

Uniform Application for Investment Adviser Registration

Name of Investment Adviser: Sit Investment Associates, Inc.					
Address:	(Number and Street)	(City)	(State)	(Zip Code)	Area Code Telephone Number
3300 IDS Center,	80 S. 8th Street	Minneapolis	MN	55402	(612) 332-3223

This part of Form ADV gives information about the investment adviser and its business for the use of clients.
The information has not been approved or verified by any governmental authority.

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(Schedules A, B, C, D, and E are included with Part I of this Form, for the use of regulatory bodies, and are not distributed to clients.)

Potential persons who are to respond to the collection of information contained in this form
are not required to respond unless the form displays a currently valid OMB control number.

1.	A.	Advisory Services and Fees. (check the applicable boxes)		For each type of service provided, state the approximate % of total advisory billings from that service. (See instruction below.)	
Applicant:					
<input checked="" type="checkbox"/>	(1)	Provides investment supervisory services	100	%	
<input type="checkbox"/>	(2)	Manages investment advisory accounts not involving investment supervisory services		%	
<input type="checkbox"/>	(3)	Furnishes investment advice through consultations not included in either service described above		%	
<input type="checkbox"/>	(4)	Issues periodicals about securities by subscription		%	
<input type="checkbox"/>	(5)	Issues special reports about securities not included in any service described above		%	
<input type="checkbox"/>	(6)	Issues, not as part of any service described above, any charts, graphs, formulas, or other devices which clients may use to evaluate securities		%	
<input type="checkbox"/>	(7)	On more than an occasional basis, furnishes advice to clients on matters not involving securities		%	
<input type="checkbox"/>	(8)	Provides a timing service		%	
<input type="checkbox"/>	(9)	Furnishes advice about securities in any manner not described above		%	
(Percentages should be based on applicant's last fiscal year. If applicant has not completed its first fiscal year, provide estimates of advisory billings for that year and state that the percentages are estimates.)					
B. Does applicant call any of the services it checked above financial planning or some similar term?					Yes No <input type="checkbox"/> <input checked="" type="checkbox"/>
C. Applicant offers investment advisory services for: (check all that apply)					
<input checked="" type="checkbox"/>	(1)	A percentage of assets under management	<input type="checkbox"/>	(4)	Subscription fees
<input type="checkbox"/>	(2)	Hourly charges	<input type="checkbox"/>	(5)	Commissions
<input type="checkbox"/>	(3)	Fixed fees (not including subscription fees)	<input checked="" type="checkbox"/>	(6)	Other
D. For each checked box in A above, describe on Schedule F:					
● the services provided, including the name of any publication or report issued by the adviser on a subscription basis or for a fee					
● applicant's basic fee schedule, how fees are charged and whether its fees are negotiable					
● when compensation is payable, and if compensation is payable before service is provided, how a client may get a refund or may terminate an investment advisory contract before its expiration date					
2. Types of Clients — Applicant generally provides investment advice to: (check those that apply)					
<input checked="" type="checkbox"/>	A.	Individuals	<input checked="" type="checkbox"/>	E.	Trusts, estates, or charitable organizations
<input type="checkbox"/>	B.	Banks or thrift institutions	<input checked="" type="checkbox"/>	F.	Corporations or business entities other than those listed above
<input checked="" type="checkbox"/>	C.	Investment companies	<input type="checkbox"/>	G.	Other (describe on Schedule F)
<input checked="" type="checkbox"/>	D.	Pension and profit sharing plans			

Answer all items. Complete amended pages in full, circle amended items and file with execution page (page 1).

3.
Types of Investments.
Applicant offers advice on the following: (check those that apply)

☒
A.
Equity securities

☒
(1)
exchange-listed securities

☒
(2)
securities traded over-the-counter

☒
(3)
foreign issuers

☒
B.
Warrants

☒
C.
Corporate debt securities (other than commercial paper)

☒
D.
Commercial paper

☒
E.
Certificates of deposit

☒
F.
Municipal securities

G.
Investment company securities:

☐
(1)
variable life insurance

☐
(2)
variable annuities

☒
(3)
mutual fund shares

☒
H.
United States government securities

I.
Options contracts on:

☒
(1)
securities

☐
(2)
commodities

J.
Futures contracts on:

☐
(1)
tangibles

☒
(2)
intangibles

K.
Interests in partnerships investing in:

☐
(1)
real estate

☐
(2)
oil and gas interests

☐
(3)
other (explain on Schedule F)

☒
L.
Other (explain on Schedule F)

4.
Methods of Analysis, Sources of Information, and Investment Strategies.

A.
Applicant's security analysis methods include: (check those that apply)

(1)
☒
Charting

(2)
☒
Fundamental

(3)
☒
Technical

(4)
☒
Cyclical

(5)
☐
Other (explain on Schedule F)

