	13,885,807
Large Cap Growth Fund	—	4,469,489	73,497,481
ESG Growth Fund	28,129	194,228	1,896,872
Mid Cap Growth Fund	—	3,866,225	57,284,254
Small Cap Dividend Growth Fund	68,015	282,849	2,848,280
Small Cap Growth Fund	—	1,011,816	30,546,784
International Growth Fund	256,203	—	4,498,899
Developing Markets Growth Fund	125,010	46,143	1,826,157

NOTES TO FINANCIAL STATEMENTS (Unaudited)

Six Months Ended December 31, 2022 (Continued)

Net capital loss carryovers and late year losses, if any, as of June 30, 2022, are available to offset future realized capital gains and thereby reduce future capital gains distributions. The Funds' are permitted to carry forward capital losses for an unlimited period. Capital losses that are carried forward retain their character as either short-term or long-term capital losses. The net capital loss carryovers and the late year losses deferred as of June 30, 2022, were as follows:

	Unlimited Period of Net Capital Loss Carryover		Late Year Losses Deferred	
	Short-Term	Long-Term	Ordinary	Capital
Global Dividend Growth Fund	\$117,472	—	—	—
Large Cap Growth Fund	—	—	\$26,673	—
Mid Cap Growth Fund	—	—	416,221	—
Small Cap Growth Fund	—	—	375,534	—
International Growth Fund	93,954	—	—	—

For the year ended June 30, 2022, the Funds' utilized capital losses and expired capital losses as follows:

	Utilized	Expired
Global Dividend Growth Fund	\$805,761	—
International Growth Fund	695,062	—

Distributions

Distributions to shareholders are recorded as of the close of business on the record date. Such distributions are payable in cash or reinvested in additional shares of the Funds' capital stock. Distributions from net investment income, if any, are declared and paid quarterly for the Balanced, Dividend Growth, Global Dividend Growth and Small Cap Dividend Growth Funds and declared and paid annually for Developing Markets Growth, Small Cap Growth, International Growth, Mid Cap Growth, Large Cap Growth and ESG Growth Funds. Distributions from net realized gains, if any, will be made annually for each of the Funds.

Concentration of Investments

The Developing Markets Growth Fund may concentrate investments in countries with limited or developing capital markets which may involve greater risks than investments in more developed markets and the prices of such investments may be volatile. The consequences of political, social or economic changes in these markets may have disruptive effects on the market prices of the Fund's investments and the income it generates, as well as the Fund's ability to repatriate such amounts.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make certain 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 results for the respective periods. Actual results could differ from those estimates.

Guarantees and Indemnifications

Under each Fund's organizational documents, its officers and directors are indemnified against certain liability arising out of the performance of their duties to each Fund. In addition, certain of each Fund's contracts with its service providers contain general indemnification clauses. Each Fund's maximum exposure under these arrangements is unknown since the amount of any future claims that may be made against each Fund cannot be determined and each Fund has no historical basis for predicting the likelihood of any such claims.

(3) Investment Security Transactions

The cost of purchases and proceeds from sales and maturities of investment securities, other than short-term securities, for the six months ended December 31, 2022, were as follows:

	Purchases		Proceeds	
	U.S. Government	Other	U.S. Government	Other
Balanced Fund	\$5,511,680	\$2,102,795	\$3,519,030	\$4,921,411
Dividend Growth Fund	—	53,446,529	—	56,011,910
Global Dividend Growth Fund	—	1,819,820	—	1,645,820
Large Cap Growth Fund	—	2,302,533	—	5,055,871
ESG Growth Fund	—	311,204	—	372,296
Mid Cap Growth Fund	—	5,815,817	—	13,147,019
Small Cap Dividend Growth Fund	—	1,804,491	—	1,945,058
Small Cap Growth Fund	—	9,289,230	—	9,126,153
International Growth Fund	—	911,282	—	1,043,149
Developing Markets Growth Fund	—	69,551	—	43,890

(4) Affiliated Fees and Transactions

Investment Adviser

The Funds each have entered into an investment management agreement with SIA, under which SIA manages the Funds' assets and provides research, statistical and advisory services, and pays related office rental, executive expenses and executive salaries. The current fee for investment management and advisory services is based on the average daily net assets of the Funds at the annual rate of:

	Management Fees	Net of Adviser's
		Voluntary Fee Waiver
Balanced Fund	1.00%	0.80%
Dividend Growth Fund Class I and Class S	1.00%	0.70%
Global Dividend Growth Fund Class I and Class S	1.25%	1.00%
Large Cap Growth Fund	1.00%	N/A
ESG Growth Fund Class I and Class S	1.25%	1.00%
Mid Cap Growth Fund	1.25%	N/A
Small Cap Dividend Growth Fund Class I and Class S	1.25%	0.90%
Small Cap Growth Fund	1.50%	N/A
International Growth Fund	1.50%	0.85%
Developing Markets Growth Fund	2.00%	0.95%

SIA is obligated to pay all of the Funds' expenses (excluding extraordinary expenses, stock transfer taxes, interest, brokerage commissions, 12b-1 fees and other transaction charges relating to investing activities).

In addition to the annual management fees, the Class S shares of the Dividend Growth, Global Dividend Growth, ESG Growth and Small Cap Dividend Growth Funds also have a 0.25% annual distribution (12b-1) fee, which is used to pay for distribution fees related to the sale and distribution of such shares.

Effective January 1, 2022, the Adviser has agreed to voluntarily limit the management fee of the Balanced Fund to 0.80%, the Small Cap Dividend Growth Fund to 0.90% (prior to January 1, 2022, the limitation was 1.00%), the International Growth Fund to 0.85% and the Developing Markets Growth Fund to 0.95% (prior to January 1, 2022, the limitation was 1.40%) for the period through December 31, 2022 of the Fund's daily average net assets, respectively.

NOTES TO FINANCIAL STATEMENTS (Unaudited)

Six Months Ended December 31, 2022 (Continued)

Effective October 1, 2017, the Adviser has agreed to limit the management fee of the Dividend Growth Fund to 0.70%, the Global Dividend Growth Fund to 1.00% and the ESG Growth Fund to 1.00% for the period through June 30, 2023 of the Fund's daily average net assets, respectively.

Transactions with affiliates

The Adviser, affiliates of the Adviser, directors and officers of the Funds as a whole owned the following shares as of December 31, 2022:

	Shares	% Shares Outstanding
Balanced Fund	436,450	25.4
Dividend Growth Fund	1,927,966	12.0
Global Dividend Growth Fund	508,391	24.3
Large Cap Growth Fund	855,243	29.8
ESG Growth Fund	475,929	92.6
Mid Cap Growth Fund	4,832,123	50.5
Small Cap Dividend Growth Fund	733,465	49.3
Small Cap Growth Fund	1,133,118	61.0
International Growth Fund	740,961	58.1
Developing Markets Growth Fund	303,214	48.8

(5) Credit Facility

The Funds, together with the 4 bond Sit Mutual Funds managed by SIA, are borrowers in a \$20 million credit facility (Credit Facility) maturing November 28, 2023. The Credit Facility provides a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests. Under the terms of the Credit Facility, each Fund shall pay interest charged on any borrowings made by the Fund. During the period ended December 31, 2023, the Funds did not use the Credit Facility.

(6) Capital Share Activity

Short-Term Trading (Redemption) Fees

The Funds (except Balanced) charge a redemption fee equal to 2.00% of the proceeds on shares held for less than 30 calendar days. The fee is retained by the Fund for the benefit of its long-term shareholders and accounted for as an addition to paid in capital. For the six months ended December 31, 2022, the Funds received the following redemption fees:

	Class I	Class S
Dividend Growth Fund	\$925	\$11
Large Cap Growth Fund	212	—
Small Cap Growth Fund	7	—
Developing Markets Growth Fund	2	—

EXPENSE EXAMPLE (Unaudited)

As a shareholder of the Funds, you incur two types of costs: (1) transaction costs, including redemption fees and (2) ongoing costs, including management fees; and other Fund expenses. This Example is intended to help you understand your ongoing costs (in dollars) of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual funds.

The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period July 1, 2022 to December 31, 2022.

Actual Expenses

The first line of the following table provides information about actual account values and actual expenses. 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% 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. 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 (redemption fees) were included, your costs would have been higher.

