

December 31, 2017

Inception Date **Total Fund Assets** **Ticker**
2/26/2010 \$63.3 million TBFIX

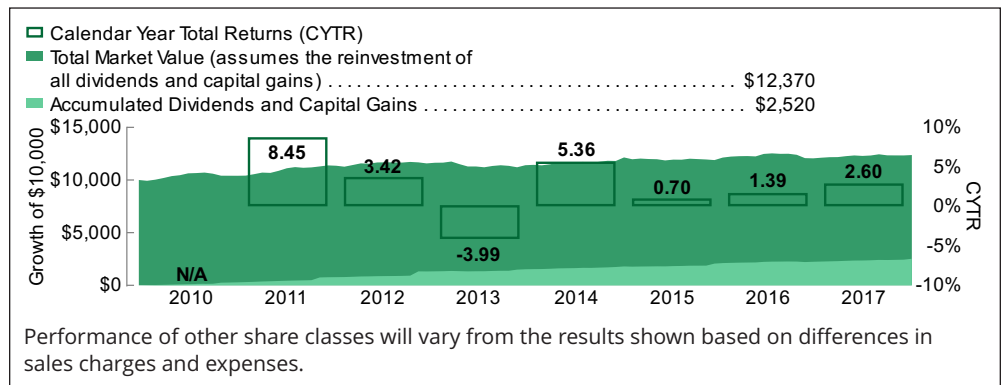
Fund Description

The Thrivent Government Bond Fund invests primarily in U.S. government bonds, which may include debt instruments issued or guaranteed by the U.S. government and its agencies or instrumentalities. This includes U.S. Treasuries, Treasury Inflation Protected Securities (TIPS), U.S. Government Agency debt, and mortgage-backed securities that are issued or guaranteed by the Government National Mortgage Association (GNMA), the Federal National Mortgage Association (FNMA) or the Federal Home Loan Mortgage Corporation (FHLMC). The Fund may hold securities of any maturity, but under normal market conditions, the Fund's duration will be targeted to approximately five years. Government bonds have a low correlation to equities and may outperform stocks and corporate bonds when the market is declining and investors tend to become more risk averse. As a result, an allocation to government bonds may help diversify an investor's overall portfolio.

Investment Strategy/Process

The portfolio management team uses fundamental, quantitative and technical investment research techniques to determine which debt obligations to buy and sell. The portfolio manager is responsible for portfolio construction and risk management, and uses duration and yield curve management strategies in an effort to increase total return potential and manage risk.

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	0.23	2.60	2.60	1.56	1.17	N/A	2.75
BBgBarc U.S. Agency Index	-0.02	2.06	2.06	1.49	1.32	2.85	N/A
BBgBarc U.S. Treasury Index	0.05	2.31	2.31	1.40	1.27	3.31	N/A
Lipper General U.S. Government Funds Median ¹	-0.09	1.77	1.77	0.95	0.97	2.75	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. Call 800-847-4836 or visit ThriventFunds.com 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 Government Bond Fund seeks total return, consistent with preservation of capital. The Fund's investment objective may be changed without shareholder approval.

Who Should Consider Investing?

The Fund may be suitable for investors who:

- Seek income and total return, consistent with preservation of capital.
- Have a medium- to long-term investment time horizon and a 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: 0.81%
Net: 0.75%

The Adviser has contractually agreed, through at least Feb. 28, 2018, to reimburse certain expenses 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.

- **Bloomberg Barclays (BBgBarc) U.S. Agency Index** measures the performance of the publicly issued debt of U.S. Government agencies (e.g. Fannie Mae, Freddie Mac) and the Federal Home Loan Bank System.
- **Bloomberg Barclays (BBgBarc) U.S. Treasury Index** is an index that measures the performance of the public debt obligations of the U.S. Treasury with remaining maturities of one year or more.