B.
The main sources of information applicant uses include: (check those that apply)

(1)
☒
Financial newspapers and magazines

(2)
☒
Inspections of corporate activities

(3)
☒
Research materials prepared by others

(4)
☒
Corporate rating services

(5)
☒
Timing services

(6)
☒
Annual reports, prospectuses, filings with the Securities and Exchange Commission

(7)
☒
Company press releases

(8)
☐
Other (explain on Schedule F)

C.
The investment strategies used to implement any investment advice given to clients include: (check those that apply)

(1)
☒
Long term purchases
(securities held at least a year)

(2)
☒
Short term purchases
(securities sold within a year)

(3)
☒
Trading (securities sold within 30 days)

(4)
☐
Short sales

(5)
☐
Margin transactions

(6)
☒
Option writing, including covered options, uncovered options, or spreading strategies

(7)
☐
Other (explain on Schedule F)

5. Education and Business Standards.

Are there any general standards of education or business experience that applicant requires of those involved in determining or giving investment advice to clients? Yes No
☒ ☐

(If yes, describe these standards on Schedule F.)

6. Education and Business Background.

For:

- each member of the investment committee or group that determines general investment advice to be given to clients, or
- if the applicant has no investment committee or group, each individual who determines general investment advice given to clients (if more than five, respond only for their supervisors)
- each principal executive officer of applicant or each person with similar status or performing similar functions.

On Schedule F, give the:

- | | |
|-----------------|--|
| • name | • formal education after high school |
| • year of birth | • business background for the preceding five years |

7. Other Business Activities. (check those that apply)

- ☐ A. Applicant is actively engaged in a business other than giving investment advice.
- ☐ B. Applicant sells products or services other than investment advice to clients.
- ☐ C. The principal business of applicant or its principal executive officers involves something other than providing investment advice.

(For each checked box describe the other activities, including the time spent on them, on Schedule F.)

8. Other Financial Industry Activities or Affiliations. (check those that apply)

- ☐ A. Applicant is registered (or has an application pending) as a securities broker-dealer.
- ☐ B. Applicant is registered (or has an application pending) as a futures commission merchant, commodity pool operator or commodity trading adviser.
- C. Applicant has arrangements that are material to its advisory business or its clients with a related person who is a:
- | | |
|--|--|
| <input checked="" type="checkbox"/> (1) broker-dealer | <input type="checkbox"/> (7) accounting firm |
| <input checked="" type="checkbox"/> (2) investment company | <input type="checkbox"/> (8) law firm |
| <input checked="" type="checkbox"/> (3) other investment adviser | <input type="checkbox"/> (9) insurance company or agency |
| <input type="checkbox"/> (4) financial planning firm | <input type="checkbox"/> (10) pension consultant |
| <input type="checkbox"/> (5) commodity pool operator, commodity trading adviser or futures commission merchant | <input type="checkbox"/> (11) real estate broker or dealer |
| <input type="checkbox"/> (6) banking or thrift institution | <input type="checkbox"/> (12) entity that creates or packages limited partnerships |

(For each checked box in C, on Schedule F identify the related person and describe the relationship and the arrangements.)

- D. Is applicant or a related person a general partner in any partnership in which clients are solicited to invest? Yes No
☒ ☐

(If yes, describe on Schedule F the partnerships and what they invest in.)

Applicant:

Sit Investment Associates, Inc.

SEC File Number:

801- 16350

Date:

3/24/2008

9. Participation or Interest in Client Transactions.

Applicant or a related person: (check those that apply)

- ☐ A. As principal, buys securities for itself from or sells securities it owns to any client.
- ☐ B. As broker or agent effects securities transactions for compensation for any client.
- ☐ C. As broker or agent for any person other than a client effects transactions in which client securities are sold to or bought from a brokerage customer.
- ☒ D. Recommends to clients that they buy or sell securities or investment products in which the applicant or a related person has some financial interest.
- ☒ E. Buys or sells for itself securities that it also recommends to clients.

(For each box checked, describe on Schedule F when the applicant or a related person engages in these transactions and what restrictions, internal procedures, or disclosures are used for conflicts of interest in those transactions.)

- 10. Conditions for Managing Accounts.** Does the applicant provide investment supervisory services, manage investment advisory accounts or hold itself out as providing financial planning or some similarly termed services *and* impose a minimum dollar value of assets or other conditions for starting or maintaining an account?

Yes No
☒ ☐

(If yes, describe on Schedule F.)

- 11. Review of Accounts.** If applicant provides investment supervisory services, manages investment advisory accounts, or holds itself out as providing financial planning or some similarly termed services:

- A. Describe below the reviews and reviewers of the accounts. **For reviews**, include their frequency, different levels, and triggering factors. **For reviewers**, include the number of reviewers, their titles and functions, instructions they receive from applicant on performing reviews, and number of accounts assigned each.

