

# Thornburg Ultra Short Income Fund

DECEMBER 31, 2020

## Investment Strategy

Thornburg Ultra Short Income Fund is an actively managed, ladder portfolio of investment grade obligations. The Fund seeks to reduce changes in its share value compared to longer duration fixed income portfolios by maintaining a portfolio of investments with a dollar-weighted average duration of normally no more than one half (0.5) of a year. The Fund's investments are determined by individual security analysis.

## Investment Objective

The Fund seeks current income, consistent with preservation of capital. There is no guarantee that the Fund will meet its objectives.

## Portfolio Managers

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

Supported by the entire Thornburg investment team.

## Key Portfolio Attributes

Fund Assets	\$36M
Number of Bonds	283
Average Effective Maturity	0.9 Years
Effective Duration	0.6 Years

## Symbols and Cusips

A Shares	TLDAX	885-216-812
I Shares	TLDIX	885-216-796

## Average Annual Total Returns (as of 12/31/2020)

	YTD	1-Yr	3-Yr	5-Yr	Inception	30-DAY SEC YIELD	EXPENSE RATIOS	
							GROSS	NET
A Shares (Incep: 12/30/2013)								
Without sales charge	3.05%	3.05%	2.73%	2.23%	1.83%	—	—	—
With sales charge	1.50%	1.50%	2.21%	1.92%	1.60%	1.16%	1.50%	0.50%
I Shares (Incep: 12/30/2013)	3.25%	3.25%	2.93%	2.41%	2.01%	1.38%	0.79%	0.30%

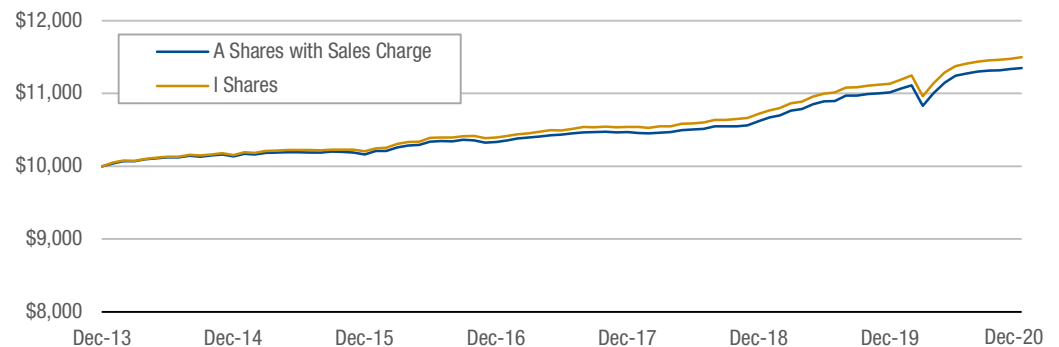
## Annual Return Performance Summary

	2014	2015	2016	2017	2018	2019	2020
A Shares	1.34%	0.28%	1.69%	1.31%	1.41%	3.74%	3.05%
I Shares	1.55%	0.49%	1.90%	1.39%	1.70%	3.86%	3.25%

Periods 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 2.25%. There is no up-front sales charge for class I shares. Thornburg Investment Management and/or Thornburg Securities Corporation have contractually agreed to waive fees and reimburse expenses through at least February 1, 2022, 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: A Shares, 0.22%; I Shares, 0.89%.*

## 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.

Not FDIC Insured. May lose value. No bank guarantee.

## Portfolio Composition

ABS	53.0%
Corporate	22.2%
CMO	6.4%
CMBS	3.1%
Mortgage Pass Through	1.6%
Domestic Treasury	0.9%
Municipal Bonds	0.9%
Agency Debenture	0.2%
Cash & Cash Equivalents	11.7%

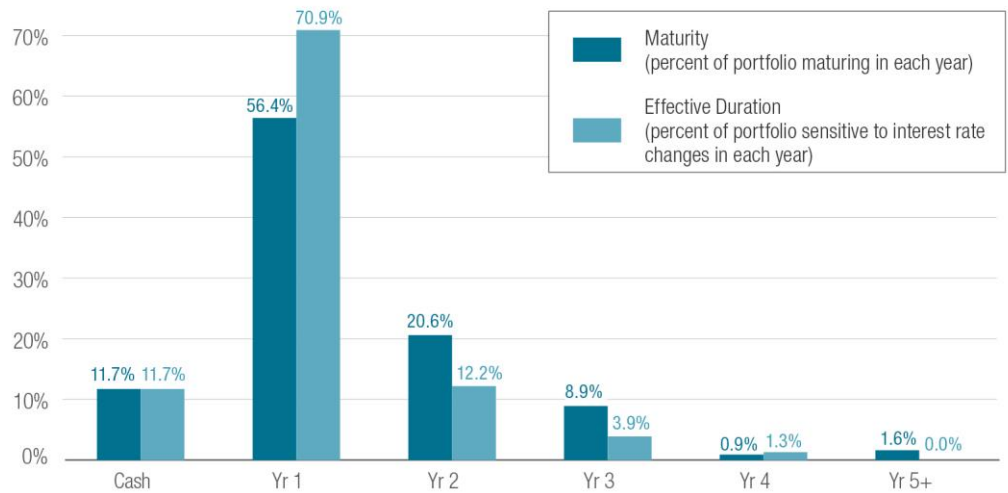
## Credit Quality Ratings

U.S. Government	5.8%
AAA	39.3%
AA	8.8%
A	21.4%
BBB	12.6%
Below Invest. Grade	0.4%
Cash & Cash Equivalents	11.7%

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).

## Current Portfolio Ladders



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](http://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 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. Weights are percent of total portfolio, unless otherwise noted.

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.

Average Effective Maturity – Weighted average of the effective maturities of the bonds in a portfolio. Effective maturity incorporates the embedded option features of the bond, such as prepayments, call and put options.

Asset-backed Security (ABS) – A security whose value and income payments are derived from and collateralized (or "backed") by a specified pool of underlying assets. The pool of assets is typically a group of small and illiquid assets that are unable to be sold individually. Pooling the assets into financial instruments allows them to be sold to general investors, a process called securitization, and allows the risk of investing in the underlying assets to be diversified because each security will represent a fraction of the total value of the diverse pool of underlying assets.

Collateralized Mortgage Obligation (CMO) – A type of mortgage-backed security that creates separate pools of pass-through rates for different classes of bondholders with varying maturities, called tranches. The repayments from the pool of pass-through securities are used to retire the bonds in the order specified by the bonds' prospectus.

Commercial Mortgage-backed Securities (CMBS) – A type of mortgage-backed security backed by commercial mortgages rather than residential real estate. CMBS tend to be more complex and volatile than residential mortgage-backed securities due to the unique nature of the underlying property assets. CMBS issues are usually structured as multiple tranches, similar to collateralized mortgage obligations, rather than typical residential pass-throughs.

*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](http://thornburg.com). Read it carefully before investing.*