

SCHEDULE OF INVESTMENTS

December 31, 2017

Sit Quality Income Fund

Name of Issuer	Principal Amount (\$)	Coupon Rate (%)	Maturity Date	Fair Value (\$)
Asset-Backed Securities - 11.4%				
Agency - 1.3%				
FNMA REMICS, Series 2001-W2, Class AS5 ¹⁴	7,169	6.47	10/25/31	7,147
Small Business Administration, Series 2000-20D	76,622	7.47	4/1/20	78,987
Small Business Administration, Series 2006-20D, Class 1	372,268	5.64	4/1/26	394,815
Small Business Administration, Series 2007-20B, Class 1	236,755	5.49	2/1/27	251,345
Small Business Administration, Series 2007-20J, Class 1	253,320	5.57	10/1/27	269,111
				1,001,405
Non-Agency - 10.1%				
Bayview Financial Mortgage Pass-Through Trust, Series 2006-B, Class 1A5 ¹⁴	3,591	6.04	4/28/36	3,582
Bayview Opportunity Master Fund, Series 2017-SPL5, Class A ^{1,4}	574,493	3.50	6/28/57	582,468
Bear Stearns Asset Backed Securities I Trust, Series 2005-AQ2, Class A3, 1 Mo. Libor + 0.36% ¹	332,461	1.91	9/25/35	332,573
Bear Stearns Asset Backed Securities Trust, Series 2005-SD2, Class 1A2, 1 Mo. Libor + 0.47% ¹	114,273	2.02	3/25/35	114,215
Bear Stearns Asset Backed Securities Trust, Series 2005-SD2, Class 1A3, 1 Mo. Libor + 0.40% ¹	7,359	1.95	3/25/35	7,354
Centex Home Equity Loan Trust, Series 2004-A, Class AF4 ¹⁴	102,684	5.01	8/25/32	103,900
Centex Home Equity Loan Trust, Series 2004-A, Class AF5 ¹⁴	310,000	5.43	1/25/34	314,976
Centex Home Equity Loan Trust, Series 2004-D, Class AF6 ¹⁴	31,448	5.17	9/25/34	31,917
CIT Home Equity Loan Trust, Series 2003-1, Class A6 ¹⁴	27,410	4.56	10/20/32	27,881
Conseco Finance Home Equity Loan Trust, Series 2002-B, Class M1, 1 Mo. Libor + 1.75% ¹	59,638	3.23	5/15/33	59,651
Conseco Financial Corp., Series 1997-3, Class A6	4,737	7.32	3/15/28	4,763
Countrywide Asset-Backed Certificates, Series 2004-S1, Class A3 ¹⁴	233,304	5.12	2/25/35	235,423
Credit Suisse First Boston Mortgage Securities Corp. Series 2005-AGE1, Class M3, 1 Mo. Libor + 0.65% ¹	257,774	2.20	2/25/32	255,841
Fairway Outdoor Funding, LLC, Series 2012-1A, Class A2 ⁴	511,807	4.21	10/15/42	517,754
First Alliance Mortgage Loan Trust, Series 1997-4, Class A2 ¹⁴	321,001	7.63	4/20/29	324,356
