

**September 30, 2018**

**Inception Date** 6/1/1972    **Total Fund Assets** \$820.9 million    **Ticker** LUBIX

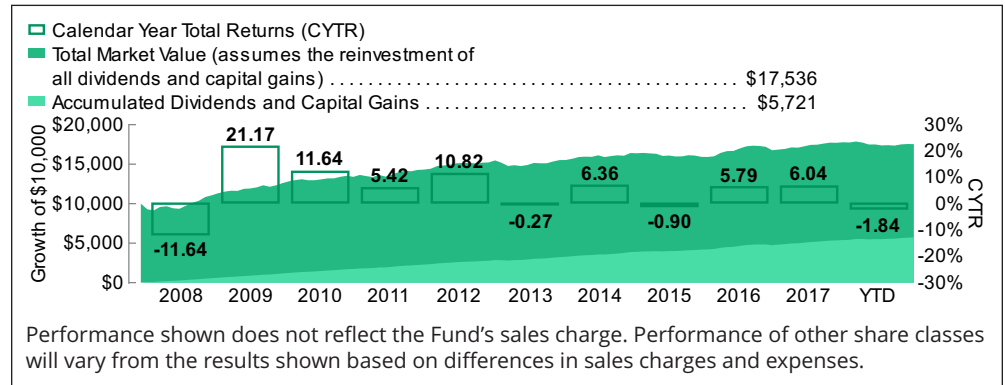
**Fund Description**

Thrivent Income Fund invests primarily in investment-grade corporate bonds, government bonds, asset-backed securities, and mortgage-backed securities. The Fund may also invest a portion of its assets in high yield bonds, leveraged loans and preferred stock, and may opportunistically invest in foreign issuers, non-agency mortgage-backed securities and commercial mortgage-backed securities. The Fund typically has its largest allocation in BBB-rated bonds, which are the lowest-tier of investment-grade bonds.

**Investment Strategy/Process**

The portfolio management team seeks to add value through security selection and active management, and monitors risk in an effort to build a well-diversified portfolio. The team uses fundamental, quantitative and technical investment research techniques to determine which securities to buy and sell. The Fund's investment advisor may purchase bonds of any maturity and generally focuses on U.S. companies that it believes are financially sound and have strong cash flows and earnings. The team also considers the macro-economic environment and performs an ongoing assessment of relative value and risk. Based on this market outlook, the Fund may take overweight and underweight positions in various sectors and industries and may reallocate across the higher and lower-quality segments of the bond market. The Thrivent Mutual Funds fixed-income analysts perform research and provide buy/sell recommendations while the portfolio manager is responsible for portfolio construction and risk management.

**Growth of \$10,000 and Calendar Year Performance (%)**



Performance shown does not reflect the Fund's sales charge. Performance of other share classes will vary from the results shown based on differences in sales charges and expenses.

**Trailing Returns — Average Annual (%)**

	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	Since Incept.
Class A share (without sales charge)	1.07	-1.84	-0.97	3.13	3.32	5.78	6.88
Class A share (with 4.5% max sales charge)	-3.52	-6.30	-5.46	1.57	2.38	5.30	6.77
BBgBarc U.S. Aggregate Bond Index	0.02	-1.60	-1.22	1.31	2.16	3.77	N/A
Lipper Corporate Debt Funds BBB-Rated Median <sup>1</sup>	0.86	-2.08	-1.40	3.08	3.21	5.71	N/A

**All data represents past performance and assumes the reinvestment of dividends and capital gains. Past performance does not guarantee future results. The investment return and principal value of the investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than the performance data quoted. Visit [ThriventFunds.com](http://ThriventFunds.com) or call 800-847-4836 for performance results current to the most recent month-end.**

<sup>1</sup>Source: Lipper LANA. The Lipper median represents the median annualized total return for all reported funds in the classification. Lipper medians do not include sales charges or fees. If included, returns would have been lower.

**Investment Objective**

Thrivent Income Fund seeks high current income while preserving principal. The Fund's secondary investment objective is to obtain long-term growth of capital in order to maintain investor's purchasing power.

