

# Thrivent Global Stock Fund

## Q1 2025 Commentary

IILGX (Class S) • March 31, 2025

### Management



**Kurt Lauber, CFA**

Senior Portfolio Manager

Industry: 1990  
Firm: 2004  
Fund: 2013



**Noah Monsen, CFA**

Senior Portfolio Manager

Industry: 2008  
Firm: 2000  
Fund: 2018



**Lauri Brunner**

Senior Portfolio Manager

Industry: 1993  
Firm: 2007  
Fund: 2018



**David Spangler, CFA**

Head of Mixed Assets &  
Market Strategies

Industry: 1989  
Firm: 2002  
Fund: 2019

### Executive Summary

- For the latest quarter, the Fund outperformed public benchmark but underperformed Morningstar peer group. Overweight to equity and domestic detracted from performance. Managers in aggregate underperformed.
- For the latest year, the Fund underperformed public benchmark but outperformed Morningstar peer group. Overweight equity and domestic added to performance. Managers in aggregate underperformed.
- For both the quarter and year, overweight large cap technology strongly detracted from performance.

### Performance factors

For the quarter, the Fund modestly outperformed its public benchmark MCSI All Country World Index (ACWI) Index while underperforming its Morningstar peer group. The approximate 1% overweight equity detracted from performance as equity market performance lagged fixed income by about 5%. The approximate 3% overweight to domestic detracted from performance, however, the majority of the underweight was in emerging markets which materially underperformed developed markets and especially Europe. Overweight mid caps modestly added to performance as the least bad equity market cap segment and the modest underweight to small caps added to performance with small trailing large by more than 5%. Managers in aggregate underperformed their respective benchmarks, due largely to Large Cap Growth. Additional manager underperformance came from fundamental Mid and Small Cap Value along with Emerging Markets and Mid Cap Growth. Outperforming managers include Large Cap Value, quantitative Mid and Small Cap Value along with International Core. Within market factors, the overweight to large cap growth, and the Mag 7 in particular, strongly detracted from performance.

For the trailing 1-year, the Fund underperformed its public benchmark MCSI ACWI Index while outperforming its Morningstar peer group. The first 10 months of the 1-year period were positive owing to strong domestic performance vs International, however, February and March were very poor reversing much of the prior 10 months of outperformance. The approximate 1% overweight equity was positive with equity market performance leading fixed income by about 2%. The approximate 3% overweight to domestic was positive. Overweight mid caps detracted with mid underperforming large by about 6%, but the modest underweight to small caps added to performance as small trailed large by 12%. The largest detractor to performance was the overweight to growth and large cap tech, with the Mag 7 strongly detracting from performance. Managers in aggregate underperformed their respective benchmarks, due largely to Mid Cap Growth, Large Cap Growth, Small Cap Growth and Large Cap Value. Top outperforming managers were International Core, fundamental Small Cap Value and the quantitative Small Cap Value strategies.

### Portfolio outlook

The year began with great optimism for pro-growth policies such as tax cuts, deregulation and reducing the size of the Federal deficit. However, trade wars have cast a pall on the market that was already weakening since mid-February. While economic growth, jobs and retail sales remain firm, the market is forward looking and concerned with the magnitude of tariffs and tariff retaliation causing a material slowing of global growth. We came into the current market volatility moderately overweight risk assets but do not look to sell at the current time. Additionally, we have capacity to add risk, likely in equity, and will look for entry points as we see seller exhaustion and a bottom forming.

We maintain our long-term strategic underweight to international, primarily in Europe and emerging markets. European growth, especially France and Germany, remains significantly challenged and China's stimulus has only modestly supported growth. Trade wars, while challenging for the US, are more challenging for Europe, China, etc. who are materially more dependent on exports.

Our positioning of modestly underweight small caps is supported by their materially higher debt levels than large caps and negative earnings growth. Now with trade wars, small caps are far less capable of navigating tariffs and broken supply chains, supporting our continued underweight. In the event of small cap performance gaining on large caps, we would look to further reduce our small cap positions.

## Performance

For the period ending March 31, 2025 • Periods less than one year are not annualized.

Average annualized returns (%)	3 months	YTD	1 year	3 years	5 years	10 years	Since Inception
Thrivent Global Stock Fund — S share	-0.93	-0.93	5.38	6.19	15.20	8.31	6.48
- Expense ratio: net 0.65%, gross 0.65%; Incept. date 12/29/1997							
MSCI ACWI Index - USD NR	-1.32	-1.32	7.15	6.91	15.18	8.84	
Morningstar Global Large-Stock Blend Avg	-0.34	-0.34	4.75	6.07	13.94	7.96	

**Learn more:** [thriventfunds.com](http://thriventfunds.com) • Advisors: 800-521-5308 | [sales@thriventfunds.com](mailto:sales@thriventfunds.com) • Investors: 800-847-4836 | contact your advisor

**Top 10 Holdings** (excluding derivatives and cash) 16.04% of Fund, as of Feb 28 2025: Thrivent Core EM Eq Fd: 2.70%, Thrivent Core Sm Cap Value Fd: 1.92%, Microsoft Corp: 1.82%, NVIDIA Corp: 1.79%, Meta Platforms, Inc.: 1.66%, Apple, Inc.: 1.66%, Amazon.com, Inc.: 1.57%, Alphabet, Inc., Class C: 1.45%, Visa, Inc.: 0.78%, Shell plc: 0.69%

The Adviser has contractually agreed, for a period of one year from the date of the most recent prospectus, to waive certain fees and/or reimburse certain expenses associated with the Fund. If not waived, returns would have been lower. Refer to the Fees & Expenses table in the prospectus.

Any indexes shown are unmanaged and do not reflect the typical costs of investing. Investors cannot invest directly in an index.

**MSCI All Country World Index - USD Net Returns** measures equity market performance in all global developed- and emerging-markets.

The Morningstar average represents the average total return annualized when greater than one year for all reported funds in the category. Morningstar averages do not include sales charges/fees. If included, returns would have been lower. ©2025 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

**Risks:** The Fund's value is influenced by a number of factors, including the performance of the broader market, the effectiveness of the Adviser's allocation strategy, and risks specific to the Fund's asset classes, market cap groups and issuers. Large companies may be unable to respond quickly to new competitive challenges and may not be able to attain a high growth rate. The use of derivatives (such as futures) involves additional risks and transaction costs. Foreign investments involve additional risks, such as currency fluctuations and political, economic and market instability, which may be magnified for investments in emerging markets. The use of futures contracts involves additional risks such as a loss in value in the underlying instrument, which could decrease the Fund's value. The Adviser's assessment of investments may prove incorrect, resulting in losses or poor performance. The Fund invests in other funds; therefore, the Fund is dependent upon the performance of the other funds and is subject to the risks, additional fees and expenses of the other funds. The use of quantitative investing techniques also involves risks. These and other risks are described in the prospectus.

This commentary may refer to specific securities which Thrivent Mutual Funds may own. A complete listing of the holdings for each of the Thrivent Mutual Funds is available on [thriventfunds.com](http://thriventfunds.com).

**All data represents past performance. 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. Call 800-847-4836 or visit [thriventfunds.com](http://thriventfunds.com) for performance results current to the most recent month-end.**

**Investing 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 and summary prospectuses are available at [thriventfunds.com](http://thriventfunds.com) or by calling 800-847-4836.**

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