GSAMP Trust, Series 2004-FM1, Class M1, 1 Mo. Libor + 0.98% ¹	231,980	2.53	11/25/33	229,206
Irwin Whole Loan Home Equity Trust, Series 2003-B, Class M, 1 Mo. Libor + 2.00% ¹	81,437	3.55	11/25/32	81,687
Irwin Whole Loan Home Equity Trust, Series 2005-A, Class M1, 1 Mo. Libor + 0.86% ¹	830,259	2.41	6/25/34	825,786
Mill City Mortgage Loan Trust 2017-3, Class A1 ^{1,4}	478,056	2.75	1/25/61	477,462
New Century Home Equity Loan Trust, Series 2003-5, Class AI7 ¹	9,907	5.12	11/25/33	10,119
New Residential Mortgage Loan Trust, Series 2017-6A, Class A1 ^{1,4}	284,104	4.00	8/27/57	291,552
NovaStar Mortgage Funding Trust, Series 2004-2, Class M2, 1 Mo. Libor + 1.02% ¹	44,812	2.57	9/25/34	44,499
OSCAR US Funding Trust VI, LLC, Series 2017-1A, Class A3 ⁴	1,000,000	2.82	6/10/21	999,537
OSCAR US Funding Trust VI, LLC, Series 2017-1A, Class A4 ⁴	560,000	3.30	5/10/24	561,856
OSCAR US Funding Trust VII, LLC, Series 2017-2A, Class A3 ⁴	500,000	2.45	12/10/21	495,488
OSCAR US Funding Trust, Series 2014-1A, Class A4 ⁴	200,000	2.55	12/15/21	199,756
Park Place Securities, Inc., Series 2005-WHQ3, Class M2, 1 Mo. Libor + 0.68% ¹	34,233	2.23	6/25/35	34,243
RAAC Trust, Series 2006-RP2, Class A, 1 Mo. Libor + 0.25% ^{1,4}	57,018	1.80	2/25/37	56,835
Residential Asset Mortgage Products Trust, Series 2004-RS12, Class AI6	424	4.55	12/25/34	425
Residential Funding Mortgage Securities, Series 2006-HI1, Class M2 ¹⁴	102,912	6.56	2/25/36	107,773
Santander Drive Auto Receivables, Series Trust 2016-2, Class B	700,000	2.08	2/16/21	700,148
				8,033,026
Total Asset-Backed Securities				9,034,431
(cost: \$9,032,935)				
Collateralized Mortgage Obligations - 25.2%				
Agency - 17.5%				
FHLMC Multifamily Structured Pass Through Certificates, Series K007, Class A1	14,147	3.34	12/25/19	14,141
FHLMC Multifamily Structured Pass Through Certificates, Series K007, Class A2	100,000	4.22	3/25/20	103,566
FHLMC Multifamily Structured Pass Through Certificates, Series K012, Class A2 ¹	420,000	4.18	12/25/20	440,823
FHLMC Multifamily Structured Pass Through Certificates, Series K013, Class A2 ¹	2,040,000	3.97	1/25/21	2,132,533
FHLMC Multifamily Structured Pass Through Certificates, Series K017, Class A2	500,000	2.87	12/25/21	508,186

