

Thrivent High Yield Fund

Inception Date Oct. 31, 1997
Total Fund Assets \$805.5 million
Ticker LBHIX

Fund Description

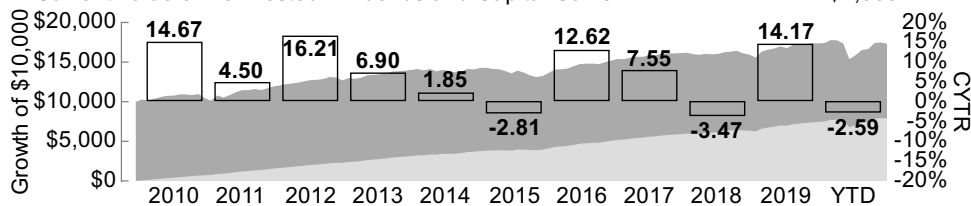
This fund invests primarily in corporate bonds that are either unrated or rated as “below investment-grade,” commonly known as “junk bonds.” Credit rating agencies evaluate bond issuers and assign ratings based on their ability to pay interest and repay principal as scheduled. Bond issuers that are considered to have a greater risk of defaulting on payments pay higher interest rates to compensate investors for the additional risk. The Fund is managed as a “core” high yield fund that emphasizes bonds in the middle of the high yield credit quality spectrum. The high yield sector may provide portfolio diversification benefits because it has a low correlation to other sectors of the fixed income market and less sensitivity to interest rate risk, but is more risky than investment-grade debt. The Fund may also utilize derivatives to manage duration, or interest rate risk.

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. Through careful credit research, the team strives to identify U.S. companies that will have adequate cash flows to meet their principal and interest obligations. 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 industries and may reallocate across the higher- and lower-quality segments of the high yield market.

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

□ Calendar Year Total Returns (CYTR)
 ■ Total Market Value (assumes the reinvestment of all dividends and capital gains) \$17,318
 ■ Current Value of Reinvested Dividends and Capital Gains \$7,885



Performance of other share classes will vary from the results shown based on differences in sales charges and expenses.

Average Annualized Returns (%)

Periods less than one year are not annualized.

	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	Since Incept.
Class S share	4.04	-2.59	-0.25	2.58	5.01	5.65	4.82
BBgBarc US Corp High Yield Bond Index	4.60	0.62	3.25	4.21	6.79	6.47	N/A
Lipper High Current Yield Funds Median ¹	4.61	-0.44	2.06	3.20	5.42	5.41	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. The Lipper median represents the median annualized total return for all reported funds in the classification. Lipper medians do not include sales charges/fees. If included, returns would have been lower.

Investment Objective

Thrivent High Yield Fund seeks high current income, and secondarily growth of capital.

Who Should Consider Investing?

The Fund may be suitable for investors who:

- Seek a high level of income.
- Have a medium to long-term investment time horizon and a moderate risk tolerance.
- Are comfortable with a higher level of risk and volatility compared to other bond funds.

Minimum Investment

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

Expense Ratio

Gross: 0.54%
 Net: 0.54%

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 US Corporate High Yield Bond Index** measures the performance of fixed-rate non-investment grade bonds.

Fund Management & Experience

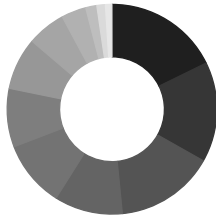
Paul J. Ocenasek, CFA
 Industry: 1987
 Fund: 1997

Risks: 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 not pay its debt. High yield securities are subject to increased credit risk as well as liquidity risk. Convertible securities are subject to additional risks such as interest rate and market risk. Leveraged loans are subject to numerous risks, including liquidity, credit, declines in the value of collateral underlying them, and detrimental legal actions against them. When interest rates fall, certain obligations will be paid off more quickly and proceeds may have to be invested in securities with lower yields. The Fund's value is influenced by factors impacting the overall market, certain asset classes, certain investment styles, and specific issuers. Foreign investments involve additional risks, such as currency fluctuations and political, economic and market instability, which may be magnified for investments in emerging markets. When bond inventories are low in relation to the market size, there is the potential for decreased liquidity and increased price volatility. The Adviser's assessment of investments may prove incorrect, resulting in losses or poor performance. The use of derivatives such as futures involves additional risks and transaction costs. These and other risks are described in the prospectus.

Thrivent High Yield Fund

Mutual Funds
Class S | September 30, 2020

Fund Diversification



■ Communications	17.8%
■ Consumer Cyclical	15.5%
■ Consumer Noncyclical	15.3%
■ Energy	10.6%
■ Finance	10.3%
■ Capital Goods	9.1%
■ Basic Industry	8.1%
■ Technology	6.0%
■ Utilities	3.9%
■ Transportation	1.8%
■ Cash	1.4%
■ Miscellaneous	0.2%

Top 10 Holdings—excluding derivatives and cash (7.52% of Fund, as of Aug. 31, 2020)

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
Sprint Corp	1.14%	7.63	02/25
Tenet Healthcare Corp	0.95%	4.88	01/26
Embarq Corp	0.73%	8.00	06/36
CSC Holdings, LLC	0.72%	6.50	02/29
Cheniere Energy Partners, LP	0.70%	4.50	10/29
CSC Holdings, LLC	0.69%	4.63	12/30
CCOH Safari, LLC	0.65%	5.75	02/26
Inception Merger Sub, Inc.	0.65%	8.63	11/24
NextEra Energy Operating Partners, LP	0.65%	3.88	10/26
Level 3 Financing, Inc.	0.64%	5.38	05/25

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)	6.8
Cash	3.2
U.S. Gov't Guaranteed	—
AAA	—
AA	—
A	—
BBB	3.6
HIGH YIELD (HY)	92.1
BB	41.9
B	39.5
CCC	10.7
CC	—
C	—
D	—
OTHER	1.1
Non-Rated (NR)	1.1
ETFs/Closed-End Funds (may be (HQ/HY/NR))	—

Dividend Distributions & Price History

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

	Dividends	Month-End NAV ⁵
Oct-19	\$0.0214	\$4.73
Nov-19	\$0.0201	\$4.72
Dec-19	\$0.0219	\$4.80
Jan-20	\$0.0210	\$4.77
Feb-20	\$0.0189	\$4.65
Mar-20	\$0.0216	\$4.09
Apr-20	\$0.0203	\$4.21
May-20	\$0.0201	\$4.36
Jun-20	\$0.0210	\$4.37
Jul-20	\$0.0194	\$4.55
Aug-20	\$0.0193	\$4.55
Sep-20	\$0.0182	\$4.49
	\$0.2432 (Total)	\$4.53 (Avg.) ⁶

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	351
Turnover Ratio (last 12-months) ²	59%

Yield

Yield: The income return on an investment.

30-Day SEC Yield ³	4.67%
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Risk/Volatility Measures

Standard Deviation: Measures risk by showing how much a fund fluctuates relative to its average return over a period of time.

	Fund	BBgBarc U.S. Aggregate ⁴
3 Year	9.11%	3.31%
5 Year	7.70%	3.11%
10 Year	6.97%	2.94%

Fixed Income Characteristics

Effective 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
Effective Duration (years)	3.9	5.9

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

	Fund	BBgBarc U.S. Aggregate ⁴
Wtd Avg Life (years)	5.5	8.0

²Turnover Ratio: 12-month rolling as of Aug. 31, 2020. 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 Sep. 30, 2020.

⁴Source: Barclays Capital Indices, POINT. ©2020 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 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.

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