

Thornburg Limited Term U.S. Government Fund

DECEMBER 31, 2018

Investment Strategy

The Fund is an actively managed, laddered portfolio of short/intermediate-term obligations issued by the U.S. Government, its agencies or instrumentalities with an average maturity of less than five years. Laddering involves building a portfolio of bonds with staggered maturities so that a portion of the portfolio matures each year; cash from maturing bonds is invested in bonds with longer maturities at the far end of the ladder. The strategy is a good compromise for managing different types of risk.

Portfolio Managers

Jason Brady, CFA
Lon Erickson, CFA
Jeff Klingelhofer, CFA

Supported by the entire Thornburg investment team.

Morningstar Ratings

(Class I Shares)



Morningstar Overall Rating™ Among 100 Short Government Funds for class I shares. 3-yr: 5 stars out of 100 funds; 5-yr: 5 stars out of 93 funds; 10-yr: 5 stars out of 68 funds.

Lipper Leader Ratings

(Class I Shares)

- 5** Overall Consistent Return among 25 Short-Intermediate U.S. Government Funds
- 5** Overall Total Return among 25 Short-Intermediate U.S. Government Funds
- 5** Overall Preservation out of 5772 Fixed Income Funds

LIPPER The Fund rated a 5, 5, 5, for the three-, five-, and 10-year periods for Consistent Return among 25, 24, and 21 funds, respectively. The Fund rated a 5, 5, 5, for the three-, five-, and 10-year periods for Total Return among 25, 24, and 21 funds, respectively. The Fund rated a 5, 5, 5, for the three-, five-, and 10-year periods for Preservation among 5772, 4975, and 3227 funds, respectively.

Key Portfolio Attributes

Fund Assets	\$242 M
Number of Bonds	145
Average Maturity	3.7 Yrs
Effective Duration	2.9 Yrs

Symbols and Cusips

A Shares	LTUSX	885-215-103
C Shares	LTUCX	885-215-830
I Shares	LTUIX	885-215-699

Average Annual Total Returns (as of 12/31/18)

	YTD	1-YR	3-YR	5-YR	10-YR	SINCE INCEP.	30-DAY SEC YIELD		EXPENSE RATIOS	
							GROSS	NET		
A Shares (Incep: 11/16/87)										
Without sales charge	0.83%	0.83%	0.77%	1.00%	1.62%	4.63%	—	—	—	—
With sales charge	-0.71%	-0.71%	0.27%	0.69%	1.47%	4.58%	1.89%	0.89%	—	—
C Shares (Incep: 9/1/94)										
Without sales charge	0.49%	0.49%	0.50%	0.70%	1.34%	3.52%	—	—	—	—
With sales charge	0.00%	0.00%	0.50%	0.70%	1.34%	3.52%	1.56%	1.20%	—	—
I Shares* (Incep: 7/5/96)										
	1.11%	1.11%	1.12%	1.31%	1.94%	4.99%	2.17%	0.63%	—	—

Annual Return Performance Summary

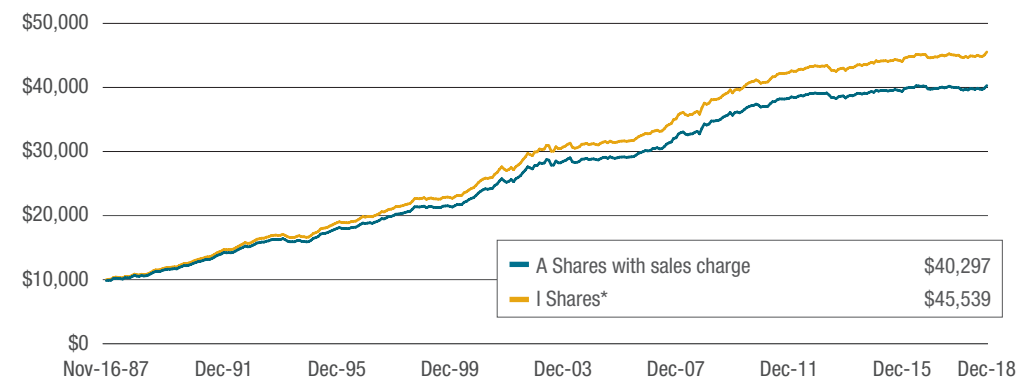
	2010	2011	2012	2013	2014	2015	2016	2017	2018
A Shares	3.59%	3.73%	2.01%	-1.87%	2.32%	0.34%	0.90%	0.60%	0.83%
C Shares	3.22%	3.44%	1.80%	-2.19%	2.05%	0.00%	0.70%	0.29%	0.49%
I Shares*	3.85%	4.15%	2.35%	-1.55%	2.64%	0.58%	1.32%	0.93%	1.11%

Periods less than one year are not annualized.

*Prior to inception of this share class, performance is hypothetical and was calculated from actual returns of the class A shares adjusted for the expenses of the newer share class.