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Name of Issuer	Principal Amount (\$)	Coupon Rate (%)	Maturity Date	Fair Value (\$)
FHLMC Multifamily Structured Pass Through Certificates, Series K020, Class A2	400,000	2.37	5/25/22	399,069
FHLMC Multifamily Structured Pass Through Certificates, Series K026, Class A2	1,345,000	2.51	11/25/22	1,351,310
FHLMC Multifamily Structured Pass Through Certificates, Series K715, Class A2	500,000	2.86	1/25/21	507,242
FHLMC Multifamily Structured Pass Through Certificates, Series K716, Class A2	2,000,000	3.13	6/25/21	2,048,138
FHLMC REMICS, Series 2528, Class KM	63,754	5.50	11/15/22	67,539
FHLMC REMICS, Series 3104, Class BY	193,119	5.50	1/15/26	209,074
FHLMC REMICS, Series 3614, Class QA	352,707	4.00	5/15/24	356,335
FHLMC REMICS, Series 3795, Class CA	206,263	4.50	5/15/39	207,260
FHLMC REMICS, Series 3806, Class JA	519,402	3.50	2/15/26	531,661
FHLMC REMICS, Series 3817, Class GA	204,288	3.50	6/15/24	205,033
FNMA ACES, Series 2009-M1, Class A2	378,974	4.29	7/25/19	385,896
FNMA ACES, Series 2013-M14, Class A2 ¹	340,000	3.33	10/25/23	352,100
FNMA ACES, Series 2013-M9, Class A2 ¹	1,312,838	2.39	1/25/23	1,306,091
FNMA REMICS, Series 2003-52, Class NA	82,453	4.00	6/25/23	84,714
FNMA REMICS, Series 2005-19, Class PA	88,132	5.50	7/25/34	90,977
FNMA REMICS, Series 2005-68, Class PC	19,939	5.50	7/25/35	20,549
FNMA REMICS, Series 2008-65, Class CD	69,730	4.50	8/25/23	70,913
FNMA REMICS, Series 2009-13, Class NX	299,551	4.50	3/25/24	304,891
FNMA REMICS, Series 2009-71, Class MB	77,443	4.50	9/25/24	81,700
FNMA REMICS, Series 2009-88, Class DA	30,408	4.50	10/25/20	30,728
FNMA REMICS, Series 2010-28, Class DA	7,711	5.00	9/25/28	7,727
FNMA REMICS, Series 2011-16, Class GE	27,795	2.75	3/25/26	27,802
FNMA REMICS, Series 2011-42, Class BJ	45,057	3.00	8/25/25	45,076
FNMA REMICS, Series 2011-46, Class A	32,515	3.00	5/25/24	32,635
FNMA REMICS, Series 2012-19, Class GH	49,265	3.00	11/25/30	50,042
FNMA REMICS, Series 2013-74, Class AD	311,781	2.00	7/25/23	307,889
FREMF Multifamily Aggregation Risk Transfer Trust, Series 2017-KT01, Class A, 1 Mo. Libor + 0.32% ¹	1,000,000	1.56	2/25/20	1,002,457
GNMA, Series 2011-29, Class JA	52,569	4.50	4/20/40	53,091
NCUA Guaranteed Notes Trust, Series 2010-R1, Class 1A, 1 Mo. Libor + 0.45% ¹	276,140	1.78	10/7/20	276,572
NCUA Guaranteed Notes Trust, Series 2010-R3, Class 2A, 1 Mo. Libor + 0.56% ¹	93,186	1.96	12/8/20	93,729
Vendee Mortgage Trust, Series 1993-1, Class ZB	124,178	7.25	2/15/23	134,718
				13,842,207
Non-Agency - 7.7%				
Bear Stearns Trust, Series 2004-10, Class 1A1, 1 Mo. Libor + 0.68% ¹	74,813	2.23	9/25/34	74,984
CHL Mortgage Pass-Through Trust, Series 2003-56, Class 6A1 ¹	970,179	3.70	12/25/33	984,782
COLT Mortgage Loan Trust, Series 2017-1, Class A1 ^{1, 4}	332,641	2.61	5/27/47	332,855
COLT Mortgage Loan Trust, Series 2017-2, Class A2A ^{1, 4}	459,070	2.57	10/25/47	459,642
COMM Mortgage Trust, Series 2014-CR21, Class A1	306,822	1.49	12/10/47	305,352
Deutsche Mortgage Securities, Inc. Mortgage Loan Trust, Series 2004-1, Class 2A1	8,282	4.75	10/25/18	8,277
Deutsche Mortgage Securities, Inc. Mortgage Loan Trust, Series 2004-1, Class 2A3	30,689	4.75	10/25/18	30,634
GSR Mortgage Loan Trust, Series 2005-5F, Class 8A1, 1 Mo. Libor + 0.50% ¹	58,421	2.05	6/25/35	55,441
MASTR Adjustable Rate Mortgages Trust, Series 2004-13, Class 3A1 ¹	331,688	3.47	11/21/34	340,296
MASTR Alternative Loan Trust, Series 2003-4, Class 2A1	77,923	6.25	6/25/33	81,069
MASTR Alternative Loan Trust, Series 2003-5, Class 4A1	133,134	5.50	7/25/33	139,173
MASTR Alternative Loan Trust, Series 2003-8, Class 3A1	152,476	5.50	12/25/33	157,798
MASTR Asset Securitization Trust, Series 2005-2, Class 1A3	60,000	5.35	11/25/35	62,582
New Residential Mortgage Loan Trust, Series 2017-3A, Class A1 ^{1, 4}	871,055	4.00	4/25/57	897,006
New Residential Mortgage Loan Trust, Series 2017-5A, Class A1, 1 Mo. Libor + 1.50% ^{1, 4}	445,853	3.05	6/25/57	456,749
Prime Mortgage Trust, Series 2004-CL1, Class 1A1	101,355	6.00	2/25/34	107,119
RAAC Trust, Series 2004-SP3, Class A15 ¹	2,356	4.89	12/25/32	2,385
Sequoia Mortgage Trust, Series 2012-1, Class 2A1 ¹	52,537	3.47	1/25/42	52,916
Sequoia Mortgage Trust, Series 2012-2, Class B1 ¹	747,813	4.25	4/25/42	778,522

