

SEPTEMBER 30, 2017

Investment Strategy

Thornburg Strategic Income Fund is a global, income-oriented fund with a flexible mandate focused on paying an attractive, sustainable yield. The portfolio invests in a combination of income-producing securities with an emphasis on higher-yielding fixed income. The Fund may also invest in dividend-paying stocks.

Investment Objective

The Fund's primary investment goal is to seek a high level of current income. The Fund's secondary investment goal is some long-term capital appreciation. There is no guarantee that the Fund will meet its objectives.

Portfolio Managers

Jason Brady, CFA

Lon Erickson, CFA

Jeff Klingelhofer, CFA

Supported by the entire Thornburg investment team.

Key Portfolio Attributes

Assets	\$1.1 B
Fixed Income Statistics	
Number of Bonds	305
Investment Grade	58.1%
Effective Duration	2.7 Yrs
Equity Statistics	
Portfolio P/E Trailing 12 months*	11.4x
Median Market Cap*	\$1.1 B
Equity Holdings	9

* Source: FactSet

Portfolio Composition

Corporate Bonds	61.5%
Asset-backed Securities	15.5%
Bank Loans	3.3%
Collateralized Mortgage Obligation	2.2%
Preferred Stock	1.6%
Comm. Mortgage-backed Securities	1.5%
Municipal Bonds	0.8%
Common Stock	0.5%
Foreign Treasury	0.4%
Mortgage Pass Through	0.3%
Government Agency	0.2%
Cash & Cash Equivalents	12.2%

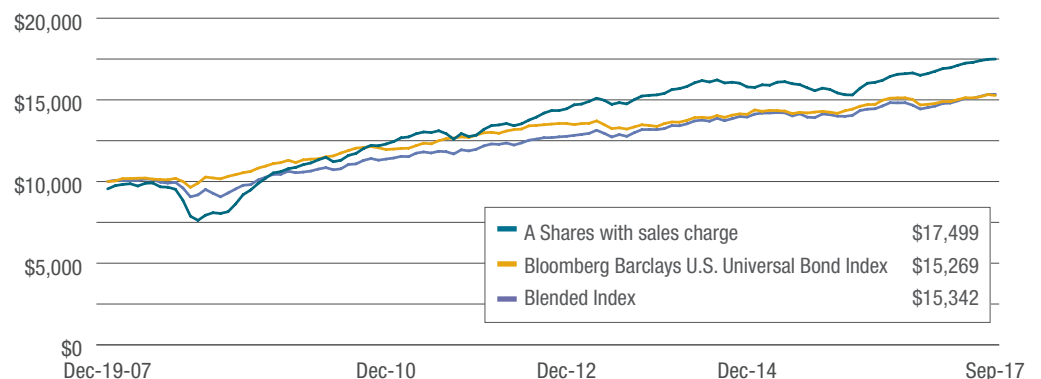
Average Annual Total Returns (as of 9/30/17)

	YTD	1-YR	3-YR	5-YR	SINCE INCEP.
A Shares (Incep: 12/19/07)					
Without sales charge	5.36%	5.41%	2.95%	4.28%	6.37%
With sales charge	0.64%	0.70%	1.40%	3.32%	5.88%
C Shares (Incep: 12/19/07)					
Without sales charge	4.94%	4.76%	2.36%	3.70%	5.78%
With sales charge	3.94%	3.76%	2.36%	3.70%	5.78%
I Shares (Incep: 12/19/07)	5.79%	5.85%	3.33%	4.66%	6.72%
Bloomberg Barclays U.S. Universal Bond Index (Since 12/19/07)	3.67%	0.96%	3.11%	2.53%	4.42%
Blended Index (Since 12/19/07)	5.62%	3.49%	3.79%	3.88%	4.47%

Returns for less than one year are not annualized.

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 4.50%. C shares include a 1% contingent deferred sales charge (CDSC) for the first year only. There is no sales charge for class I shares. The total annual fund operating expenses are as follows: A shares, 1.24%; C shares, 1.99%; I shares, 0.91%. Thornburg Investment Management and/or Thornburg Securities Corporation have contractually agreed to waive fees and reimburse expenses through at least April 10, 2018, for some of the share classes, resulting in net expense ratios of the following: A shares, 1.13%; C shares, 1.80%; I shares, 0.69%. 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.