Performance data shown represents past performance and is no guarantee of future results. Investment return and principal value will fluctuate so shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than quoted. For performance current to the most recent month end, visit thornburg.com or call 877-215-1330. The maximum sales charge for the Fund's A shares is 1.50%. C shares include a 0.50% contingent deferred sales charge (CDSC) for the first year only. There is no up-front sales charge for the I shares. Thornburg Investment Management and/or Thornburg Securities Corporation have contractually agreed to waive fees and reimburse expenses through at least June 15, 2019 for some of the share classes; these are reflected in the net expense ratio. For more detailed information on fund expenses and waivers/reimbursements, please see the fund's prospectus.

Hypothetical Growth of \$10,000

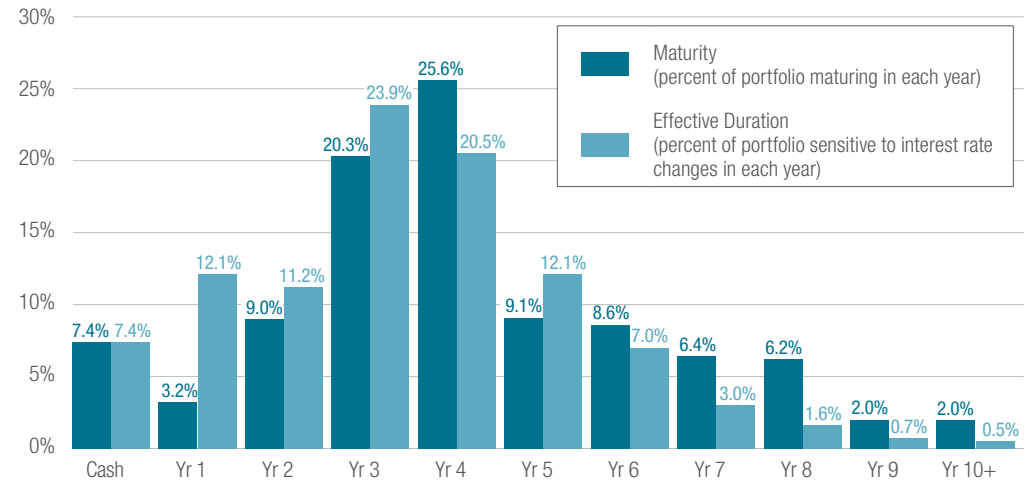


The Hypothetical Growth of \$10,000 graph reflects reinvestment of dividends and capital gains, if any, as well as all fees and expenses.

Portfolio Composition

Mortgage Pass Through	26.3%
Treasury	20.1%
Collateralized Mortgage Obligation	18.4%
Comm. Mortgage-backed Securities	12.4%
Government Agency	10.5%
Asset-backed Securities	4.8%
Cash & Cash Equivalents	7.4%

Current Portfolio Ladder



May not add up to 100% due to rounding. The percentages can and do vary over time. Cash includes cash equivalents.

Please visit thornburg.com for latest portfolio manager commentary.

Important Information

Investments carry risks, including possible loss of principal. Portfolios investing in bonds have the same interest rate, inflation, and credit risks that are associated with the underlying bonds. The value of bonds will fluctuate relative to changes in interest rates, decreasing when interest rates rise. Unlike bonds, bond funds have ongoing fees and expenses. Investments in mortgage-backed securities (MBS) may bear additional risk. Investments in the Funds are not FDIC insured, nor are they bank deposits or guaranteed by a bank or any other entity.

Class I shares may not be available to all investors. Minimum investments for the I share class may be higher than those for other classes.

Effective Duration – A bond's sensitivity to interest rates, incorporating the embedded option features, such as call provisions. Bonds with longer durations experience greater price volatility than bonds with shorter durations.

To determine a fund's Morningstar Rating™, funds and other managed products with at least a three-year history are ranked in their categories by their Morningstar Risk-Adjusted Return scores. The top 10% receive 5 stars; the next 22.5%, 4 stars; the middle 35%, 3 stars; the next 22.5%, 2 stars; and the bottom 10% receive 1 star. The Risk-Adjusted Return accounts for variation in a managed product's monthly excess performance (excluding sales charges), placing more emphasis on downward variations and rewarding consistent performance. Other share classes may have different performance characteristics. © 2019 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. Past performance is no guarantee of future results.

Lipper ratings for Total Return reflect funds' historical total return performance (before sales charge) relative to peers. Lipper ratings for Consistent Return reflect funds' historical risk-adjusted returns (before sales charge), adjusted for volatility, relative to peers. Lipper ratings for Preservation reflect the funds' historical loss avoidance relative to other funds within the fixed income asset class. The ratings are subject to change every month and are based on an equal-weighted average of percentile ranks for each metric over three-, five-, and ten-year periods (if applicable). The highest 20% of funds in each peer group are named Lipper Leader, or a score of 5, the next 20% receive a score of 4, the middle 20% are scored 3, the next 20% are scored 2, and the lowest 20% are scored 1. Lipper ratings are not intended to predict future results, and Lipper does not guarantee the accuracy of this information. More information is available at www.lipperweb.com. Thomson Reuters Copyright 2019, All Rights Reserved.

Before investing, carefully consider the Fund's investment goals, risks, charges, and expenses. For a prospectus or summary prospectus containing this and other information, contact your financial advisor or visit thornburg.com. Read them carefully before investing.