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Sit Quality Income Fund (Continued)

Name of Issuer	Principal Amount (\$)	Coupon Rate (%)	Maturity Date	Fair Value (\$)
Sequoia Mortgage Trust, Series 2017-4, Class A4 ^{1, 4}	440,640	3.50	7/25/47	447,233
Structured Asset Securities, Corp. Mtg Loan Trust, Series 2005-GEL3, Class M3, 1 Mo. Libor + 1.20% ¹	46,893	2.75	6/25/35	46,798
Structured Asset Securities, Corp. Mtg Pass-Through Certificates, Series 2003-22A, Class 3A ¹	143,411	3.61	6/25/33	145,673
WaMu Mortgage Pass Through Certificates, Series 2002-AR2 Class A, US FED + 1.25% ¹	75,224	1.99	2/27/34	74,248
WaMu Mortgage Pass Through Certificates, Series 2004-CB2, Class 7A	22,435	5.50	8/25/19	22,578
				6,064,112
Total Collateralized Mortgage Obligations (cost: \$19,982,294)				19,906,319
Corporate Bonds - 15.2%				
AbbVie, Inc.	350,000	2.90	11/6/22	351,018
Anheuser-Busch InBev Finance, Inc.	675,000	3.30	2/1/23	690,723
Bank of America Corp., 3 Mo. Libor + 1.00% ¹	750,000	2.36	4/24/23	762,061
Capital One Bank USA NA (Subordinated)	750,000	3.38	2/15/23	757,403
Citizens Bank NA	300,000	2.65	5/26/22	297,256
Continental Airlines 2000-2 Class A-1 Pass Through Trust	75,843	7.71	4/2/21	82,859
Dominion Energy, Inc.	350,000	2.75	9/15/22	346,995
Doric Nimrod Air Finance Alpha 2012-1 Trust ⁴	361,072	5.13	11/30/22	376,789
General Motors Financial Co., Inc.	525,000	3.45	4/10/22	531,999
Goldman Sachs Group, Inc., 3 Mo. Libor + 1.15% ¹	700,000	2.74	3/15/20	703,723
Leggett & Platt, Inc.	400,000	3.40	8/15/22	405,917
Manufacturers & Traders Trust Co. (Subordinated), 3 Mo. Libor + 0.64% ¹	750,000	2.12	12/1/21	744,407
Massachusetts Mutual Life Insurance Co. (Subordinated) ⁴	700,000	7.50	3/1/24	845,124
Mosaic Co.	300,000	4.25	11/15/23	310,655
Nationwide Mutual Insurance Co. (Subordinated), 3 Mo. Libor + 2.29% ^{1, 4}	500,000	3.88	12/15/24	497,538
Newell Brands, Inc.	650,000	5.00	11/15/23	686,023
Prudential Financial, Inc., CPI YOY + 2.75% ¹	800,000	4.98	8/10/18	811,000
Statoil ASA	534,000	7.75	6/15/23	663,327
United Airlines 2013-1 Class A Pass Through Trust	511,394	4.30	2/15/27	539,648
Visa, Inc.	350,000	2.80	12/14/22	355,128
Wells Fargo & Co. (Subordinated)	800,000	6.65	10/15/23	919,409
WGL Holdings, Inc., 3 Mo. Libor + 0.40% ¹	300,000	1.88	11/29/19	300,111
				11,979,113
Total Corporate Bonds (cost: \$12,059,146)				11,979,113
Mortgage Pass-Through Securities - 14.7%				
Federal Home Loan Mortgage Corporation - 1.7%				
Freddie Mac	207,335	3.00	9/1/27	211,370
Freddie Mac	46,842	3.50	7/1/26	48,642
Freddie Mac	307,545	4.00	7/1/26	322,701
Freddie Mac	308,227	4.00	1/1/27	323,454
Freddie Mac	11,323	4.50	5/1/19	11,487
Freddie Mac	26,208	4.50	6/1/19	26,587
Freddie Mac	17,598	4.50	6/1/19	17,938
Freddie Mac	87,880	4.50	12/1/21	89,741
Freddie Mac	31,395	4.50	7/1/26	31,979
Freddie Mac	2,447	5.00	3/1/18	2,495
Freddie Mac	26,408	5.00	7/1/19	26,932
Freddie Mac	20,953	5.00	10/1/25	22,516
Freddie Mac	8,481	5.50	10/1/19	8,574
Freddie Mac	71,517	5.50	5/1/20	72,942
Freddie Mac	17,418	5.50	7/1/20	17,732