Fund Management & Experience

Michael G. Landreville, CFA, CPA (inactive)
Fund Start: 2010; Industry Start: 1983

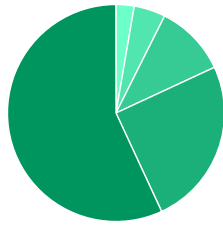
Gregory R. Anderson, CFA
Fund Start: 2017; Industry Start: 1994

Risks: The Fund primarily invests in securities issued or guaranteed by the U.S. government or its agencies and instrumentalities. The value of the Fund is influenced by factors impacting the overall market, debt securities in particular, and the U.S. government. The Fund may incur losses due to incorrect assessments of investments by its investment adviser. The value of U.S. government securities may be affected by changes in the credit rating of the U.S. government. Certain U.S. government securities are not backed by the full faith and credit of the U.S. government. Bond prices generally fall as interest rates rise. Inflation-linked debt securities, such as TIPS, are subject to the effects of changes in market interest rates caused by factors other than inflation (real interest rates). 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. Dealer inventories of bonds are at or near historic lows in relation to market size, which has the potential to decrease liquidity and increase price volatility in the fixed income markets. The Fund may engage in active and frequent trading of portfolio securities in implementing its principal investment strategies.

THRIVENT GOVERNMENT BOND FUND — Class S

December 31, 2017

Fund Diversification



Government Bonds	56.9%
Securitized Debt	25.0%
International Debt	10.7%
Investment Grade Credit	4.7%
Cash	2.7%

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	1.7
U.S. Gov't Guaranteed	72.0
AAA	13.2
AA	2.3
A	2.0
BBB	—
HIGH YIELD (HY)	
BB	—
B	—
CCC	—
CC	—
C	—
D	—
OTHER	
Non-Rated (NR)	8.8
ETFs/Closed-End Funds (may be (HQ/HY/NR))	—

Top 10 Holdings (46.29% of Fund, as of

11/30/2017)

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 Notes	9.67%	2.00	04/24
FNMA	6.50%	1.88	09/26
U.S. Treas Bonds, TIPS	6.49%	0.13	01/23
FNMA Conv'l 30-Yr. Pass-Thru	6.13%	3.50	12/47
U.S. Treas Notes	4.43%	2.00	05/24
FNMA	2.74%	6.25	05/29
Tennessee Valley Authority	2.66%	5.25	09/39
U.S. Treas Bonds, TIPS	2.62%	0.75	02/42
FNMA Conv'l 30-Yr. Pass-Thru	2.57%	4.00	12/47
FHLM Corporation	2.48%	2.38	01/22

Dividend Distributions & Price

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

	Dividends	Month-End NAV ⁵
Jan-17	\$0.0091	\$9.86
Feb-17	\$0.0101	\$9.89
Mar-17	\$0.0172	\$9.88
Apr-17	\$0.0135	\$9.94
May-17	\$0.0135	\$9.98
Jun-17	\$0.0143	\$9.93
Jul-17	\$0.0120	\$9.95
Aug-17	\$0.0122	\$10.03
Sep-17	\$0.0100	\$9.94
Oct-17	\$0.0152	\$9.92
Nov-17	\$0.0174	\$9.90
Dec-17	\$0.0107	\$9.85
	\$0.1552 (Total)	\$9.92 (Avg.) ⁶

Capital Gains - Trailing 12-Months

Record Date	Short-Term Gain	Long-Term Gain	Total
12/13/2017	\$0.0417	\$0.0278	\$0.0695

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	76
Turnover Ratio (last 12-months) ²	198%

Yield

Yield: The income return on an investment.

30-Day SEC Yield ³	1.51%
30-Day SEC Yield before any reimbursement of fees	1.49%

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 ⁴
3 Year	3.28%	2.74%
5 Year	3.32%	2.80%
10 Year	N/A	3.21%

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 ⁴
Average Duration (years)	5.4	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 ⁴
Wtd Avg Life (years)	8.2	8.2

²Turnover Ratio: 12-month rolling as of 11/30/2017. 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.

³30-Day SEC Yield: Previous 30 calendar days ending 12/31/2017.

⁴Source: 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.

⁵NAV = Net Asset Value. Class S-Shares carry no sales charge.

⁶Average of the daily NAV values for the trailing 12 months.

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, with its principal place of business at 625 Fourth Avenue South, Minneapolis, MN 55415. Asset management services provided by Thrivent Asset Management, LLC. Both entities are wholly-owned subsidiaries of Thrivent Financial.