

Thrivent Income-Focused Managed Portfolios[™]

Key points

Strategic & tactical allocations

Thrivent Asset Management, LLC (TAM) conducts extensive quantitative research to build long-term strategic models calibrated for multiple risk levels. Senior leadership meets regularly to discuss and determine tactical allocations based on current and expected market conditions as well as macroeconomic factors, technical indicators and fundamental data.

Style-pure security selection

TAM uses a sophisticated manager selection process intended to identify style-pure managers with consistent risk-adjusted performance that we feel are most likely to outperform over a full market cycle. This helps to ensure that the portfolios will consistently provide desired market exposures that align with TAM's overall market views.

Focus on generating income

TAM seeks to optimize yield in the portfolios while still maintaining the necessary diversification to help mitigate risk. While diversification can help reduce market risk, it does not eliminate it. Diversification does not assure a profit or protect against loss in a declining market. The models include a mix of active and passive products, including holdings beyond traditional asset classes in order to maximize income generation.

How does TAM manage and allocate the model portfolios?



The quantitative analytics team builds diversified models based on long-term strategic target allocations.



Ongoing changes to tactical allocations are made based on current market conditions and outlook.



Manager selection focuses on style-pure, consistent performers with above-average yields.

Features of Thrivent Income-Focused Managed Portfolios

- Two income-oriented models
- Broadly diversified portfolios
- Mix of active and passive management
- Strategic targets with tactical allocations
- Style-consistent underlying managers
- Ability to trade whenever needed

Thrivent Income-Focused Managed Portfolios – Target allocations

Income for distribution

Model	Investment mix	Yield, growth potential & volatility
	■ Equity / ■ Fixed-income	Lower ← → Higher
Thrivent Income-Focused Diversified	20% Equity / 80% Fixed-income	▼
Thrivent Income-Focused Opportunistic	0% Equity / 100% Fixed-income	▼

TAM's investment selection process

Entire mutual fund and ETF universe	
↓ Relative performance	Seek investment products that perform well relative to their peers
↓ Expenses	Expenses are reasonable compared to the peer group
↓ Yield analysis	Seek investment products with above-average yields versus peers
↓ Style analysis	The investment exhibits style consistency, which supports an overall asset allocation strategy
↓ Risk/return metrics	Seek investment products with a favorable balance of risk and return
↓ Fund mgmt research & interviews	Fund managers are interviewed to assess management skills and style
↓ Decision	Model Portfolios Committee discusses & analyzes the merit of each fund prior to decision to add it to the model
✓ Well-diversified portfolio	TAM's investment selection process results in a well-diversified, professionally managed portfolio

Who is Thrivent Asset Management, LLC?

Thrivent Asset Management, LLC is the model portfolio provider for Thrivent SELECT Managed Portfolios™, Thrivent Income-Focused Managed Portfolios and Thrivent Faith-Based Managed Portfolios™ as well as the investment adviser for Thrivent Mutual Funds. TAM has managed mutual fund assets since 1970, has run asset allocation funds since 2005 and provided model portfolios since 2007.¹

Thrivent Asset Management, LLC is a subsidiary of Thrivent, which is a membership-owned fraternal organization, as well as a holistic financial services organization. Thrivent is a Fortune 500 company and has \$179 billion in assets under management/advisement.²

¹ Before June 1, 2019, Thrivent Model Portfolios were offered through Thrivent Investment Management Inc., an affiliate of Thrivent Asset Management, LLC. Thrivent Asset Management, LLC personnel comprised a committee that made investment recommendations for these portfolios to Thrivent Investment Management Inc during that time.

² As of December 31, 2023. Includes the Thrivent General Account (which manages surplus and the assets backing our life insurance, fixed annuity and health products), variable subaccount portfolios (primarily connected to variable annuities and variable universal life insurance), funds (including open-end and exchange traded funds) and other assets related to our affiliates and other subsidiaries.

Thrivent Managed Portfolios will include Thrivent Mutual Funds. Asset management services for the Thrivent Mutual Funds are provided by Thrivent Asset Management, LLC, an SEC-registered investment adviser, and receives fees for its services as disclosed in the applicable Funds' prospectuses and Statement of Additional Information. As the investment adviser for Thrivent Mutual Funds, Thrivent Asset Management, LLC has greater knowledge of these funds and has a tendency to prefer Thrivent Mutual Funds over non-affiliated funds, which may be a conflict of interest. Thrivent and its subsidiaries may earn distribution and other fees, including 12b-1 fees, in connection with Thrivent Mutual Funds. At this time, Thrivent Asset Management does not receive any direct fees

for the provision of model portfolios, although it could receive such fees if negotiated with the program sponsor. For more information about potential conflicts of interest, read the Thrivent Asset Management, LLC Form ADV – [Part 2 Brochure](#). Thrivent Distributors, LLC, a registered broker-dealer and member FINRA, is the distributor for Thrivent Mutual Funds. Thrivent Distributors, LLC, and Thrivent Asset Management, LLC are subsidiaries of Thrivent, the marketing name for Thrivent Financial for Lutherans.

Thrivent Asset Management, LLC's role is providing sponsors of managed accounts with non-discretionary investment advice in the form of model portfolios. The implementation of or reliance on a model portfolio is at the discretion of the managed account sponsor. Thrivent Asset Management, LLC is not providing personalized investment advice or investment recommendations and will not make any representations about the suitability of a model portfolio for any investor. Thrivent Managed Accounts information is intended for use only by third-party adviser firms in conjunction with their management of their clients' accounts. The information about the Thrivent Managed Accounts is confidential and should not be disclosed, copied or used for any other purpose. Thrivent Asset Management, LLC does not have investment discretion over, or place trade orders for any portfolio derived from this information.

Investing involves risk, including the loss of principal. The prospectus and summary prospectus for the securities within the model portfolios contain more complete information on the investment objectives, risks, charges, expenses and other information of the fund, which investors should read and carefully consider before investing. Request prospectuses for funds in this portfolio from your financial advisor.

©2024 Thrivent



thriventmanagedaccounts.com • 800-847-4836