

March 31, 2018

Inception Date 6/30/2005 **Total Fund Assets** \$874.7 million **Ticker** TCAIX

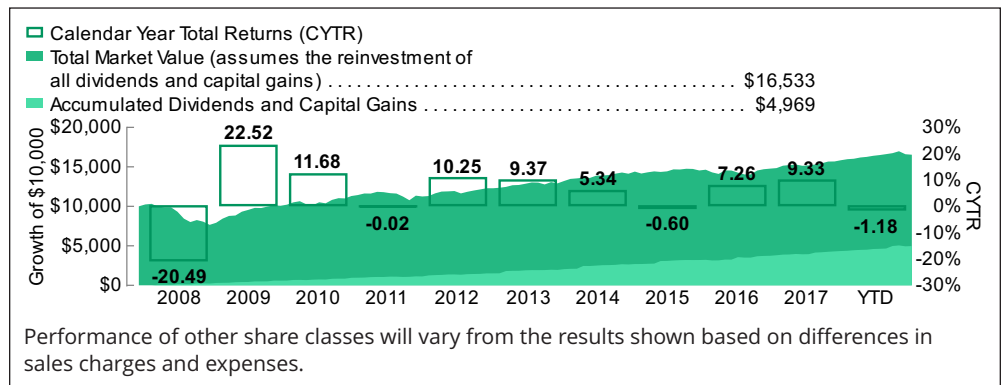
Fund Description

Thrivent Moderately Conservative Allocation Fund is the most conservative option in Thrivent Mutual Funds' suite of Asset Allocation Funds. The Fund is globally diversified across all major equity and fixed income sectors and styles. The Fund is actively managed and invests in a combination of other funds managed by the adviser and direct investments in stocks, bonds, and derivatives.

Investment Strategy/Process

The Fund has a long-term target allocation of 37% equity securities and 63% fixed income. The Fund's asset allocation strategy starts with the construction of a model that sets the long-term target allocations for the broad asset classes of equity and fixed-income. Next, the target weightings for sub-classes are determined. Equity sub-classes are often based on market capitalization (large, mid, and small), investment style (such as growth and value), economic sector and world region. Fixed-income sub-classes may be based on maturity, duration, credit quality and security type. The portfolio management team actively manages the Fund with overweight and underweight positions in the various sub-classes based on their views of the market and economy. Individual stocks and bonds are analyzed and selected on an ongoing basis. The Fund is regularly rebalanced to ensure that the holdings are within appropriate ranges.

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



Trailing Returns — Average Annual (%)

| | 3 Month | YTD | 1 Year | 3 Year | 5 Year | 10 Year | Since Incept. |
|---|---------|-------|--------|--------|--------|---------|---------------|
| Class S share | -1.18 | -1.18 | 5.44 | 4.09 | 5.16 | 5.16 | 5.35 |
| S&P 500® Index | -0.76 | -0.76 | 13.99 | 10.78 | 13.31 | 9.49 | N/A |
| BBgBarc U.S. Aggregate Bond Index | -1.46 | -1.46 | 1.20 | 1.20 | 1.82 | 3.63 | N/A |
| MSCI ACWI ex-USA - USD Net Returns | -1.18 | -1.18 | 16.53 | 6.18 | 5.89 | 2.70 | N/A |
| Lipper Mixed-Asset Target Alloc Conserv Funds Median ¹ | -0.89 | -0.89 | 4.60 | 3.09 | 4.04 | 4.62 | 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 or call 800-847-4836 for performance results current to the most recent month-end.

¹Source: 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 Moderately Conservative Allocation Fund seeks long-term capital growth while providing reasonable stability of principal.

Who Should Consider Investing?

The Fund may be suitable for investors who:

- Seek long-term growth and reasonable stability of 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: 0.92%
Net: 0.76%

The Adviser has contractually agreed, for as long as the current fee structure is in place, to waive certain investment advisory fees associated with the Fund. Refer to the expense table in the Fund's prospectus.