Client accounts receive almost constant review from the professional staff. At least one investment professional is assigned prime responsibility for a client's account, and the investment committee structure facilitates frequent account review through weekly meetings of the Applicant's Investment Committee and the other investment professionals, as well as numerous informal meetings among the investment professionals. All transactions are reviewed daily by the Chief Investment Officer. Four of the senior professionals serve on the Investment Committee as detailed on Schedule F in response to Part II, Item 6, above.

- B. Describe below the nature and frequency of regular reports to clients on their accounts.

Applicant furnishes each client with reports regarding the client's portfolio, the Applicant's investment strategy as to the client's portfolio and other pertinent information tailored to the needs of the particular client. Portfolio reports are provided monthly, or as requested by the client. The written reports are often supplemented by frequent oral reports to the client from an investment professional and also by regular review meetings with the client as requested by the client.

Answer all items. Complete amended pages in full, circle amended items and file with execution page (page 1).

12. Investment or Brokerage Discretion.

A. Does applicant or any related person have authority to determine, without obtaining specific client consent, the:

- | | | |
|--|-------------------------------------|--------------------------|
| | Yes | No |
| (1) securities to be bought or sold? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (2) amount of the securities to be bought or sold? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (3) broker or dealer to be used? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (4) commission rates paid? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |

B. Does applicant or a related person suggest brokers to clients? ☐ Yes ☒ No

For each yes answer to A describe on Schedule F any limitations on the authority. For each yes to A(3), A(4) or B, describe on Schedule F the factors considered in selecting brokers and determining the reasonableness of their commissions. If the value of products, research and services given to the applicant or a related person is a factor, describe:

- the products, research and services
- whether clients may pay commissions higher than those obtainable from other brokers in return for those products and services
- whether research is used to service all of applicant's accounts or just those accounts paying for it; and
- any procedures the applicant used during the last fiscal year to direct client transactions to a particular broker in return for products and research services received.

13. Additional Compensation.

Does the applicant or a related person have any arrangements, oral or in writing, where it:

- A. is paid cash by or receives some economic benefit (including commissions, equipment or non-research services) from a non-client in connection with giving advice to clients? ☐ Yes ☒ No
- B. directly or indirectly compensates any person for client referrals? ☐ Yes ☒ No

(For each yes, describe the arrangements on Schedule F.)

14. Balance Sheet. Applicant must provide a balance sheet for the most recent fiscal year on Schedule G if applicant:

- has custody of client funds or securities; or
 - requires prepayment of more than \$500 in fees per client and 6 or more months in advance
- Has applicant provided a Schedule G balance sheet? ☒ Yes ☐ No

Answer all items. Complete amended pages in full, circle amended items and file with execution page (page 1).

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant:
Sit Investment Associates, Inc.