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Name of Issuer	Principal Amount (\$)	Coupon Rate (%)	Maturity Date	Fair Value (\$)
Freddie Mac	16,803	5.50	12/1/20	17,017
Freddie Mac	58,434	5.50	3/1/21	60,205
Freddie Mac	34,394	5.50	3/1/21	35,569
				<u>1,347,881</u>
Federal National Mortgage Association - 12.6%				
Fannie Mae	673,231	2.50	6/1/23	676,975
Fannie Mae	993,808	2.61	2/1/23	996,993
Fannie Mae	912,106	2.70	4/1/23	921,705
Fannie Mae	712,836	2.72	12/1/22	720,812
Fannie Mae	998,851	2.77	11/1/23	1,009,293
Fannie Mae	331,105	3.00	8/1/28	338,181
Fannie Mae	1,000,000	3.15	9/1/18	1,005,769
Fannie Mae	873,324	3.50	1/1/26	901,675
Fannie Mae	32,366	4.00	9/1/24	33,577
Fannie Mae	195,075	4.00	6/1/25	203,015
Fannie Mae	27,186	4.00	10/1/31	28,680
Fannie Mae	784,295	4.44	6/1/21	819,850
Fannie Mae	190,997	4.50	4/1/25	201,357
Fannie Mae	402,654	4.73	2/1/20	415,519
Fannie Mae	23,520	5.00	8/1/19	23,943
Fannie Mae	71,375	5.00	9/1/20	73,140
Fannie Mae	439,018	5.36	1/1/19	446,183
Fannie Mae	1,086,056	5.44	1/1/19	1,104,212
Fannie Mae	12,902	5.50	4/1/19	12,994
Fannie Mae	22,693	5.50	1/1/21	23,258
Fannie Mae	17,429	5.50	10/1/21	17,814
Fannie Mae	5,522	6.50	2/1/19	6,120
				<u>9,981,065</u>
Government National Mortgage Association - 0.4%				
Ginnie Mae, US Treasury + 1.50% ¹	64,398	2.63	4/20/33	66,925
Ginnie Mae, US Treasury + 1.50% ¹	14,557	2.63	4/20/42	14,961
Ginnie Mae	72,294	5.00	12/20/23	75,704
Ginnie Mae	49,366	5.00	9/15/24	51,322
Ginnie Mae	74,363	5.00	6/20/26	79,970
				<u>288,882</u>
Total Mortgage Pass-Through Securities (cost: \$11,643,535)				<u>11,617,828</u>
Taxable Municipal Bonds - 9.7%				
Atlanta Downtown Development Authority ¹⁷	825,000	6.88	2/1/21	885,151
Berks County Industrial Development Authority	475,000	3.20	5/15/21	476,544
City of Lawrence IN Waterworks Revenue	500,000	2.70	1/1/22	498,485
City of Wilkes-Barre PA ¹⁷	1,000,000	3.24	11/15/21	1,030,830
Colorado Housing & Finance Authority	605,000	4.00	11/1/31	620,766
Iowa Finance Authority ¹⁷	585,000	1.77	1/1/18	585,000
Massachusetts Educational Financing Authority	630,000	4.00	1/1/32	649,139
Multistate Liquidating Trust No. 1 ^{4, 17}	200,000	1.39	12/15/18	198,874
New Hampshire Housing Finance Authority	645,000	4.22	7/1/29	660,222
New Hampshire Housing Finance Authority	290,000	4.00	7/1/35	296,052
New Hampshire Housing Finance Authority	600,000	4.00	1/1/37	614,892
Rhode Island Housing & Mortgage Finance Corp.	95,000	4.00	10/1/39	97,102
South Dakota Housing Development Authority	375,000	3.50	11/1/41	378,866

