



# Thrivent Church Loan and Income Fund

XCLIX | CLOSED-END INTERVAL FUND

**Thrivent Church Loan and Income Fund** seeks to support Christian organizations by investing in mortgage loans made to churches and other non-profit organizations with a Christian mission.

## Fund key points

### Invest for impact and income

Thrivent Church Loan and Income Fund is designed for investors who want to positively impact Christian communities. The Fund seeks income by investing in mortgages to churches and other non-profits with a Christian mission, along with other fixed-income securities. Organizations gain access to a source of financing as well as the expertise of Thrivent, a not-for-profit membership organization of Christians.

### Specialized knowledge and experience

The borrower profile of a non-profit is different from other commercial borrowers. Thrivent has over 100 years of experience in sourcing and servicing church loans. The portfolio managers have been managing a portfolio of church loans for Thrivent's own account since 2004.

### Portfolio construction

Fund management focuses on sourcing quality church loans, then puts together a portfolio focused on yield, diversification, and interest-rate sensitivity. The Fund aims to have a majority of assets directly invested in church loans, and the remainder invested in liquid, income-producing agency mortgage-backed securities and short-term investments.

## Target asset allocation

### 60–80% Church loans

Mortgage loans made to churches and other non-profits with a Christian mission. This allocation may be higher outside of the repurchase period.

*Liquidity: low | Impact: high*

### 20–35% Mortgage-backed securities

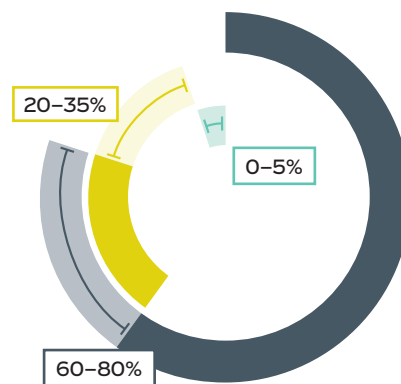
High-quality U.S. Agency MBS designed to provide liquidity and income.

*Liquidity: high | Impact: low*

### 0–5% Short-term bonds and cash

Designed for liquidity; will be kept to a minimum.

*Liquidity: high | Impact: low*



Target asset allocation subject to change.

### Did you know?

Thrivent made its first church loan in 1905 to Zion Lutheran Church in Rhineland, Wisconsin, to help rebuild after a fire.



### Visit [ThriventIntervalFunds.com](https://www.thrivent.com/interval-funds)

to learn about the impact made within the Christian community, supported by loans through Thrivent Church Financing Group, which are held within the Fund.

**FUND OBJECTIVE:** Thrivent Church Loan and Income Fund seeks to produce income.\*

## Management



**Fred Johnson, CPA (inactive)**  
Senior Portfolio Manager  
Church Loans

Industry Since: 1987  
Thrivent Since: 1987  
Fund Since: 2018



**Meg Spangler**  
Associate Portfolio Manager  
Church Loans

Industry Since: 1996  
Thrivent Since: 1999  
Fund Since: 2018



**Gregory R. Anderson, CFA**  
Senior Portfolio Manager  
Securitized Assets

Industry Since: 1993  
Thrivent Since: 1997  
Fund Since: 2018

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*We understand how churches function and provide loan options that allow them to focus on leading successful, impact-filled ministries that change lives. This fund provides an opportunity for investors to share in that impact to the broader Christian community.”*

## Fund facts

### GENERAL INFORMATION

**Minimum investment:**

Initial (non-retirement): \$2,000  
Initial (IRA, tax-deferred): \$1,000  
Subsequent: \$50

**Availability:**

The Fund is only available through Financial Professionals.

There is no secondary market for the Fund's shares and none is expected to develop. Investors should consider shares of the Fund to be an illiquid investment.

**Ticker:**

XCLIX (S Share only)

**Dividend cycle:**

Accrued daily; paid monthly

**Net expense ratio:**

1.50%<sup>1</sup>

### BUYING & SELLING SHARES

The Fund is a closed-end interval fund that allows investors to purchase shares daily and sell them quarterly on a predetermined date.

**Subscriptions:** Daily

**Redemption/repurchase frequency:**  
Quarterly

**Redemption/repurchases**

**fee:** None<sup>2</sup>

**Redemption/repurchases offered:**  
Mar, Jun, Sep, Dec

**Repurchase/redemption terms:** Limited liquidity is provided to shareholders only through the Fund's quarterly offers to repurchase between 5% and 25% of its outstanding shares at net asset value (subject to applicable laws and approval of the Board of Trustees). If a repurchase offer is oversubscribed, your redemption request may be prorated. There is no assurance that you will be able to redeem your shares when or in the amount that you desire.

\*There can be no guarantee that the Fund will achieve its investment objective or that its investment strategy will be successful.

**Risks:** The Fund invests primarily in church loans and mortgage-backed securities. The value of the Fund is influenced by factors impacting the overall market, debt securities in particular, and specific issues. The Fund may incur losses due to investments that do not perform as anticipated by the investment adviser. The Fund is a recently-organized, non-diversified closed end interval fund with a quarterly repurchase option. An investment in the Fund's Shares should be considered a long-term investment with risks, including limited liquidity and the risk of a loss of some or all of the amount invested.

Church loans are mortgages taken out by non-profit organizations with a Christian mission. They are typically not listed on any national securities exchange and no active trading market exists for them. Church loans are primarily backed by real estate and are vulnerable to factors that affect the real estate market. Default risk is the risk that a borrower will not be able to make principal and interest payments in which case the value of the Fund may be negatively affected. Certain factors specific to churches may impact a borrower's finances and its ability to make payments. Churches rely on voluntary contributions from their congregations for their primary source of income, which may be used to repay church loans. The membership of a church, the attendance of its members, or the per capita contributions of its members may not remain constant or may decrease, which could have a negative impact on the ability of a church to repay a loan.

Bond prices may decline during periods of rising interest rates. Credit risk is the risk that an issuer of a debt security may not pay its debt. The value of mortgage-backed securities will be influenced by the factors affecting the housing market. In periods when dealer inventories of bonds are low in relation to market size, there is the potential for decreased liquidity and increased price volatility in the fixed income markets. The Fund has received an exemptive order allowing co-investment with other Thrivent accounts, which may give rise to actual or perceived conflicts of interest and subject the Fund to the risk of regulatory changes and actions.

These and other risks are described in the Fund's prospectus.

**Investing in an interval fund involves risks, including the possible loss of principal. The prospectus contains more complete information on the investment objectives, risks, charges and expenses of the fund, and other information, which investors should read and consider carefully before investing. Prospectuses are available at [ThriventIntervalFunds.com](http://ThriventIntervalFunds.com) or by calling 800-847-4836.**

<sup>1</sup> Thrivent Church Loan and Income Fund's gross expense ratio is 8.96%. The adviser has contractually agreed through at least July 31, 2020 to waive certain fees and/or reimburse certain expenses associated with the Fund. Refer to the expense table in the Fund's Prospectus.

<sup>2</sup> The Fund does not currently charge a repurchase fee. However, the Fund may introduce a repurchase fee in the future of up to 2% on shares accepted for repurchase, subject to approval of the Fund Board.

Thrivent Church Loan and Income Fund is managed by Thrivent Asset Management, LLC, an SEC-registered investment adviser. The Fund's principal underwriter and distributor is Thrivent Distributors, LLC, a registered broker/dealer and member of FINRA and SIPC. Both are subsidiaries of Thrivent, the marketing name for Thrivent Financial for Lutherans.