SEC File Number:
801- 16350

Date:
3/10/10

(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Form ADV: Sit Investment Associates, Inc.		IRS Empl. Ident. No.: 41-1404829																																														
Item of Form (identify)	Answer																																															
1.D	<p>Applicant provides investment advisory services on a discretionary basis pursuant to investment management agreements entered into with each client. Clients include institutional investors (including both public and private organizations), registered investment companies, private investment companies and high-net worth individuals. Applicant serves as the sponsor, general partner or manager for several of the investment companies to which it provides investment advisory services.</p> <p>Applicant's compensation for its services is computed according to fee schedules which are part of the investment management agreements. Generally, fees are stated at an annual rate, calculated quarterly as a percentage of net asset value at the end of each calendar quarter, and payable quarterly in arrears. Fees paid by investment company clients are generally calculated and paid monthly in arrears. The net asset value is generally determined based on the aggregate market value of all securities held in the account plus cash or cash equivalents subject to management, excluding however, assets, if any, invested in shares of investment companies managed by Applicant or its affiliates. Applicant's most significant fee schedules are presented below.</p> <p><i>Separate Account Management: Equity Management</i></p> <table border="0"> <tr> <th colspan="2">Large Capitalization, Concentrated, Dividend Growth, and Balanced Portfolios</th> </tr> <tr> <th><u>Net Asset Value</u></th> <th><u>Annual Rate</u></th> </tr> <tr> <td>First \$10 million</td> <td>0.75%</td> </tr> <tr> <td>Next \$10 million</td> <td>0.70%</td> </tr> <tr> <td>Next \$10 million</td> <td>0.65%</td> </tr> <tr> <td>Next \$10 million</td> <td>0.60%</td> </tr> <tr> <td>Next \$10 million</td> <td>0.55%</td> </tr> <tr> <td>Over \$50 million</td> <td>Negotiable</td> </tr> </table> <table border="0"> <tr> <th colspan="2">Medium Capitalization Portfolios</th> </tr> <tr> <th><u>Net Asset Value</u></th> <th><u>Annual Rate</u></th> </tr> <tr> <td>First \$30 million</td> <td>1.00%</td> </tr> <tr> <td>Next \$70 million</td> <td>0.70%</td> </tr> <tr> <td>Over \$100 million</td> <td>0.50%</td> </tr> </table> <table border="0"> <tr> <th colspan="2">Small Capitalization Portfolios</th> </tr> <tr> <th><u>Net Asset Value</u></th> <th><u>Annual Rate</u></th> </tr> <tr> <td>First \$50 million</td> <td>1.00%</td> </tr> <tr> <td>Over \$50 million</td> <td>0.60%</td> </tr> </table> <table border="0"> <tr> <th colspan="2">International/EAFE+, Global, and Global Dividend Portfolios</th> </tr> <tr> <th><u>Net Asset Value</u></th> <th><u>Annual Rate</u></th> </tr> <tr> <td>First \$10 million</td> <td>0.80%</td> </tr> <tr> <td>Next \$20 million</td> <td>0.75%</td> </tr> <tr> <td>Next \$20 million</td> <td>0.65%</td> </tr> <tr> <td>Over \$50 million</td> <td>0.50%</td> </tr> </table>		Large Capitalization, Concentrated, Dividend Growth, and Balanced Portfolios		<u>Net Asset Value</u>	<u>Annual Rate</u>	First \$10 million	0.75%	Next \$10 million	0.70%	Next \$10 million	0.65%	Next \$10 million	0.60%	Next \$10 million	0.55%	Over \$50 million	Negotiable	Medium Capitalization Portfolios		<u>Net Asset Value</u>	<u>Annual Rate</u>	First \$30 million	1.00%	Next \$70 million	0.70%	Over \$100 million	0.50%	Small Capitalization Portfolios		<u>Net Asset Value</u>	<u>Annual Rate</u>	First \$50 million	1.00%	Over \$50 million	0.60%	International/EAFE+, Global, and Global Dividend Portfolios		<u>Net Asset Value</u>	<u>Annual Rate</u>	First \$10 million	0.80%	Next \$20 million	0.75%	Next \$20 million	0.65%	Over \$50 million	0.50%
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**Schedule F of
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Continuation Sheet for Form ADV Part II**

Applicant: Sit Investment Associates, Inc.	SEC File Number: 801- 16350	Date: 3/10/10
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(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Form ADV: Sit Investment Associates, Inc.	IRS Empl. Ident. No.: 41-1404829
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Item of Form (identify)	Answer										
1.D. Continued	<p style="text-align: center;"><u>Developing Markets and Pacific Basin Portfolios</u></p> <table> <tr> <th><u>Net Asset Value</u></th><th><u>Annual Rate</u></th></tr> <tr> <td>First \$10 million</td><td>0.90%</td></tr> <tr> <td>Next \$20 million</td><td>0.85%</td></tr> <tr> <td>Next \$20 million</td><td>0.75%</td></tr> <tr> <td>Over \$50 million</td><td>0.60%</td></tr> </table> <p>The rate applicable to any particular portfolio may reflect the total of all assets managed on behalf of a client by Applicant and its affiliates, including investments made by such client in investment companies managed by Applicant and its affiliates. The rate applicable may also reflect the total of all assets managed on behalf of a client's financial consultant or financial intermediary by Applicant and its affiliates, including investments made by such client in investment companies managed by Applicant and its affiliates. It may be necessary for Applicant to negotiate fees with clients that may be different than those outlined herein in order to reflect large account values or to accommodate a unique situation or service requirement.</p> <p>Applicant may also serve as an investment manager for clients participating in a discretionary investment management program sponsored by a non-affiliated investment adviser. Under the terms of such program, the sponsor of the program is responsible for compensating Applicant for investment management services provided to the clients based on the value of the assets in each client account that Applicant manages under the sponsor's program. The fee rate paid by clients participating in the sponsor's program is based on the total assets managed by Applicant under the program.</p> <p>A subsidiary of Applicant manages several client accounts (including private investment funds) pursuant to investment management agreements that have unique investment objectives and entitle Applicant's affiliate to receive a management fee based on the assets managed and an annual performance fee based on the amount by which the account's total return exceeds the total return of a specific benchmark.</p> <p><i>Registered Investment Company Management:</i></p> <p>Applicant has entered an investment management agreement with the several registered investment companies of the Sit Mutual Funds to serve as investment adviser for the twelve portfolios of such companies. The Sit Mutual Funds are a family of no-load, open-end mutual funds. Under the investment management agreements each fund is obligated to pay Applicant a flat monthly fee based on the fund's daily net assets on an annual basis as indicated below (before voluntary fee waivers, if any). For all the funds except the Sit High Income Municipal Bond Fund, Applicant has agreed to bear all of the funds' expenses, except for extraordinary expenses, fees paid under a distribution plan adopted pursuant to Rule 12b-1 under the Investment Company Act of 1940, interest, brokerage commissions and other transaction charges relating to investing activities of the funds. The Sit High Income Municipal Bond Fund pays for all of its own expenses.</p> <p>All Funds issue one class of shares except the Sit Dividend Growth Fund and the Sit Global Dividend Growth Fund. Sit Dividend Growth Fund and Sit Global Dividend Growth Fund offers class S shares and class I shares. Class S shares are subject to a fee pursuant to the distribution plan adopted pursuant to rule 12b-1 under the Investment Company Act of 1940, which provides for an annual distribution fee not to exceed 0.25% of the average daily net assets of the Fund attributable to class S shares. The distribution fee for class S shares is used to pay SIA Securities Corp. for promotion and distribution of class S shares and servicing Fund investors as contemplated in the distribution plan.</p>	<u>Net Asset Value</u>	<u>Annual Rate</u>	First \$10 million	0.90%	Next \$20 million	0.85%	Next \$20 million	0.75%	Over \$50 million	0.60%
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Complete amended pages in full, circle amended items and file with execution page (page 1).

