

December 31, 2019

Portfolio Inception Date Ticker Total Portfolio Assets  
3/2/1998 QTDIRX \$818.8 million

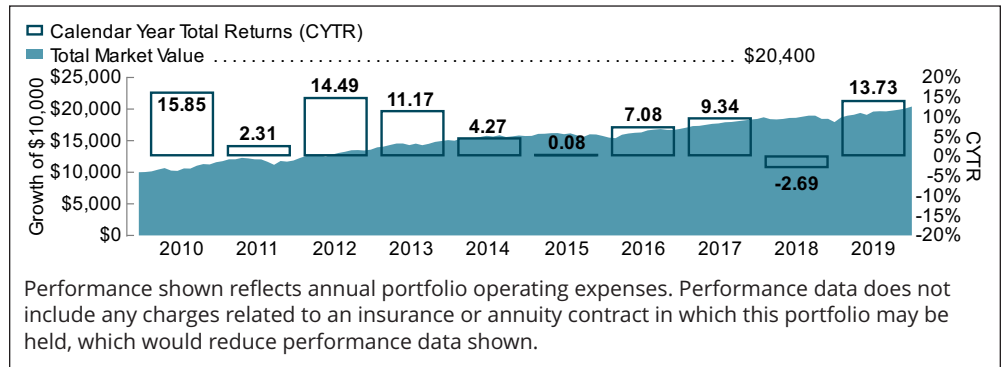
**Portfolio Description**

The Thrivent Diversified Income Plus Portfolio looks to provide a steady and dependable income stream along with modest capital appreciation. It invests in higher-yielding, higher-risk, fixed-income securities to generate income, and in equities to provide potential growth and income. Investments are diversified across sectors in order to manage risk and potentially provide more stability when interest rates rise.

**Investment Strategy/Process**

The Portfolio has a long-term target allocation of 75% fixed-income and 25% equity securities. The portfolio management team actively manages the Portfolio with overweight and underweight positions in the various sectors based on their views of the market and economy. Individual stocks and bonds are analyzed and chosen on an ongoing basis. The Portfolio is regularly rebalanced to ensure that the holdings are within appropriate ranges.

**Growth of \$10,000 and Calendar Year Performance (%)**



**Average Annualized Returns (%)**

Periods less than one year are not annualized.

|   | 3 Month | YTD   | 1 Year | 3 Year | 5 Year | 10 Year | Since Incept. |
|---|---------|-------|--------|--------|--------|---------|---------------|
| Diversified Income Plus   | 3.24    | 13.73 | 13.73  | 6.56   | 5.34   | 7.39    | 5.26          |
| MSCI World Index - USD Net Returns                              | 8.56    | 27.67 | 27.67  | 12.57  | 8.74   | 9.47    | N/A           |
| BBgBarc U.S. Mortgage-Backed Securities Index                   | 0.71    | 6.35  | 6.35   | 3.25   | 2.58   | 3.15    | N/A           |
| BBgBarc U.S. High Yield Ba/B 2% Issuer Capped Index             | 2.52    | 15.18 | 15.18  | 6.51   | 6.05   | 7.43    | N/A           |
| S&P/LSTA U.S. Leveraged Loan Index                              | 1.73    | 8.64  | 8.64   | 4.35   | 4.45   | 5.01    | N/A           |
| Lipper Mixed-Asset Target Alloc Consv Funds Median <sup>1</sup> | 2.60    | 13.38 | 13.38  | 6.18   | 4.38   | 5.49    | N/A           |

**All data represents past performance. Past performance does not guarantee future results. The investment return and principal value of the investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than the performance data quoted. Call 800-521-5308 for performance results current to the most recent month end.**

The Portfolio is only available to the public through a variable life or a variable annuity contract. Performance data does not include insurance or annuity charges, which will reduce performance data shown. Contact your provider for information and contract prospectuses that include information on the charges and fees that apply to your specific contract.

<sup>1</sup>Source: Lipper. The Lipper median represents the median annualized total return for all reported portfolios in the classification. Lipper medians do not include sales charge/fees. If included, returns would have been lower.

**Investment Objective**

Thrivent Diversified Income Plus Portfolio seeks to maximize income while maintaining prospects for capital appreciation.

**Who Should Consider Investing?**

The Portfolio may be suitable for investors who:

- Seek a high level of income and the opportunity for long-term growth.
- Have a medium to long-term investment time horizon and a moderately conservative risk tolerance.
- Are able to withstand a low to moderate level of risk and volatility in pursuit of commensurate long-term returns.

**Portfolio Operating Expense Ratio**

Gross: 0.52%  
Net: 0.52%

**Benchmark(s)**

Indexes are unmanaged and do not reflect the fees and expenses associated with active management. Investments cannot be made directly into an index.