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Tennessee Housing Development Agency	165,000	3.50	7/1/31	166,866
Texas Department of Housing & Community Affairs ¹⁷	325,000	4.80	7/1/19	328,390
Town of Mammoth Lakes CA	225,000	2.75	10/1/22	219,303
Total Taxable Municipal Bonds (cost: \$7,753,097)				<u>7,706,482</u>
U.S. Treasury / Federal Agency Securities - 22.4% Federal Agency Issues - 0.9%				
Federal Agricultural Mortgage Corp., 3 Mo. Libor + 0.37% ¹	250,000	1.91	3/9/23	252,961
Pershing Road Development Co., LLC, 3 Mo. Libor + 0.40% ^{1,4}	500,000	1.88	9/15/21	497,500
				<u>750,461</u>
U.S. Treasury - 21.5%				
U.S. Treasury Floating Rate Note, 3 Mo. Libor + 0.17% ¹	3,000,000	1.62	7/31/18	3,003,320
U.S. Treasury Floating Rate Note, 3 Mo. Libor + 0.27% ¹	6,000,000	1.72	1/31/18	6,001,426
United States Treasury Bill ⁶	5,000,000	1.05	1/11/18	4,998,251
United States Treasury Bill ⁶	3,000,000	1.11	1/4/18	2,999,536
				<u>17,002,533</u>
Total U.S. Treasury / Federal Agency Securities (cost: \$17,751,121)				<u>17,752,994</u>
Short-Term Securities - 1.8%				
Fidelity Inst. Money Mkt. Gvt. Fund, 1.14%	1,441,557			1,441,557
(cost: \$1,441,557)				
Total Investments in Securities - 100.4% (cost: \$79,663,685)				<u>79,438,724</u>
Other Assets and Liabilities, net - (0.4%)				<u>(331,659)</u>
Total Net Assets - 100.0%				<u>\$79,107,065</u>

¹ Variable rate security. Rate disclosed is as of December 31, 2017. 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, 2017 was \$9,192,018 and represented 11.6% 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, respectively.

¹⁴ Step Coupon: A bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate disclosed is as of December 31, 2017.

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.

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

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Sit Quality Income Fund (Continued)

Short futures contracts outstanding as of December 31, 2017 were as follows:

Type	Contracts	Expiration Date	Notional Amount (\$)	Value/ Unrealized Appreciation (Depreciation) (\$)
Short Futures: ¹⁰				
U.S. Treasury 5-Year	138	March 2018	16,030,640	45,749
U.S. Treasury 2-Year	28	March 2018	5,995,063	10,424
				<hr/> 56,173

¹⁰ The amount of \$500,000 in cash was segregated with the broker to cover margin requirements for derivative transactions as of December 31, 2017.

The Fund's portfolio's holdings are expressed as a percentage of net assets as of the date given, and may vary over time. They are provided for informational purposes only and should not be deemed as a recommendation to buy or sell any securities.

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.

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. 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. 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 the Adviser 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 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, including level-yield amortization of long-term bond premium and discount, is recorded on the accrual basis.