	Beginning Account Value (7/1/22)	Ending Account Value (12/31/22)	Expenses Paid During Period (7/1/22- 12/31/22)
Balanced Fund			
Actual	\$1,000	\$994.50	\$4.02
Hypothetical	\$1,000	\$1,021.17	\$4.08
Dividend Growth Fund			
Actual			
Class I	\$1,000	\$1,061.50	\$3.64
Class S	\$1,000	\$1,059.80	\$4.93
Hypothetical			
Class I	\$1,000	\$1,021.68	\$3.57
Class S	\$1,000	\$1,020.42	\$4.84
Global Dividend Growth Fund			
Actual			
Class I	\$1,000	\$1,023.80	\$5.10
Class S	\$1,000	\$1,022.80	\$6.37
Hypothetical			
Class I	\$1,000	\$1,020.16	\$5.09
Class S	\$1,000	\$1,018.90	\$6.36
Large Cap Growth Fund			
Actual	\$1,000	\$990.10	\$5.02
Hypothetical	\$1,000	\$1,020.16	\$5.09
ESG Growth Fund			
Actual			
Class I	\$1,000	\$1,026.90	\$5.11
Class S	\$1,000	\$1,025.80	\$6.38
Hypothetical			
Class I	\$1,000	\$1,020.16	\$5.09
Class S	\$1,000	\$1,018.90	\$6.36
Mid Cap Growth Fund			
Actual	\$1,000	\$1,079.00	\$6.55
Hypothetical	\$1,000	\$1,018.90	\$6.36
Small Cap Dividend Growth Fund			
Actual			
Class I	\$1,000	\$1,061.90	\$4.68
Class S	\$1,000	\$1,059.90	\$5.97
Hypothetical			
Class I	\$1,000	\$1,020.67	\$4.58
Class S	\$1,000	\$1,019.41	\$5.85

EXPENSE EXAMPLE (Unaudited) (Continued)

	Beginning Account Value (7/1/22)	Ending Account Value (12/31/22)	Expenses Paid During Period (7/1/22- 12/31/22)
Small Cap Growth Fund			
Actual	\$1,000	\$1,034.30	\$7.69
Hypothetical	\$1,000	\$1,017.64	\$7.63
International Growth Fund			
Actual	\$1,000	\$1,037.60	\$4.37
Hypothetical	\$1,000	\$1,020.92	\$4.33
Developing Markets Growth Fund			
Actual	\$1,000	\$995.30	\$4.78
Hypothetical	\$1,000	\$1,020.42	\$4.84

* Expenses are equal to the Fund's annualized expense ratio of 0.70% for the Dividend Growth, Class I Fund; 0.95% for the Dividend Growth, Class S, and Developing Markets Growth Funds; 0.80%, for Balanced, 1.00% for the Global Dividend Growth, Class I, Large Cap Growth, Class I, and ESG Growth, Class I Funds; 0.90% for the Small Cap Dividend Growth, Class I Fund; 1.25% for Global Dividend Growth, Class S, ESG Growth, Class S, and Mid Cap Growth Funds, 1.15% for Small Cap Dividend Growth, Class S Fund; 1.50% for Small Cap Growth Fund, and 0.85% for International Growth Fund, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period.)

ADDITIONAL INFORMATION (Unaudited)

PROXY VOTING

A description of the policies and procedures that the Adviser uses to vote proxies related to the Funds' portfolio securities is set forth in the Funds' Statement of Additional Information, which is available on the Funds' website at www.sitfunds.com, without charge by calling 800-332-5580 and on the Securities and Exchange Commission's (SEC) website at www.sec.gov. The Funds' proxy voting record is available without charge by calling 800-332-5580 and on the SEC's website at www.sec.gov no later than August 31 for the prior 12 months ending June.

QUARTERLY SCHEDULES OF INVESTMENTS

Each Fund files a complete schedule of investments with the SEC for the first and third quarters of each fiscal year on Form N-PORT. The Funds' Form N-PORT is available on the SEC's website at www.sec.gov. Each Fund's complete schedule of investments, as filed on Form N-PORT, is also available on its website at www.sitfunds.com, or without charge by calling 800-332-5580.