- **Morgan Stanley Capital International (MSCI) World Index - USD Net Returns** represents large- and mid-cap stocks in 23 developed-market countries.
- **Bloomberg Barclays (BBgBarc) U.S. Mortgage-Backed Securities Index** represents the performance of securities backed by pools of mortgages.
- **Bloomberg Barclays (BBgBarc) U.S. High Yield Ba/B 2% Issuer Capped Index** represents the performance of the non-investment grade, Ba or B-rated corporate bond market. Issuers are constrained to a maximum 2% weighting.
- **S&P/LSTA U.S. Leveraged Loan Index** is a market-value weighted index representing the performance of the universe of U.S. dollar-denominated, senior secured, syndicated term loans.

**Portfolio Management & Experience**

**Mark L. Simenstad, CFA** - Industry Start: 1983; Portfolio Start: 2006; **Stephen D. Lowe, CFA** - Industry Start: 1996; Portfolio Start: 2015; **Noah J. Monsen, CFA** - Industry Start: 2008; Portfolio Start: 2015; **Gregory R. Anderson, CFA** - Industry Start: 1993; Portfolio Start: 2018; **Darren M. Bagwell, CFA** - Industry Start: 1991; Portfolio Start: 2019

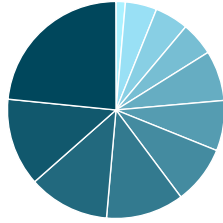
*Risks: The Portfolio invests in debt securities and equity securities. The value of the Portfolio is influenced by factors impacting the overall market, certain asset classes, certain investment styles, and specific issuers. The Portfolio may incur losses due to investments that do not perform as anticipated by the investment adviser. Bond prices may decline during periods of rising interest rates. Credit risk is the risk that an issuer of a debt security may not pay its debt, and high yield securities are subject to increased credit risk as well as liquidity risk. Leveraged loans, preferred securities, convertible securities, sovereign debt, and mortgage-related and other asset-backed securities are subject to additional risks. Foreign investments involve additional risks, including currency fluctuations, liquidity, political, economic and market instability, and different legal and accounting standards; these risks are magnified for investments in emerging-markets. Quantitative investing uses models and factors that rely on historical data and may be incomplete. An ETF is subject to additional fees and expenses, tracking error, and the risks of the underlying investments that it holds. The use of derivatives (such as futures and swaps) involves additional risks and transaction costs, which could leave the Portfolio in a worse position than if it had not used these instruments. The Portfolio may engage in active and frequent trading of portfolio securities in implementing its principal investment strategies, which may result in higher transaction costs and higher taxes. These and other risks are described in the Portfolio's prospectus.*

# THRIVENT DIVERSIFIED INCOME PLUS PORTFOLIO

December 31, 2019

## Portfolio Diversification

(as of 3/31/2019)



|                            |       |
|----------------------------|-------|
| Securitized Debt           | 23.4% |
| High Yield Bonds           | 13.1% |
| US Large Cap Equity        | 12.1% |
| Floating-Rate Bank Loans   | 11.6% |
| Opportunistic Fixed Income | 8.7%  |
| Investment Grade Credit    | 7.5%  |
| International Equity       | 7.5%  |
| Cash                       | 5.0%  |
| US Mid/Small Cap Equity    | 5.0%  |
| International Debt         | 4.7%  |
| Opportunistic Equity       | 1.4%  |

## Top 10 Holdings—excluding derivatives and cash

(15.01% of Portfolio, as of 11/30/2019)  
The coupon rate is the yield paid by a fixed-income security. The maturity date is when the principal of the security is due and payable to the investor.

| Security                                    | % of Portfolio | Coupon Rate | Maturity Date |
|---|----------------|-------------|---------------|
| Thrivent Core EM Debt Fund                  | 5.05%          | N/A         | N/A           |
| FNMA Conv'l 30-Yr. Pass-Thru                | 3.14%          | 3.00        | 12/49         |
| FNMA Conv'l 15-Yr. Pass-Thru                | 1.75%          | 3.00        | 12/34         |
| FNMA Conv'l 30-Yr. Pass-Thru                | 1.15%          | 3.50        | 12/49         |
| FNMA Conv'l 15-Yr. Pass-Thru                | 0.99%          | 2.50        | 12/34         |
| Vanguard Short-Term Corp Bond ETF           | 0.69%          | N/A         | N/A           |
| Microsoft Corp                              | 0.61%          | N/A         | N/A           |
| FNMA Conv'l 30-Yr. Pass-Thru                | 0.61%          | 4.00        | 07/48         |
| SPDR Bloomberg Barclays High Yield Bond ETF | 0.54%          | N/A         | N/A           |
| FHLM Corp Conv'l 15-Yr. Pass-Thru           | 0.48%          | 3.50        | 05/34         |

## Bond Quality Rating Distribution (%)

The lower of the bond ratings assigned by Moody's Investor Services, Inc. or Standard & Poor's® Financial Services, LLC ("S&P"). Investments in derivatives and short-term investments are not included.

| Category                                  | Percentage  |
|---|-------------|
| <b>HIGH QUALITY (HQ)</b>                  | <b>36.5</b> |
| Cash                                      | 2.8         |
| U.S. Gov't Guaranteed                     | 14.4        |
| AAA                                       | 1.1         |
| AA  | 1.6         |
| A   | 3.7         |
| BBB                                       | 12.9        |
| <b>HIGH YIELD (HY)</b>                    | <b>42.1</b> |
| BB  | 20.0        |
| B   | 18.6        |
| CCC                                       | 3.1         |
| CC  | 0.3         |
| C   | 0.1         |
| D   | 0.0         |
| <b>OTHER</b>                              | <b>21.4</b> |
| Non-Rated (NR)                            | 15.9        |
| ETFs/Closed-End Funds (may be (HQ/HY/NR)) | 5.5         |

<sup>2</sup>Turnover Ratio: 12-month rolling as of 11/30/2019. A measure of the Portfolio's trading activity, which is calculated by dividing the lesser of long-term purchases or long-term sales by average long-term market value.