**Who Should Consider Investing?**

The Fund may be suitable for investors who:

- Seek a high level of income while preserving principal.
- Have a medium- to long-term investment time horizon and a moderately conservative risk tolerance.
- Are able to withstand a low to moderate level of risk and volatility in pursuit of commensurate long-term returns.

**Minimum Investment**

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

**Expense Ratio**

Gross 0.77%  
 Net 0.77%

**Benchmark(s)**

Indexes are unmanaged and do not reflect the fees and expenses associated with active management. Investments cannot be made directly into an index.

- **Bloomberg Barclays (BBgBarc) U.S. Aggregate Bond Index** is an index that measures the performance of U.S. investment-grade bonds.

**Fund Management & Experience**

**Stephen D. Lowe, CFA**

Fund Start: 2009; Industry Start: 1996

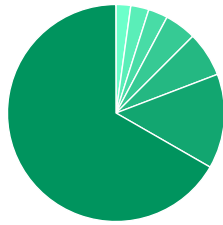
**Kent L. White, CFA**

Fund Start: 2017; Industry Start: 1999

*Risks: The Fund primarily invests in investment-grade corporate bonds, government bonds, asset-backed securities and mortgage-backed securities. The value of the Fund is influenced by factors impacting the overall market, certain asset classes, certain investment styles, and specific issuers. The Fund may incur losses due to investments that do not perform as anticipated by the investment adviser. 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, and high yield securities are subject to increased credit risk as well as liquidity risk. The value of mortgage-related and other asset-backed securities will be influenced by the factors affecting the housing market and the assets underlying such securities. Foreign investments involve additional risks, including currency fluctuations, liquidity, political, economic and market instability, and different legal and accounting standards. The prices of futures contracts can be highly volatile and the loss from investing in them can exceed the initial investment. 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. To the extent that the financials sector continues to represent a significant portion of the Fund, the Fund will be sensitive to changes in, and its performance may depend to a greater extent on, factors impacting this sector. The Fund may engage in active and frequent trading of portfolio securities in implementing its principal investment strategies, which may result in higher transaction costs and higher taxes.*

September 30, 2018

## Fund Diversification



Investment Grade Credit	66.7%
High Yield Bonds	14.1%
Securitized Debt	6.7%
Government Bonds	4.7%
Cash	2.9%
International Debt	2.7%
Floating-Rate Bank Loans	2.2%

## Bond Quality Rating Distribution (%)

The lower of the bond ratings assigned by Moody's Investor Services, Inc. or Standard & Poor's® Financial Services, LLC ("S&P"). Investments in derivatives and short-term investments are not included.

Category	Percentage
<b>HIGH QUALITY (HQ)</b>	
Cash	2.9
U.S. Gov't Guaranteed	9.1
AAA	1.5
AA	1.3
A	12.7
BBB	53.8
<b>HIGH YIELD (HY)</b>	
BB	12.4
B	4.3
CCC	0.3
CC	0.1
C	—
D	—
<b>OTHER</b>	
Non-Rated (NR)	0.7
ETFs/Closed-End Funds (may be (HQ/HY/NR))	0.9

<sup>2</sup>Turnover Ratio: 12-month rolling as of 8/31/2018. A measure of the Fund's trading activity, calculated by dividing the lesser of long-term purchases or long-term sales by average long-term market value.

<sup>3</sup>30-Day SEC Yield: Previous 30 calendar days ending 9/30/2018.

<sup>4</sup>Source: Barclays Capital Indices, POINT. ©2018 Barclays Capital Inc. Used with permission. POINT is a registered trademark of Barclays Capital Inc. Bloomberg Barclays U.S. Aggregate Bond Index measures the performance of U.S. investment-grade bonds.

<sup>5</sup>NAV = Net Asset Value (without sales charge, not available to all investors).

<sup>6</sup>POP = Public Offering Price (with sales charge - see prospectus for details).

<sup>7</sup>Average of the daily NAV/POP values for the trailing 12 months.