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant:
Sit Investment Associates, Inc.

SEC File Number:
801- 16350

Date:
3/10/10

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**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant: Sit Investment Associates, Inc.	SEC File Number: 801- 16350	Date: 3/10/10
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(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Form ADV: Sit Investment Associates, Inc.		IRS Empl. Ident. No.: 41-1404829
Item of Form (identify)	Answer	
	<p>Series A: Standard and Poor's S&P 500® Index. Series B: Lehman Brothers 5-year Treasury Index. Series C: the near-term U.S. 30-year Treasury futures contract as reported by the CME Group. Series D: the Lehman Brothers U.S. TIPS Index. Series E: The MSCI EAFE Index.</p> <p><i>Other Advisory Services and Fees Information.</i> Each registered investment company may terminate the investment management agreement with Applicant on sixty days written notice provided the investment company's Board of Directors consents or a majority of the investment company's shareholders consent. Other clients of Applicant may terminate their contract with Applicant on thirty days written notice, or in some cases at any time without notice. The investment management agreements are terminated automatically if assigned. All such terminations are without penalty.</p> <p>Applicant provides investment management services to tax-exempt charitable organizations and makes a charitable contribution to certain of such organizations. The charitable contributions may be equal to a fixed percentage of the investment management fees paid to Applicant by the charitable organizations.</p>	
3.L.	Applicant, although not an underwriter, will on occasion purchase private placements and restricted securities.	
5.	Applicant seeks to employ investment professionals with extensive experience in investment research and management. In most instances these individuals have college and advanced degrees and have achieved professional designations including that of Chartered Financial Analyst.	

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Continuation Sheet for Form ADV Part II**

Applicant:
Sit Investment Associates, Inc.

SEC File Number:
801- 16350

Date:
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Item of Form (identify)	Answer
6.	<p>Investment Committee and Principal Executive Officers</p> <p><u>Roger Jerome Sit</u> - Born 1962 BS U.S. Air Force Academy, Colorado MS University of Southern California MBA Harvard Business School Business background: Chairman, President, CEO and Global CIO of Sit Investment Associates, Inc. since 4/08 President, Co-CEO and Co-Global CIO of Sit Investment Associates, Inc. (2/08-4/08) President of Sit Investment Associates, Inc. (3/06–2/08) Executive Vice President – Research & Investment Management of Sit Investment Associates, Inc. (12/98-3/06). Sr. Vice President, Director of Research of Sit Investment Associates, Inc. (1/98-12/98) Vice President, Equity Analyst of Goldman Sachs & Co. (1991-1998) Captain (Officer) of the U.S. Air Force (1984-1989)</p> <p><u>Michael Clinton Brilley</u> - Born 1945 BS Milliken University, Decator, IL Business Background: Sr. Vice President of Sit Investment Associates, Inc. since 1993 Vice President and Portfolio Manager of Sit Investment Associates, Inc. (1984-1993)</p> <p><u>Kent L. Johnson</u> – Born 1965 BS University of Minnesota MBA University of Minnesota Carlson School of Management Business Background: Sr. Vice President – Research and Investment Management of Sit Investment Associates, Inc. since 2008 Vice President – Research and Investment Management of Sit Investment Associates, Inc. (1998 - 2008)</p> <p><u>Ronald D. Sit</u> - CFA - Born 1959 BA Northwestern University MM Kellogg Graduate School of Management, Northwestern University. Business Background: Vice President - Research and Investment Management of Sit Investment Associates, Inc. since 1993 Investment Analyst of Sit Investment Associates, Inc. (1984-1993)</p>
8.C.1.	SIA Securities Corp. is a registered broker-dealer (Firm CRD# 35403, SEC File Number 8-46668) formed exclusively for and limited to the distribution of investment company shares of the Sit Mutual Funds to certain shareholders. Each fund in the Sit Mutual Funds has engaged SIA Securities Corp. as the principal underwriter for the Fund. Sit Investment Associates, Inc. owns 75% of SIA Securities Corp.