Top Ten Fixed Income Positions

(as of 8/31/17, percent of portfolio)

American Airlines Group, Inc.	1.0%
Comcast Holdings Corp.	0.9%
Neustar, Inc.	0.8%
Videotron Ltd., Co.	0.8%
International Lease Finance Corp.	0.8%
FirstCash, Inc.	0.7%
Nielsen Finance, LLC	0.7%
Newcrest Finance Property Ltd.	0.7%
Ares Capital Corp.	0.7%
EZCORP, Inc.	0.7%

Top Ten Countries†

(as of 9/30/17)

United States	67.8%
Canada	2.5%
United Kingdom	1.7%
Luxembourg	1.6%
Brazil	1.4%
Mexico	1.2%
Sweden	0.9%
South Korea	0.8%
China	0.7%
Australia	0.7%

Credit Quality Ratings

(Equities are Excluded)

U.S. Government	0.9%
AAA	4.4%
AA	2.5%
A	9.8%
BBB	29.3%
BB	23.9%
B	10.2%
CCC	2.6%
CC	0.0%
C	0.0%
D	0.3%
Not Rated	5.0%
Cash & Cash Equivalents	11.2%

Top Five Equity Positions

(as of 8/31/17, percent of portfolio)

Cobank, ACB Pfd, 6.25%	0.5%
AgriBank, FCB Pfd, 6.875%	0.4%
ROMGAZ SA-GDR	0.4%
Centaur Funding Corp. Pfd, 9.08%	0.3%
Crestwood Equity Partners LP	0.2%

Top Five Currencies

(as of 9/30/17, percent of portfolio)

U.S. Dollar	98.3%
Mexican Peso	1.0%
Swedish Krona	0.3%
Canadian Dollar	0.0%
Euro	0.0%

May not add up to 100% due to rounding.

A bond credit rating assesses the financial ability of a debt issuer to make timely payments of principal and interest. Ratings of AAA (the highest), AA, A, and BBB are investment-grade quality. Ratings of BB, B, CCC, CC, C and D (the lowest) are considered below investment grade, speculative grade, or junk bonds. Credit quality ratings for Thornburg's global fixed income portfolios used ratings from Moody's Investors Service. Where Moody's ratings are not available, we have used S&P Global Ratings. Where neither rating is available, we have used ratings from other nationally recognized statistical rating organizations (NRSROs).

Symbols and Cusips

A Shares	TSIAX	885-215-228
C Shares	TSICX	885-215-210
I Shares	TSIIX	885-215-194

Please visit thornburg.com for latest portfolio manager commentary.

Important Information

† Classified by country of risk, determined at Thornburg's discretion.

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. This effect is more pronounced for longer-term bonds. Unlike bonds, bond funds have ongoing fees and expenses. Investments in lower rated and unrated bonds may be more sensitive to default, downgrades, and market volatility; these investments may also be less liquid than higher rated bonds. Investments in derivatives are subject to the risks associated with the securities or other assets underlying the pool of securities, including illiquidity and difficulty in valuation. Investments in equity securities are subject to additional risks, such as greater market fluctuations. Additional risks may be associated with investments outside the United States, especially in emerging markets, including currency fluctuations, illiquidity, volatility, and political and economic risks. Investments in the Fund 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.

Portfolio attributes and holdings can and do vary.

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 it carefully before investing.

Glossary

Effective Duration is 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.

The Bloomberg Barclays U.S. Universal Bond Index represents the union of the U.S. Aggregate Index, U.S. Corporate High-Yield, Investment Grade 144A Index, Eurodollar Index, U.S. Emerging Markets Index, and the non-ERISA eligible portion of the CMBS Index. The index covers USD denominated, taxable bonds that are rated either investment-grade or below investment-grade.

The Blended Index is composed of 80% Bloomberg Barclays U.S. Aggregate Bond Index and 20% MSCI World Index. **The Bloomberg Barclays U.S. Aggregate Bond Index** is composed of approximately 8,000 publicly traded bonds including U.S. government, mortgage-backed, corporate and Yankee bonds. The index is weighted by the market value of the bonds included in the index. **The MSCI World Index** is an unmanaged market-weighted index that consists of securities traded in 23 of the world's most developed countries. Securities are listed on exchanges in the U.S., Europe, Canada, Australia, New Zealand, and the Far East. The index is calculated with net dividends reinvested, in U.S. dollars.

Indices do not take into account fees and expenses. Investors cannot make direct investments in an index.