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.

- **S&P 500® Index** is a market-cap weighted index that represents the average performance of a group of 500 large-capitalization stocks.
- **Bloomberg Barclays (BBgBarc) U.S. Aggregate Bond Index** is an index that measures the performance of U.S. investment grade bonds.
- **Morgan Stanley Capital International (MSCI) All Country World Index ex-USA - USD Net Returns** is an index that is designed to measure equity market performance in all global developed and emerging markets outside of the U.S.

Fund Management & Experience

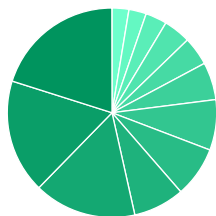
David C. Francis, CFA - Fund Start: 2005; Industry Start: 1978; **Mark L. Simenstad, CFA** - Fund Start: 2005; Industry Start: 1983; **Darren M. Bagwell, CFA** - Fund Start: 2016; Industry Start: 1991; **Stephen D. Lowe, CFA** - Fund Start: 2016; Industry Start: 1996

Risks: The Fund invests in other funds managed by the Adviser and in directly-held equity and debt instruments. The Fund is subject to its own fees and expenses and the expenses of the other funds in which it invests, as well as the risks of the other funds in which it invests. 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. Foreign investments involve additional risks, including currency fluctuations, liquidity, political, economic and market instability, and different legal and accounting standards. 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 use of derivatives (such as futures and swaps) involves additional risks and transaction costs, which could leave the Fund in a worse position than if it had not used these instruments. 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.

THRIVENT MODERATELY CONSERVATIVE ALLOCATION FUND — Class S

March 31, 2018

Fund Diversification



| | |
|--------------------------|-------|
| Investment Grade Credit | 20.1% |
| Large Cap Equity | 17.6% |
| Securitized Debt | 15.8% |
| Government Bonds | 7.9% |
| International Equity | 7.8% |
| Short Term Bonds | 7.8% |
| High Yield Bonds | 5.8% |
| Cash | 4.4% |
| Small Cap Equity | 4.2% |
| Mid Cap Equity | 3.3% |
| International Debt | 2.7% |
| Floating-Rate Bank Loans | 2.6% |

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 |
|--|------------|
| HIGH QUALITY (HQ) | |
| Cash | 1.9 |
| U.S. Gov't Guaranteed | 36.9 |
| AAA | 5.9 |
| AA | 1.3 |
| A | 7.1 |
| BBB | 22.2 |
| HIGH YIELD (HY) | |
| BB | 9.6 |
| B | 7.6 |
| CCC | 1.8 |
| CC | 0.7 |
| C | — |
| D | — |
| OTHER | |
| Non-Rated (NR) | 3.5 |
| ETFs/Closed-End Funds (may be (HQ/HY/NR) | 1.5 |

²NAV = Net Asset Value. Class S-Shares carry no sales charge.

³Average of the daily NAV values for the trailing 12 months.

⁴Turnover Ratio: 12-month rolling as of 2/28/2018. 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.

⁵Source: 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.

^{6,7,8}S&P 500® is a registered trademark of Standard & Poor's® Financial Services LLC, a part of McGraw Hill Financial, Inc. and/or its affiliates. The Index is a market-cap weighted index that represents the average performance of a group of 500 large-capitalization stocks. Sources: (6) Morningstar; (7) FactSet; (8) Thrivent Financial.

Investing in a mutual fund involves risks, including the possible loss of principal. The prospectus and summary prospectus contain 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 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 and member of FINRA. 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, with their principal places of business at 625 Fourth Ave South, Minneapolis, MN 55415.