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

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Sit Investment Associates, Inc.

SEC File Number:
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Date:
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Item of Form (identify)	Answer	
8.C.2.	<p>Applicant is the sponsor of twelve no-load open-end diversified registered investment companies. These funds are the Sit Mid Cap Growth Fund, Inc., Sit Large Cap Growth Fund, Inc., Sit U.S. Government Securities Fund, Inc., Sit Tax-Free Income Fund, (a series of Sit Mutual Funds II, Inc.), Sit International Growth Fund (a series of Sit Mutual Funds, Inc.) Sit Balanced Fund (a series of Sit Mutual Funds, Inc.) Sit Minnesota Tax-Free Income Fund (a series of Sit Mutual Funds II, Inc.) Sit Small Cap Fund (a series of Sit Mutual Funds, Inc.), Sit Developing Markets Growth Fund (a series of Sit Mutual Funds, Inc.), Sit Dividend Growth Fund, (a series of Sit Mutual Funds, Inc.), Sit Global Dividend Growth Fund (a series of Sit Mutual Funds, Inc.) and Sit High Income Municipal Bond Fund, (a series of Sit Mutual Funds II, Inc.). Applicant supplies executive personnel and Directors to each Fund.</p>	
8.C.3.	<p>Sit Investment Fixed Income Advisors, Inc. ("SIFIA") is a registered investment adviser (SEC file number 801-34582) and subsidiary of Applicant. SIFIA furnishes investment advisory services in conjunction with Applicant to client accounts. SIFIA also assists Applicant in the management of five no-load mutual funds: Sit Tax-Free Income Fund; Sit U.S. Government Securities Fund; Sit Balanced Fund; Sit Minnesota Tax-Free Income Fund, and Sit High Income Municipal Bond Fund.</p> <p>Sit Fixed Income Advisors II, LLC ("SFIA II") is a registered investment adviser (SEC File number 801-55201) and subsidiary of the Adviser. SFIA II provides investment advisory services in conjunction with Applicant to client accounts, including private investment companies for which Applicant serves as a managing member.</p>	
8.D.	<p>Applicant and its affiliates provide investment advisory services and serve as general partner or manager to private investment companies organized as limited partnerships or limited liability companies. Several of such private investment funds are available to Applicant's clients, however, Applicant does not advise clients whether to invest in such private investment funds. Applicant does not invest assets from its clients' accounts for which it has discretionary investment responsibilities in private investment funds for which it serves as a manager or general partner.</p>	
9.D.	<p>Applicant provides investment advisory services to the Sit Mutual Funds, a family of no-load registered investment companies sponsored by Applicant. The investment management agreements with certain clients provide that Applicant may invest the client's assets in shares of one or more of the Sit Mutual Funds. Clients are informed of any investment in shares of the Sit Mutual Funds and receive the fund's prospectus. The value of shares of the Sit Mutual Funds held in a client account are excluded from the calculation of the management fee payable to Applicant with respect to the separate account.</p> <p>See responses to item 8.D and 9.E.</p>	

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Form ADV
Continuation Sheet for Form ADV Part II**

Applicant:
Sit Investment Associates, Inc.

