

Thrivent Money Market Fund

Q4 2023 Commentary

AALXX (Class S) • December 29, 2023

Management



William Stouten

Senior Portfolio Manager

Industry: 1993

Firm: 2001

Fund: 2003

Executive Summary

- The primary contributors to the fund performance were a high concentration in floating rate notes, and an increase in the weighted-average-maturity of the Fund during the quarter.
- The future performance of Thrivent Money Market Fund will continue to be largely impacted by the decisions of the Federal Open Market Committee (FOMC) to raise or lower rates in the coming months.

Performance factors

Thrivent Money Market Fund started the fourth quarter with a weighted-average-maturity of approximately six days, which was increased to over twenty days by calendar year-end. The increase in the weighted-average-maturity was driven in part by reduced expectations of further increases in the Federal Funds Target Rate, and greater alignment between offering yields and future rate expectations. The increased Treasury Bill supply supported more favorable yields and allowed us to extend maturities in Treasury Bills.

Portfolio outlook

The future performance of Thrivent Money Market Fund will depend heavily on decisions of the FOMC on whether to cut the Federal Funds Target Rate in the coming months. Federal Funds rate futures already imply expectations for a potential rate cut in the first quarter of 2024, but those expectations will change as economic data comes out. While the weighted average maturity of Thrivent Money Market Fund has increased, there remains room to extend when it becomes opportunistic. Another driver of money market fund performance in 2024 will be the implementation of the new SEC regulatory requirements. Changes to the SEC Rule 2a-7 regulatory rules for money market funds include increasing the daily liquidity to 25% and the weekly liquidity to 50%. Increased liquidity requirements will reduce the flexibility of money market funds and may negatively impact performance. As in any interest rate environment, the liquidity and safety of Thrivent Money Market Fund will remain the primary objectives.

Performance

For the period ending December 29, 2023 • 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 Money Market Fund — S share	1.27	4.81	4.81	2.00	1.64	1.01	1.88
- Expense ratio: 0.41%; Incept. date 12/29/1997							

Thrivent Money Market Fund Yield: 7-Day Current Yield is the yield generated by an investment in the Fund over a 7-day period ended on the date of the calculation and expressed as an annual percentage. 7-Day Effective Yield is calculated similarly to the 7-day current yield, except that the effective yield assumes that income earned from the Fund's investments is reinvested and generating additional income. It is expressed as an annual percentage. The yield quotation more closely reflects the current earnings of the Thrivent Money Market Fund than the total return quotation.

7-day current yield	5.07%	7-day effective yield	5.19%
---------------------	-------	-----------------------	-------

Learn more: thriventfunds.com • Advisors: 800-521-5308 | sales@thriventfunds.com • Investors: 800-847-4836 | contact your advisor

Top 10 Holdings (excluding derivatives and cash) 25.74% of Fund, as of Nov 30 2023: U.S. Treasury Bills: 3.88%, U.S. Treasury Bills: 3.50%, U.S. Treasury Bills: 2.91%, U.S. Treasury Bills: 2.73%, U.S. Treasury Bills: 2.51%, FHL Bank: 2.19%, FHLM Corp: 2.10%, FHL Bank: 2.00%, FHL Bank: 1.96%, FHL Bank: 1.96%

Risks: The Fund invests at least 99.5% of its assets in government securities, cash and repurchase agreements collateralized fully by government securities or cash. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so and you could lose money. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund sponsor has no legal obligation to provide financial support to the Fund and you should not expect that the sponsor will provide financial support to the Fund at any time. U.S. Government securities may not be fully guaranteed by the U.S. Government and issues may not have the funds to meet their payment obligations. The value of U.S. government securities may be affected by changes in credit ratings, which may be negatively impacted by rising national debt. Debt securities are subject to risks such as declining prices during periods of rising interest rates and credit risk, or the risk that an issuer may not pay its debt. The Adviser's assessment of investments may prove incorrect, resulting in losses or poor performance. The London Interbank Offered Rate (LIBOR) is being phased out, which brings uncertainty to instruments tied to it. Securities markets generally tend to move in cycles with periods when security prices rise and periods when security prices decline. 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. If the seller of a repurchase agreement defaults, the Fund may incur losses. These and other risks are described in the prospectus.

You could lose money by investing in the Thrivent Money Market Fund. Although the Thrivent Money Market Fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. An investment in the Thrivent Money Market Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Thrivent Money Market Fund's sponsor has no legal obligation to provide financial support to the Thrivent Money Market Fund, and you should not expect that the sponsor will provide financial support to the Thrivent Money Market Fund at any time.

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.

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 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 or by calling 800-847-4836.

Thrivent Distributors, LLC, a registered broker-dealer and member [FINRA](https://www.finra.org), is the distributor for Thrivent Mutual Funds. Asset management services are provided by Thrivent Asset Management, LLC, an SEC-registered investment adviser. Thrivent Distributors, LLC, and Thrivent Asset Management, LLC are subsidiaries of Thrivent, the marketing name for Thrivent Financial for Lutherans.

©2024 Thrivent