Top 10 Holdings—Excluding

Derivatives (41.49% of Fund, as of 02/28/2018)

| | |
|---|-------|
| Thrivent Income Fund, Class S | 7.59% |
| Thrivent Large Cap Value Fund, Class S | 7.17% |
| Thrivent Partner WW Alloc Fund, Class S | 4.63% |
| FNMA Conv'l 30-yr. Pass-Thru | 4.50% |
| Thrivent Ltd Mat Bond Fund, Class S | 4.30% |
| Thrivent Large Cap Growth Fund, Class S | 3.47% |
| FNMA Conv'l 30-yr. Pass-Thru | 2.73% |
| Thrivent High Yield Fund, Class S | 2.48% |
| U.S. Treas Notes | 2.38% |
| Thrivent Core EM Debt Fund | 2.24% |

Dividend Distributions & Price History

(Trailing 12-Months; Dividend Schedule: Paid Quarterly)

| | Dividends | Month-End NAV ² |
|--------|------------------|-----------------------------|
| Apr-17 | — | \$12.13 |
| May-17 | — | \$12.23 |
| Jun-17 | \$0.0532 | \$12.22 |
| Jul-17 | — | \$12.34 |
| Aug-17 | — | \$12.40 |
| Sep-17 | \$0.0544 | \$12.45 |
| Oct-17 | — | \$12.52 |
| Nov-17 | — | \$12.61 |
| Dec-17 | \$0.0935 | \$12.40 |
| Jan-18 | — | \$12.58 |
| Feb-18 | — | \$12.30 |
| Mar-18 | \$0.0541 | \$12.20 |
| | \$0.2552 (Total) | \$12.36 (Avg.) ³ |

Capital Gains - Trailing 12-Months

| Record Date | Short-Term Gain | Long-Term Gain | Total |
|-------------|-----------------|----------------|----------|
| 12/13/2017 | \$0.0314 | \$0.1771 | \$0.2085 |

FUND STATISTICS

Statistics shown below are compared to the S&P 500® Index and Bloomberg Barclays U.S. Aggregate Bond Index. These benchmarks are intended to provide a comparison to the broad U.S. large cap stock market and the broad U.S. bond market, and may not be representative of the Fund's investment strategies and holdings.

Holdings Information

| | |
|--|-------|
| Number of Holdings | 1,625 |
| Turnover Ratio (last 12-months) ⁴ | 196% |
| Percent U.S. | 89.5% |
| Percent Non-U.S. | 10.5% |

Risk/Volatility Measures

Beta (3-year vs. S&P 500®): A measure of the volatility, or market risk, of an investment compared to the broad U.S. large cap stock market.



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

| | Fund | S&P 500® Index ⁶ | BBgBarc U.S. Aggregate ⁵ |
|---------|-------|-----------------------------|-------------------------------------|
| 3 Year | 4.42% | 10.26% | 2.63% |
| 5 Year | 4.33% | 9.87% | 2.88% |
| 10 Year | 7.65% | 15.05% | 3.24% |

Equity Characteristics (32.9% of Fund)

Market Capitalization: A measure of the size of the companies held in the portfolio, calculated by multiplying a company's total outstanding shares by the stock price.

| | Fund | S&P 500® Index ⁷ |
|--------------------|----------|-----------------------------|
| Avg Mkt Cap | \$22.5 B | \$48.9 B |
| Wtd Median Mkt Cap | \$16.4 B | \$100.5 B |

Price to Earnings (P/E) Ratio: A valuation ratio calculated by dividing the share price of each stock held in the portfolio by its trailing 12-month earnings per share.

| | Fund | S&P 500® Index ⁸ |
|-----------|------|-----------------------------|
| P/E Ratio | 20.7 | 21.5 |

Return on Equity (ROE): A measure of corporate profitability that shows how much net income the companies in the portfolio have generated as a percentage of shareholder equity.

| | Fund | S&P 500® Index ⁸ |
|-----|-------|-----------------------------|
| ROE | 17.4% | 19.7% |

Fixed Income Characteristics (67.1% of Fund)

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 ⁵ |
|--------------------------|------|-------------------------------------|
| Average Duration (years) | 5.7 | 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 ⁵ |
|----------------------|------|-------------------------------------|
| Wtd Avg Life (years) | 7.6 | 8.4 |