

Investment Strategy

The Fund is an actively managed, laddered portfolio of short/intermediate investment grade obligations 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 R5 Shares)



Morningstar Overall Rating™ among 472 Short-Term Bond Funds for class R5 shares. 3-yr: 4 stars out of 472 funds; 5-yr: 5 stars out of 405 funds; 10-yr: 5 stars out of 263 funds.

Lipper Leader Ratings

(Class R5 Shares)

- 5** Overall Consistent Return among 150 Short-Intermediate Investment Grade Debt Funds
- 5** Overall Total Return among 151 Short-Intermediate Investment Grade Debt Funds
- 5** Overall Preservation out of 5772 Fixed Income Funds

LIPPER

HIGHEST
5

4

3

2

1
LOWEST

The Fund rated a 5 and a 5, for the three- and five-year periods for Consistent Return among 150 and 130 funds, respectively. The Fund rated a 5 and a 5, for the three- and five-year periods for Total Return among 151 and 131 funds, respectively. The Fund rated a 5 and a 5 for the three- and five-year periods for Preservation among 5772 and 4975 funds, respectively.

Key Portfolio Attributes

Fund Assets	\$5.2 B
Number of Bonds	602
Average Maturity	3.7 Yrs
Effective Duration	3.0 Yrs

Symbols and Cusips

R3 Shares	THIRX	885-215-483
R4 Shares	THRIX	885-216-762
R5 Shares	THRRX	885-216-853
R6 Shares	THRLX	885-216-671

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

	YTD	1-YR	3-YR	5-YR	10-YR	SINCE A SHARE INCEP.* (10/1/92)	30-DAY SEC YIELD	EXPENSE RATIOS	
								GROSS	NET
R3 Shares* (Incep: 7/1/03)	0.82%	0.82%	1.99%	1.93%	4.37%	4.66%	2.53%	1.08%	0.99%
R4 Shares* (Incep: 2/1/14)	0.82%	0.82%	2.01%	1.93%	4.34%	4.67%	2.53%	1.52%	0.99%
R5 Shares* (Incep: 5/1/12)	1.15%	1.15%	2.32%	2.28%	4.70%	5.04%	2.85%	0.70%	0.67%
R6 Shares* (Incep: 4/10/17)	1.37%	1.37%	2.72%	2.58%	4.94%	5.24%	3.07%	1.00%	0.45%

Annual Return Performance Summary

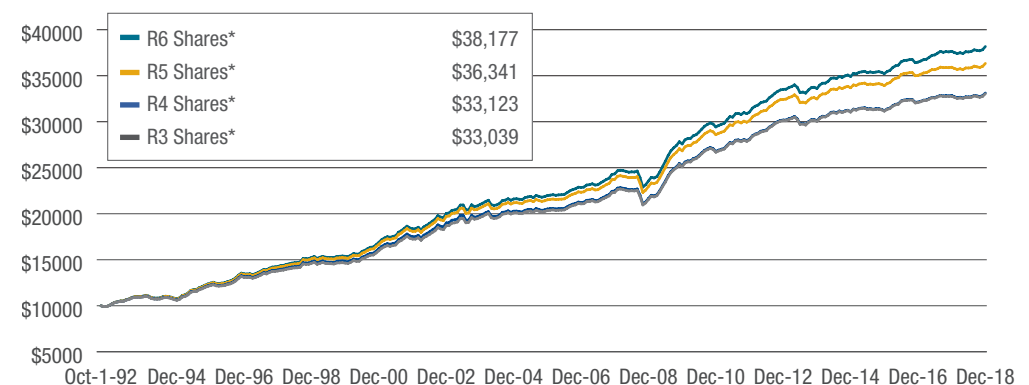
	2010	2011	2012	2013	2014	2015	2016	2017	2018
R3 Shares*	6.34%	5.05%	7.42%	-0.27%	3.36%	0.35%	3.00%	2.15%	0.82%
R4 Shares*	6.16%	4.98%	7.39%	-0.27%	3.29%	0.35%	2.99%	2.22%	0.82%
R5 Shares*	6.54%	5.35%	7.68%	0.13%	3.74%	0.71%	3.26%	2.57%	1.15%
R6 Shares*	6.71%	5.52%	7.95%	0.25%	3.90%	0.89%	3.55%	3.16%	1.37%

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. 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. Without these waivers, SEC yields would have been as follows: R3 Shares, 2.46%; R4 Shares, 2.08%; R5 Shares, 2.85%; R6 Shares, 3.04%

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

Corporate Bonds	48.4%
Asset-backed Securities	11.1%
Collateralized Mortgage Obligation	11.1%
Treasury	10.4%
Comm. Mortgage-backed Securities	3.2%
Mortgage Pass Through	2.6%
Municipal Bonds	2.5%
Government Agency	2.4%
Foreign Treasury	0.1%
Cash & Cash Equivalents	8.3%

Credit Quality Ratings

U.S. Government	22.0%
AAA	13.7%
AA	10.8%
A	18.1%
BBB	25.3%
Below Investment Grade	1.3%
Not Rated	0.6%
Cash & Cash Equivalents	8.3%

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 use the highest rating available from either S&P Global Ratings or Moody's Investors Service. Where neither rating is available, we have used ratings from other nationally recognized statistical rating organizations (NRSROs).

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 R shares are limited to retirement platforms only.

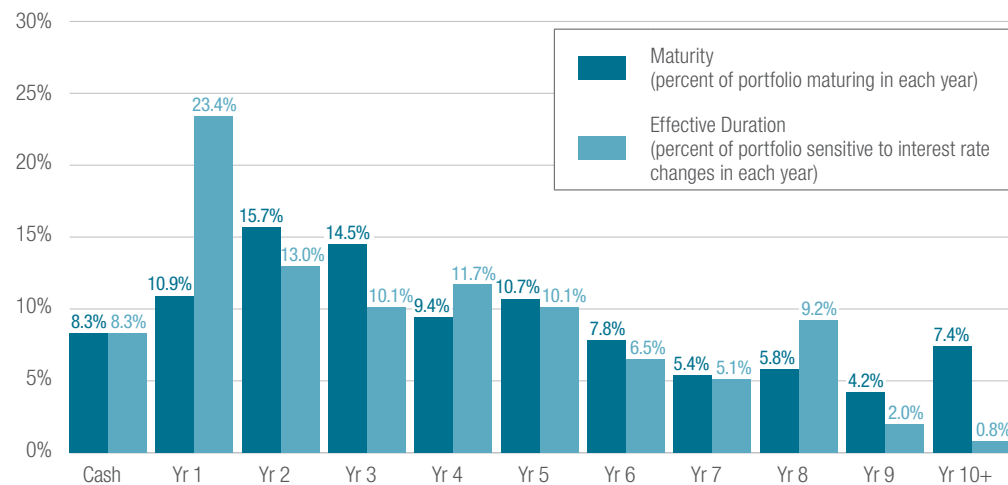
Effective Duration – A bond's sensitivity to interest rates, incorporating the embedded option features, such as call provisions. Bonds with longer durations experience greater price volatility than bonds with shorter durations.

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.

Current Portfolio Ladders



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