STATEMENT REGARDING LIQUIDITY RISK MANAGEMENT PROGRAM

The Securities and Exchange Commission adopted Rule 22e-4 under the Investment Company Act of 1940, as amended (the "Liquidity Rule"), to promote effective liquidity risk management throughout the open-end investment company industry, thereby reducing the risk that a fund will be unable to meet requests to redeem its shares without significant dilution of remaining investors' interest in the fund ("Liquidity Risk").

At their joint meeting held on October 24, 2022, the Boards of Directors (the "Boards") of the Sit Mutual Funds (each a "Fund and together, the "Funds") reviewed the Funds' liquidity risk management program (the "Program") pursuant to the Liquidity Rule. In connection with this review, Sit Investment Associates, Inc. ("SIA"), the investment adviser to the Funds and administrator of the Program, provided the Boards with a written report that addressed the operation of the Program and assessed its adequacy and effectiveness of implementation during the prior year (the "Report").

The Report described SIA's liquidity classification methodology with respect to the Funds and noted SIA's determination that a Highly Liquid Investment Minimum was not currently necessary for any Fund. The Report also summarized factors considered by SIA in assessing, managing, and periodically reviewing each Fund's Liquidity Risk and the effectiveness of the Program with respect to each Fund. Such information and factors included, among other things: (i) evaluations of each Fund's investment strategy and liquidity of investments during both normal and reasonably foreseeable stressed conditions; (ii) SIA's determination that each Fund's strategy remained appropriate for an open-end mutual fund; (iii) analyses of the Funds' short-term and long-term cash flow projections during both normal and reasonably foreseeable stressed conditions, taking into account each Fund's historical net redemption activity, shareholder ownership concentration, distribution channels and reasonably anticipated trading size; (iv) analyses of each Fund's holdings of cash and cash equivalents, available borrowing arrangements, if any, and other funding sources; (v) that each Fund held primarily highly liquid investments (investments that the Fund anticipates can be converted to cash within 3 business days or less in current market conditions without significantly changing their market value); (vi) that no Fund held more than 3% of its net assets in illiquid investments (investments that cannot be sold or disposed of in seven days or less in current market conditions without the sale of the investment significantly changing the market value of the investment) during normal market conditions; (vii) confirmation that each Fund had complied with the requirements of the Program; and (viii) that the Program had operated adequately and SIA recommended no changes to the Program at that time.

Based on the review, the Report concluded that the Program was operating as intended and is effective in implementing the requirements of the Liquidity Rule.

There can be no assurance that the Program will achieve its objectives under all circumstances in the future. Please refer to the Funds' prospectuses for more information regarding a Fund's exposure to Liquidity Risk and other risks to which it may be subject.

ADDITIONAL INFORMATION (Unaudited) (Continued)

RE-APPROVAL OF INVESTMENT MANAGEMENT AGREEMENTS

At their joint meeting held on October 24, 2022, the Boards of Directors (the “Boards”) of Sit Mid Cap Growth Fund, Inc., Sit Large Cap Growth Fund, Inc., Sit International Growth Fund, Sit Balanced Fund, Sit Developing Markets Growth Fund, Sit ESG Growth Fund, Sit Small Cap Growth Fund, Sit Dividend Growth Fund, Sit Global Dividend Growth Fund and Sit Small Cap Dividend Growth Fund (each a “Fund” and collectively, the “Funds”) unanimously approved the continuation for another one-year period of the investment management agreements entered into by and between Sit Investment Associates, Inc. (“SIA”) and each of Sit Mid Cap Growth Fund, Inc., dated November 1, 1996; Sit Large Cap Growth Fund, Inc., dated November 1, 1996; and Sit Mutual Funds Inc., dated November 1, 1992 (collectively, the “Agreements”).

In advance of the October 24, 2022 meeting, the Boards requested and received materials from SIA to assist them in considering the re-approval of the Agreements. The Boards, including all of the Directors who are not “interested persons” (as such term is defined in the Investment Company Act of 1940, as amended (the “1940 Act”)) of the Funds (the “non-interested Directors”), approved the Agreements after discussion and consideration of various factors relating to the Boards’ selection of SIA as the Funds’ investment adviser and the Boards’ approval of the fees to be paid under the Agreements. In evaluating the Agreements, the Directors relied upon their knowledge, resulting from their meetings and other interactions throughout the year, of SIA and its services and personnel. The Directors did not consider any single factor as controlling in determining whether to approve the Agreements, and the items described herein are not all-encompassing of the matters considered by the Directors.

