# Sit Global Dividend Growth Fund

Sit Investment Associates
Sit Mutual Funds

**As of March 31, 2012**

800-332-5580 www.sitfunds.com

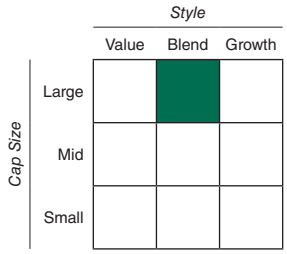
## INVESTMENT OBJECTIVE

Current income that exceeds the dividend yield of a composite index (comprised of 60% S&P 500® Index and 40% MSCI EAFE Index) and that grows over a period of years, and long-term capital appreciation.

## INVESTMENT STRATEGY

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 will invest significantly (at least 40% of its net assets) in companies outside the U.S. The Adviser invests in dividend paying growth-oriented companies it believes exhibit the potential for growth and growing dividend payments. The Adviser believes that a company's earnings growth is a primary determinant of its potential long-term return, and that a record of increasing dividend payments is a strong indicator of financial health and growth prospects.

## INVESTMENT STYLE




## INDUSTRY EXPRIENCE

The Fund is managed by a team of investment professionals led by:

Roger J. Sit, 21 years
Kent L. Johnson, CFA, 23 years
Raymond E. Sit, 19 years
Michael J. Stellmacher, CFA, 21 years
Tasha M. Murdoff, 16 years

## INVESTMENT ADVISER

**Sit Investment Associates, Inc.**

- Founded in 1981
- Employee-owned firm
- $11.3 billion in assets under management
- Sole business is investment management
- Based in Minneapolis, Minnesota

## FUND DETAILS

| | Class I | Class S |
|---|---|---|
| Ticker: | GDGIX | GDGSX |
| CUSIP: | 82980D-88-9 | 82980D-87-1 |
| Inception Date: | 9/30/08 | 9/30/08 |
| Expense Ratio: | 1.25% | 1.50% |

## FUND PERFORMANCE (%)

| | Annualized Returns | | | | | |
|---|---|---|---|---|---|---|
| | 3 Month | 1 Year | 3 Year | Since Inception | 30-Day SEC Yield(1) | 12-Month Dist. Rate(1) |
| **Class I Shares** | **9.97** | **2.57** | **18.80** | **10.35** | **1.95** | **1.50** |
| **Class S Shares** | **9.90** | **2.26** | **18.50** | **10.06** | **1.70** | **1.27** |
| Composite Index | 11.92 | 2.66 | 20.98 | 6.01 | | |
| S&P 500 Index | 12.59 | 8.54 | 23.42 | 7.92 | | |
| MSCI EAFE Index | 10.86 | -5.77 | 17.13 | 2.95 | | |

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 adminstrative expenses are included in the Fund's performance. Returns for periods greater than one year are compounded average annual rates of return.

(1) The SEC yield reflects the rate at which the Fund is earning income on its current portfolio of securities, while the distribution rate reflects the Fund's past dividends paid to shareholders based on the net investment income distributed and the average NAV during the past 12 months. Accordingly, the Fund's SEC yield and distribution rate may differ.

## TOTAL RETURN BY CALENDAR YEAR (%)

| | 2008* | 2009 | 2010 | 2011 | YTD 2012 |
|---|---|---|---|---|---|
| **Class I Shares** | **-5.25** | **24.65** | **11.58** | **-2.58** | **9.97** |
| **Class S Shares** | **-5.31** | **24.40** | **11.32** | **-2.89** | **9.90** |
| Composite Index | -21.11 | 28.67 | 12.21 | -3.78 | 11.92 |
| S&P 500 Index | -21.94 | 26.47 | 15.06 | 2.11 | 12.59 |
| MSCI EAFE Index | -19.95 | 31.78 | 7.75 | -12.14 | 10.86 |

*Due to the Fund's inception date of 9/30/08, the 2008 calendar year returns of the Fund and its benchmarks reflect performance since 9/30/08.

## PORTFOLIO SECTOR ALLOCATION (%)

| | |
|---|---|
| Finance | 13.0 |
| Energy Minerals | 11.0 |
| Producer Manufacturing | 10.2 |
| Health Technology | 10.0 |
| Electronic Technology | 8.8 |
| Consumer Non-Durables | 8.1 |
| Retail Trade | 6.1 |
| Communications | 4.8 |
| Sectors Less Than 4.5% | 26.4 |
| Cash and Other Net Assets | 1.6 |

## PORTFOLIO COUNTRY ALLOCATION (%)

| | |
|---|---|
| United States | 59.6 |
| United Kingdom | 11.7 |
| Switzerland | 5.2 |
| Australia | 4.2 |
| Canada | 2.6 |
| Germany | 2.3 |
| Ireland | 2.2 |
| France | 2.1 |
| 6 Countries Less Than 2.1% | 7.1 |
| Cash and Other Assets | 3.0 |

## TOP TEN HOLDINGS

| Company Name | % of Net Assets |
|---|---|
| International Business Machines Corp. | 2.7 |
| Rogers Communications, Inc. | 2.6 |
| Chevron Corp. | 2.6 |
| Centrica, PLC | 2.3 |
| Verizon Communications, Inc. | 2.3 |
| McDonald's Corp. | 2.2 |
| GlaxoSmithKline, PLC, ADR | 2.2 |
| SGS SA | 2.1 |
| BHP Billiton, Ltd., ADR | 2.1 |
| Royal Dutch Shell, PLC, ADR | 2.0 |
| Total | 12.3 |

## PORTFOLIO CHARACTERISTICS

| | |
|---|---|
| I Share Assets (Millions): | $8.8 |
| S Share Assets (Millions): | $2.7 |
| Number of Holdings: | 85 |
| Wtd. Avg. Market Cap (Billions): | $83.2 |
| Median Market Cap (Billions): | $42.5 |
| Turnover Rate: | 17.6 % |
| Beta (vs. S&P 500 Index): | 0.95 |

See reverse for important information.

**Carefully consider the Fund's investment objectives, risks, charges and expenses before investing. The prospectus contains this and other important Fund information and may be obtained by calling Sit Mutual Funds at 1-800-332-5580 or at www.sitfunds.com. Read the prospectus carefully before investing. Investment return and principal value of an investment will fluctuate so that an investor's shares when redeemed may be worth more or less than their original cost.**

Fund holdings, sector allocations (as % of market value) and portfolio characteristics may change at any time and are not investment recommendations. The **Standard & Poor's 500® Index** is an unmanaged capitalization-weighted index that measures the performance of 500 widely held common stocks of large-cap companies. The **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. The **Composite Index** is comprised of 60% S&P 500 Index and 40% MSCI EAFE Index. It is not possible to invest directly in an index. **Weighted Average Market Cap** is the average market capitalization of companies held by the Fund, weighted in proportion to their percentage of the Fund's net assets. **Beta** is a measure of a fund's sensitivity to market movements. The beta of the market is 1.00 by definition. A beta above 1 is more volatile than the overall market, while a beta below 1 is less volatile.

Investing in foreign securities, especially in developing markets, entails greater volatility, political & economic risks, and risks associated with accounting method differences.