**Investing in a mutual 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, which investors should read and consider carefully before investing. Prospectuses are available at ThriventFunds.com or by calling 800-847-4836.**

The principal underwriter for Thrivent Mutual Funds is Thrivent Distributors, LLC. Thrivent Distributors, LLC is a registered broker/dealer, member of [FINRA](#) and [SIPC](#). Thrivent Asset Management, LLC, an SEC-registered investment adviser, serves as the investment adviser for the Thrivent Mutual Funds. Both entities are wholly owned subsidiaries of Thrivent Financial for Lutherans.

## Top 10 Holdings (8.97% of Fund, as of

08/31/2018)

The coupon rate is the yield paid by a fixed income security. The maturity date is when the principal of the security is due and payable to the investor.

Security	% of Portfolio	Coupon Rate	Maturity Date
U.S. Treas Bonds	2.00%	2.75	11/47
FNMA Conv'l	1.42%	3.50	09/48
FNMA Conv'l 30-Yr. Pass-Thru	0.87%	4.50	09/48
iShares J.P. Morgan USD EM Bond ETF	0.86%	N/A	N/A
FNMA Conv'l	0.85%	4.00	09/48
U.S. Treas Bonds	0.72%	2.75	02/28
FHLM Corp Gold 30-Yr. Pass-Thru	0.68%	4.00	09/48
U.S. Treas Bonds	0.55%	2.88	05/28
Smithfield Foods, Inc.	0.52%	2.65	10/21
Southern Co	0.50%	3.25	07/26

## Dividend Distributions & Price

**History** (Trailing 12-Months; Dividend Schedule: Paid Monthly)

	Dividends	Month-End NAV <sup>5</sup>	Month-End POP <sup>6</sup>
Oct-17	\$0.0246	\$9.27	\$9.71
Nov-17	\$0.0235	\$9.23	\$9.66
Dec-17	\$0.0228	\$9.24	\$9.68
Jan-18	\$0.0249	\$9.15	\$9.58
Feb-18	\$0.0216	\$9.00	\$9.42
Mar-18	\$0.0234	\$8.98	\$9.40
Apr-18	\$0.0263	\$8.89	\$9.31
May-18	\$0.0250	\$8.88	\$9.30
Jun-18	\$0.0239	\$8.83	\$9.25
Jul-18	\$0.0258	\$8.88	\$9.30
Aug-18	\$0.0252	\$8.88	\$9.30
Sep-18	\$0.0232	\$8.85	\$9.27
	\$0.2902 (Total)	\$9.02 (Avg.) <sup>7</sup>	\$9.44 (Avg.) <sup>7</sup>

## Capital Gains - Trailing 12-Months

Record Date	Short-Term Gain	Long-Term Gain	Total
12/13/2017	\$0.0000	\$0.0310	\$0.0310

## FUND STATISTICS

Statistics shown below are compared to the Bloomberg Barclays U.S. Aggregate Bond Index. The benchmark is intended to provide a comparison to the broad U.S. bond market, and may not be representative of the Fund's investment strategies and holdings.

### Holdings Information

Number of Holdings	605
Turnover Ratio (last 12-months) <sup>2</sup>	109%

### Yield

**Yield:** The income return on an investment.

30-Day SEC Yield <sup>3</sup>	3.46%
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### Risk/Volatility Measures

**Standard Deviation:** A statistical measure of volatility. The higher the standard deviation, the riskier an investment is considered to be.

	Fund	BBgBarc U.S. Aggregate <sup>4</sup>
3 Year	3.29%	2.61%
5 Year	3.25%	2.67%
10 Year	5.19%	3.25%

### Fixed Income Characteristics

**Average Duration:** A measure of a portfolio's sensitivity to changes in interest rates; the longer the portfolio's duration, the more sensitive it is.

	Fund	BBgBarc U.S. Aggregate <sup>4</sup>
Average Duration (years)	6.1	6.0

**Weighted Average Life:** The market-value weighted average of the time remaining until the bond in the portfolio will repay principal.

	Fund	BBgBarc U.S. Aggregate <sup>4</sup>
Wtd Avg Life (years)	10.0	8.4