Investment Adviser Criteria. The Directors began their analysis by discussing their criteria for determining the quality of an investment adviser. The Directors’ noted that their criteria were similar to those used by institutional investors in evaluating and selecting investment advisers. The Directors discussed several factors in assessing the nature, extent and quality of the services performed by SIA, including the following:

Investment Philosophy and Process. The Directors considered SIA’s philosophy of managing assets. With respect to equity securities, the Directors noted that SIA seeks to identify growth-oriented securities issued by companies with the potential for earnings growth at a faster rate than the general economy and market indices. The Directors considered SIA’s belief that earnings growth is the primary determinant of superior long-term returns for equity securities, and that SIA invests in companies it believes exhibit above-market and consistent growth, as well as conservative and cyclical growth companies. They also considered that SIA’s active management style concentrates on the best growth opportunities at reasonable valuation levels. The Directors determined that the Funds’ investment objectives are consistent with SIA’s investment philosophy and growth style. The Directors reviewed the Funds’ portfolio characteristics and noted that SIA consistently managed the Funds in a growth style. The Directors found no indication in reviewing the Funds’ portfolio characteristics of style drift away from growth stocks over market cycles. The Directors noted that, in periods during which growth stocks have generally under-performed relative to value stocks, Fund performance may not rank favorably in comparisons with other funds investing in value stocks.

The Directors discussed SIA’s consistent and well-defined investment process. With respect to equity securities, the Directors noted that SIA utilizes a team-based, top-down and bottom-up investment decision making process.

Investment Professionals. The Directors discussed the experience, knowledge and organizational stability of SIA and its investment professionals. The Directors noted that SIA’s senior professionals are actively involved in the investment process and have significant investment industry experience.

The Directors discussed the depth of SIA’s investment staff, noting that SIA has over 30 investment professionals. Given the investment products offered by SIA and SIA’s amount of assets under management, the Directors determined that SIA’s investment staff is well positioned to meet the current needs of its clients, including the Funds, and to accommodate growth in its number of clients and assets under management for the near future. The Directors concluded that the depth of SIA’s investment staff, and in particular senior management and investment analysts, is actually greater than the Funds currently require at their present asset size. The Directors noted that SIA has the resources of an investment firm with over \$15.2 billion in assets under management working for the benefit of the Funds’ shareholders. The Directors concluded that SIA has substantial resources to provide services to the Funds and that SIA’s services had been acceptable.

Investment Performance. The Directors reviewed and discussed the Funds' investment performance on an absolute and comparable basis for various periods as discussed below. The Directors noted that the investment performance of the Funds has generally been competitive with indices and other funds with similar investment styles as the Funds, such as equity growth funds.

Corporate Culture. The Directors discussed SIA's corporate values and commitment to operate under the highest ethical and professional standards. They considered that SIA's culture is set and practiced by senior management of SIA who insist that all SIA professionals exhibit honesty and integrity. The Directors noted that SIA's values are evident in the services it provides to the Funds.

Review of Specific Factors. The Directors continued their analysis by reviewing specific information on SIA and the Funds, and the specific terms of the Agreements, including the following:

Investment Performance. The Directors reviewed the investment performance of each Fund for the 3-month, 6-month, 1-year, 3-year, 5-year, 10-year (as applicable) and since inception periods ended September 30, 2022, both on an absolute basis and on a comparative basis to indices and mutual funds within the same investment categories. As noted above, the Directors concluded that the investment performance of the Funds has been competitive in relation to funds with similar objectives and strategies.

Fees and Expenses. The Directors noted that the Funds pay SIA a monthly fee and SIA is responsible for all of the Funds' expenses, except interest, brokerage commissions and transaction charges, certain extraordinary expenses, and fees paid under a distribution plan adopted pursuant to Rule 12b-1 under the 1940 Act for Class S shares of Sit Dividend Growth Fund, Sit Global Dividend Growth Fund, Sit Small Cap Dividend Growth Fund, and Sit ESG Growth Fund. The Directors reviewed fees paid in prior years and the current fees to be paid under the Agreements both before and after fee waivers with respect to Sit Developing Markets Growth Fund, Sit Dividend Growth Fund, Sit Global Dividend Growth Fund, Sit Small Cap Dividend Growth Fund and Sit ESG Growth Fund.