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Item of Form (identify)	Answer	
9.E.	<p>Applicant, its affiliates and employees may buy or sell for themselves securities that they also recommend to clients. The personal trading activities of Applicant's directors, officers and employees are restricted by Applicant's code of ethics. The restrictions applicable to the personal security transactions of Applicant's officers and employees include, among others things: pre-clearance of all transactions; a 10 day black-out period; a restricted security list; prohibitions on short-term trading and initial public offerings; and limits on the number of transactions over certain periods of time. The code of ethics also contains reporting requirements. Officers and employees are required to annually certify their compliance with the code of ethics. Other prohibitions applicable to Applicant's officers and employees include accepting gifts of more than nominal value, borrowing money from Applicant's clients, and taking any action which such person knows to be in conflict with the interest of Applicant.</p> <p>See response to 8.D. and 9.D.</p>	
10.	Applicant generally requires a minimum of \$10 million for institutional equity accounts. Applicant does not intend to accept non-discretionary accounts.	
12.A.	<p>Applicant, in effecting purchases and sales of portfolio securities for the account of clients, including the investment companies, will seek best execution of the orders. Consistent with this policy, orders for portfolio transactions are placed with broker-dealer firms giving consideration to the quality, quantity and nature of the firm's professional services which include execution, clearance procedures and market, statistical and other research information provided to Applicant and its clients. All these factors are taken into account in the allocation of brokerage and thus lowest price is not necessarily the determining factor. Applicant feels that it is to the overall benefit of its clients and clients of its subsidiary to receive these benefits from broker-dealers and not to have to duplicate these services by expensive additions to Applicant's staff. Nothing in this policy relieves Applicant of its responsibility of reviewing the research and making the ultimate determination on transactions based on its own expertise. It is quite possible that the research benefits received from any one order will not inure to the direct benefit of the client including a mutual fund placing the order but Applicant feels that the aggregate benefits of information received from all orders will benefit all its clients, including the clients of its subsidiaries. While Applicant will be primarily responsible for the allocation of the client's brokerage business, the policies and practices for Applicant in this regard must be consistent with the foregoing and will at all times be subject to review by the client.</p> <p>The aggregation or blocking of client transactions allows Applicant to execute transactions in a more timely, equitable, and efficient manner and seeks to reduce overall commission charges to clients. Applicant's policy is to aggregate client transactions where possible and when advantageous to clients. In these instances clients participating in any aggregated transactions will receive an average share price and transaction costs will be shared equally and on a pro-rata basis. Applicant's policy prohibits any allocation of trades in a manner that Applicant's proprietary accounts, affiliated accounts, or any particular client(s) or group of clients receive more favorable treatment than other client accounts. Applicant has adopted a policy for the fair and equitable allocation of transactions using a pro-rata allocation method. Equity security transactions are processed using an electronic order management system. Transactions are allocated to all applicable client accounts based on account size, cash levels, the model portfolio target weightings, and investment restrictions. Fixed income security transactions are allocated by the trader to all applicable client accounts based on portfolio characteristics such as cash and liquidity requirements, portfolio duration, quality requirements, and investment restrictions.</p> <p>Applicant has policies and procedures for the allocation of initial public offerings ("IPO's") to client accounts. IPO shares are allocated fairly and equitably among all advisory clients according to a specific and consistent basis so as not to advantage any firm, personal or related account and so as not</p>	

Complete amended pages in full, circle amended items and file with execution page (page 1).

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant: Sit Investment Associates, Inc.	SEC File Number: 801- 16350	Date: 3/10/10
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(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Form ADV: Sit Investment Associates, Inc.		IRS Empl. Ident. No.: 41-1404829
Item of Form (identify)	Answer	
12.A. Continued	<p>to favor or disfavor any client, or group of clients, over any other. IPOs are allocated on a rotational allocation basis. Circumstances may arise in which deviation from the above procedures may be appropriate and may be approved by the Chief Investment Officer.</p> <p>The Applicant may under certain circumstances effect cross-trades which means the purchase and sale of a security between two or more accounts (including pooled investment funds) managed by the Applicant or its affiliates. In certain situations it is advantageous to clients to engage in a cross-trade. These situations can arise for many reasons. Often an account will have incoming cash that needs to be invested and at the same time another account is withdrawing funds and needs to sell portfolio securities to raise cash. Another situation in which a cross-trade may be desirable is when the characteristics of a particular security change, for example from mid-cap to large-cap. An account investing in mid-cap stocks may need to sell the security while it may be desirable for a large-cap portfolio to acquire the same security.</p> <p>All cross-trades are executed at a fair price and no client is disfavored by the transaction. The Applicant receives no compensation from effecting a cross-trade. The Applicant has policies and procedures to ensure the transactions are done on a fair and equitable basis and in the best interests of the clients. Where a registered investment company is involved in the transaction, the requirements of Rule 17a-7 under the Investment Company Act of 1940 are complied with. Commissions are not paid on purchases and sales between registered investment companies subject to Rule 17a-7 of the Investment Company Act of 1940, but such transactions may be charged transfer fees. Where an account subject to the requirements of the Employee Retirement Income Security Act of 1974 (ERISA) is involved in the transaction, the requirements of section 408(b)(19) of ERISA are complied with.</p> <p>Generally, the Applicant effects a cross-trade by placing simultaneous buy and sell orders for a security through an independent broker-dealer, who then effects both transactions at a reduced commission. Alternatively, a cross-trade may be executed by instructing the custodians to transfer the security from one client's account to the other. Notwithstanding the above, Applicant may initiate the purchase and sale of a security in the market on behalf of two or more clients on the same day but through different independent broker-dealers. Generally, such a transaction is not considered a cross-trade for purposes of the cross-trade procedures.</p> <p>During 2009 Applicant and its affiliates received approximately 17 different services and products from 10 different broker-dealers from soft-dollar arrangements. Among the services and products received were: financial, economic, and political information services and research reports; periodic specialized financial market research; financial market statistical information; industry and sector analysis; economic, political and market commentary; issuer credit research; on-line bond trading services; quantitative research and analysis; and market prices and quotation services. A complete list of the services and products received is available to clients upon request.</p> <p>Certain clients have directed Applicant to use a particular broker in effecting purchases and sales of its portfolio securities, and therefore, the Applicant's services would not include selection of brokerage firms or negotiation of commission rates. Generally, under such circumstances, the client may receive products or services from the broker directly. If a client chooses to direct its brokerage to a broker other than the one through which the Applicant will execute orders for its other clients, the client will forgo any benefit from savings on execution costs that the adviser could obtain for its other clients through, for example, discounts on batched orders.</p>	