<sup>3</sup>Source: Barclays Capital Indices, POINT. ©2020 Barclays Capital Inc. Used with permission. POINT is a registered trademark of Barclays Capital Inc. Bloomberg Barclays U.S. Aggregate Bond Index measures the performance of U.S. investment-grade bonds.

<sup>4,5,6</sup>S&P 500® is a registered trademark of Standard & Poor's® Financial Services LLC, a part of McGraw Hill Financial, Inc. and/or its affiliates. The Index is a market-cap weighted index that represents the average performance of a group of 500 large-capitalization stocks. Sources: (4) Morningstar; (5) FactSet; (6) Thrivent Financial.

**Investing involves risk, including the possible loss of principal. The prospectus and summary prospectus contain more complete information on the investment objectives, risks, charges and expenses of the Portfolio, and other information, which investors should read and consider carefully before investing. Prospectuses and summary prospectuses are available ThriventPortfolios.com or by calling 800-521-5308.**

The principal underwriter for Thrivent Variable Portfolios, the marketing name for Thrivent Series Fund, Inc., is Thrivent Distributors, LLC, a registered broker/dealer and member of [FINRA](#) and [SIPC](#).

ThriventPortfolios.com | 800-521-5308

## PORTFOLIO STATISTICS

Statistics shown below are compared to the S&P 500® Index and Bloomberg Barclays U.S.

Aggregate Bond Index. These benchmarks are intended to provide a comparison to the broad U.S. large cap stock market and broad U.S. bond market, and may not be representative of the Portfolio's investment strategies and holdings.

### Holdings Information

|  |       |
|--|-------|
| Number of Holdings                           | 1,410 |
| Turnover Ratio (last 12-months) <sup>2</sup> | 156%  |
| Percent U.S.                                 | 87.8% |
| Percent Non-U.S.                             | 12.2% |

### Risk/Volatility Measures

**Beta (3-year vs. S&P 500®):** A measure of the volatility, or market risk, of an investment compared to the broad U.S. large-cap stock market.



**Standard Deviation:** A statistical measure of volatility. The higher the standard deviation, the riskier an investment is considered to be.

|         | Portfolio | S&P 500® Index <sup>4</sup> | BBgBarc U.S. Aggregate <sup>3</sup> |
|---------|-----------|-----------------------------|-------------------------------------|
| 3 Year  | 4.40%     | 12.10%                      | 2.83%                               |
| 5 Year  | 4.53%     | 11.98%                      | 3.01%                               |
| 10 Year | 5.55%     | 12.46%                      | 2.91%                               |

### Equity Characteristics (26.0% of Portfolio)

**Market-Capitalization:** A measure of the size of the companies held in the portfolio, calculated by multiplying a company's total outstanding shares by the stock price.

|                    | Portfolio | S&P 500® Index <sup>5</sup> |
|--------------------|-----------|-----------------------------|
| Avg Mkt Cap        | \$49.8 B  | \$58.2 B                    |
| Wtd Median Mkt Cap | \$32.2 B  | \$126.5 B                   |

**Price to Earnings (P/E) Ratio:** A valuation ratio calculated by dividing the share price of each stock held in the portfolio by its trailing 12-month earnings per share.

|           | Portfolio | S&P 500® Index <sup>6</sup> |
|-----------|-----------|-----------------------------|
| P/E Ratio | 18.1      | 23.0                        |

**Return on Equity (ROE):** A measure of corporate profitability that shows how much net income the companies in the portfolio have generated as a percentage of shareholder equity.

|     | Portfolio | S&P 500® Index <sup>6</sup> |
|-----|-----------|-----------------------------|
| ROE | 20.7%     | 24.5%                       |

### Fixed Income Characteristics (74.0% of Portfolio)

**Average Duration:** A measure of a portfolio's sensitivity to changes in interest rates; the longer the portfolio's duration, the more sensitive it is.

|                          | Portfolio | BBgBarc U.S. Aggregate <sup>3</sup> |
|--------------------------|-----------|-------------------------------------|
| Average Duration (years) | 3.0       | 5.8                                 |

**Weighted Average Life:** The market-value weighted average of the time remaining until the bond in the portfolio will repay principal.

|                      | Portfolio | BBgBarc U.S. Aggregate <sup>3</sup> |
|----------------------|-----------|-------------------------------------|
| Wtd Avg Life (years) | 5.5       | 8.2                                 |