The Directors compared each Fund's expense ratio to (i) the average and median expense ratios of no-load mutual funds within the same Morningstar, Inc. ("Morningstar") investment category, (ii) the average expense ratio for load funds within the Fund's Morningstar category, and (iii) the average expense ratio for all funds within the Fund's Morningstar category. The Directors also compared each Fund's management fees to (i) the average and median actual management fees of no-load mutual funds within the same Morningstar investment category, (ii) the average actual management fees for load funds within the Fund's Morningstar category, and (iii) the average actual management fees for all funds within the Fund's Morningstar category. Certain of the Fund's expense ratios were higher than the averages, and certain of the Fund's expense ratios were lower than the averages. The Directors noted that the Morningstar no-load categories include funds of various asset sizes, some of which are significantly larger in assets than the Funds. The Directors also noted that unlike other funds within each Fund's Morningstar category, SIA charges a single unified management fee and is responsible for paying all Fund operating expenses. The Directors concluded that the fees paid by the Funds are reasonable and appropriate.

The Directors reviewed the extent to which the fees to be paid under the Agreements by each Fund may be affected by an increase in the Fund's assets, which included reviewing each Fund's current and historical assets and the likelihood and magnitude of future increases in the Fund's assets. The Directors agreed that it is appropriate that the Funds benefit from improved economies of scale as the Funds' assets increase. However, the Directors concluded that, given the amount of the Funds' current assets and the likelihood and magnitude of future increases in the Funds' assets, a graduated fee structure for each Fund was unnecessary at the time because the fees to be paid under the current Agreements were reasonable and appropriate.

The Directors reviewed the expenses paid by SIA relating to the operations of the Funds, and SIA's income with respect to its management of the Funds for the past two calendar years. The Directors concluded that the expenses paid were appropriate and that SIA's profit margin with respect to the management of the Funds was acceptable.

The Directors reviewed SIA's investment advisory fee schedule for investment management services provided to other clients. The Directors compared the services provided to the Funds and other clients of SIA and its affiliates and recognized that the Funds' expenses are borne by SIA except as noted above. The Directors concluded that the fees paid by the Funds in relation to the fees paid by other clients of SIA and its affiliates were appropriate and reasonable.

ADDITIONAL INFORMATION (Unaudited) (Continued)

The Directors discussed the extent to which SIA receives ancillary benefits from its relationship with the Funds, such as soft dollar arrangements by which brokers provide research services to SIA as a result of brokerage generated by the Funds. The Boards concluded that any benefits SIA receives from its relationship with the Funds are well within industry norms, are reflected in the amount of the fees paid by the Funds to SIA and are appropriate and reasonable.

Non-Advisory Services. The Directors considered the quality of non-advisory services which SIA provides to the Funds (and their shareholders) and the quality and depth of SIA's non-investment personnel who provide such services. The Directors concluded that the level of such services and the quality and depth of such personnel are acceptable and consistent with industry standards.

Finally, the Directors considered the compliance staff and the regulatory history of SIA and the Funds and concluded that both are acceptable and consistent with industry standards.

Based on these conclusions, without any single conclusion being dispositive, the Directors, including the non-interested Directors by separate vote, determined that renewal of the Agreements was in the interest of each Fund and its shareholders.

Semi-Annual Report

December 31, 2022

INVESTMENT ADVISER

Sit Investment Associates, Inc.
80 S. Eighth Street
Suite 3300
Minneapolis, MN 55402

CUSTODIAN

The Bank Of New York Mellon
111 Sanders Creek Parkway
Syracuse, NY 13057

TRANSFER AGENT AND DISBURSING AGENT

BNY Mellon Investment Servicing (US) Inc.
4400 Computer Drive
Westborough, MA 01581

INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

KPMG LLP
Minneapolis, MN

GENERAL COUNSEL

Faegre Drinker Biddle & Reath LLP
Minneapolis, MN



Sit Mutual Funds

1-800-332-5580

www.sitfunds.com