Complete amended pages in full, circle amended items and file with execution page (page 1).

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant: Sit Investment Associates, Inc.	SEC File Number: 801- 16350	Date: 3/10/10
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(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Form ADV: Sit Investment Associates, Inc.		IRS Empl. Ident. No.: 41-1404829
Item of Form (identify)	Answer	
14.	<p>Applicant and its affiliates provide investment advisory services and serve as general partner or manager to private investment companies organized as limited partnerships or limited liability companies. Applicant does not maintain physical custody of client assets, including assets of the investment companies. However, since Applicant serves as the general partner or manager, Applicant is deemed to have custody or possession of client assets for purposes of Rule 206(4)-2 of the Investment Advisers Act of 1940.</p>	
	<hr/> <p><u>Proxy Voting</u></p> <p>Applicant exercises voting authority with respect to client securities unless instructed otherwise. Applicant maintains written policies and procedures as to the handling, research, voting and reporting of proxy voting. Generally, Applicant's policy and practice includes the responsibility to monitor corporate actions, receive and vote client proxies and disclose potential conflicts of interest as well as making information available to clients about the voting of proxies for their portfolio securities and maintaining relevant and required records.</p> <p>Clients may at any time request a copy of the proxy voting policies and procedures, and information regarding how Applicant voted a client's proxies.</p> <p>In the absence of specific voting guidelines from the client, Applicant will vote proxies in the best interests of each particular client. Applicant's policy is to vote all proxies from a specific issuer the same way for each client absent qualifying restrictions from a client.</p> <p>Applicant will make reasonable attempts to identify any conflicts that exist between the interests of Applicant and the client by reviewing the relationship of Applicant with the issuer of each security to determine if Applicant or any of its employees has any financial, business or personal relationship with the issuer. If a material conflict of interest exists, the Proxy Committee will determine whether it is appropriate to disclose the conflict to the affected clients, to give the clients an opportunity to vote the proxies themselves, or to address the voting issue through other objective means such as voting in a manner consistent with a predetermined voting policy or receiving an independent third party voting recommendation. Applicant will maintain a record of the voting resolution of any conflict of interest.</p> <hr/>	

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant:
Sit Investment Associates, Inc.

SEC File Number:
801- 16350

Date:
3/10/10

(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Form ADV: Sit Investment Associates, Inc.	IRS Empl. Ident. No.: 41-1404829
Item of Form (identify)	Answer
	<hr/> <p><u>Privacy Policy Notice</u></p> <p>Sit Investment Associates, Inc., its subsidiaries and the Sit Mutual Funds (“Sit”) take their clients’ personal privacy seriously. In order to provide financial products and services, Sit may collect nonpublic personal information about its clients from the following sources:</p> <ul style="list-style-type: none"> • information we receive from account documentation, including applications, contracts, and other forms which may include (but is not limited to) information such as a client’s name, address, tax identification number or social security number, assets and income; • information about client transactions and communications with Sit, its affiliates, agents or others which may include (but is not limited to) account numbers, balances, and transaction requests made through transfer agents, custodians or third party intermediaries. <p>Sit does not disclose any nonpublic personal information about its clients or former clients to anyone outside Sit’s organization except as necessary in order to provide services to its clients as permitted by law. For example, we may disclose nonpublic personal information about a client to a non-affiliated company assisting Sit in servicing client accounts such as providing a portfolio management system and transfer agent services. To safeguard its client’s personal information, Sit insists that its service providers limit access to personal information to authorized employees and agents and maintain appropriate safeguards.</p> <p>Sit restricts access to its clients’ nonpublic personal information to those employees who need to now that information to provide products or services to its clients. Sit maintains physical, electronic and procedural safeguards that comply with federal standards to guard its clients’ nonpublic personal information.</p> <p>This privacy policy does not apply to a client’s relationship with other financial service providers, such as broker dealers, custodians or other third party intermediaries.</p> <hr/>