



Thrivent Church Loan and Income Fund

2022 Impact Report

Building a legacy of faith

A message from David Royal

With high inflation and a slowing economy impacting the lives of millions of American families, Christian churches continue to provide essential assistance to those in need. Many of the churches who have benefited from loans provided through Thrivent Church Loan and Income Fund (XCLIX) have been able to expand their ministries and launch new initiatives to extend their charitable imprint across their local communities and beyond.

Thrivent Church Loan and Income Fund was launched in September 2018 to provide investors with a potential to earn an investment income while helping Christian churches and other non-profit organizations with a Christian mission improve their facilities and expand their outreach.

Since then, the Fund has provided funding to 83 churches and organizations, including more than \$40 million in loans. These loans are directly originated and underwritten by Thrivent, which has been an active church lender for more than 100 years.

Financing provided by the Fund has helped churches across the U.S. expand their facilities, provide meals and counseling to those in need, and support Christian mission work around the globe. For instance, an Assemblies of God church in Michigan refinanced a variable interest rate loan to a fixed-rate loan with Thrivent at a significantly lower rate. This change shortened the term of the loan without increasing the monthly payment, allowing the church to pay off its loan sooner and redirect money saved toward local service opportunities. The church sponsors an annual school backpack drive, donates Thanksgiving turkeys to families in need, and supports a ministry for individuals impacted by adoption, foster care, or family environment.

This report focuses on three other churches that have also taken advantage of Thrivent loans to extend their Christian ministry around the world and lend a helping hand in their own communities to those in need.



David Royal

David Royal
Chief Investment Officer

Making a difference in the community

Centerville Presbyterian Church in Fremont, CA is dedicated to meeting the unique needs of its community. For nearly 30 years, the church has been committed to a multi-church cooperative to provide meals to the homeless twice a week at its church campus dining center. The Fremont area has the nation's largest Afghan refugee and immigrant population, and these local churches frequently partner to serve that community, along with others in need. In August, the church served as the central hub for a backpack drive and back-to-school event for Afghan families, which involved 16 local churches coming together to donate more than a thousand backpacks to students entering the school year.



Centerville Presbyterian provides food to Afghan refugees and immigrants in the neighborhood.

A long history of mission and service to others

Wheaton Bible Church in West Chicago, IL has taken on a mission to share God's love with a growing number of people in the local community for nearly a century, while also reaching out to help more people across the globe. The church contributes 30% of its annual budget to mission work, both locally and around the world. It supports 95 missionaries and mission partners in 52 nations and contributes to its local community through participation in refugee resettlement, adoption and foster care ministries, and a local outreach ministry called Puente del Pueblo. This ministry provides after-school and summer programming for more than 150 students, case management services for families, and adult literacy programs. It also engages volunteers for about 14,000 hours each year!



Wheaton Bible Church engages thousands of volunteers each year in support of the various ministries they support.

Celebrating recovery together

New Life Christian Church in Turlock, CA sponsors one of the largest Celebrate Recovery programs in the Central Valley, serving 70 to 85 people each week who struggle with addictions. Through weekly meetings that include gathering for dinner, worship, testimonies, and small group discussions, participants support one another in their recovery journeys. The program is for anyone who feels trapped in the struggles of life—whether it's codependency, anger, unhealthy relationships, drugs, alcohol, or anything else that has taken over their lives.



New Life Christian Church sponsors a Recovery program for people who struggle with various issues in life.

By the numbers

Church loan highlights

As of Sept. 30, 2022

- \$40.9 million Amount loaned since Fund launch
- \$6.7 million Dollar amount of new church loans initiated (2022 YTD)
- 83 Number of loans made since Fund launch
- 115 Church campuses impacted since Fund launch

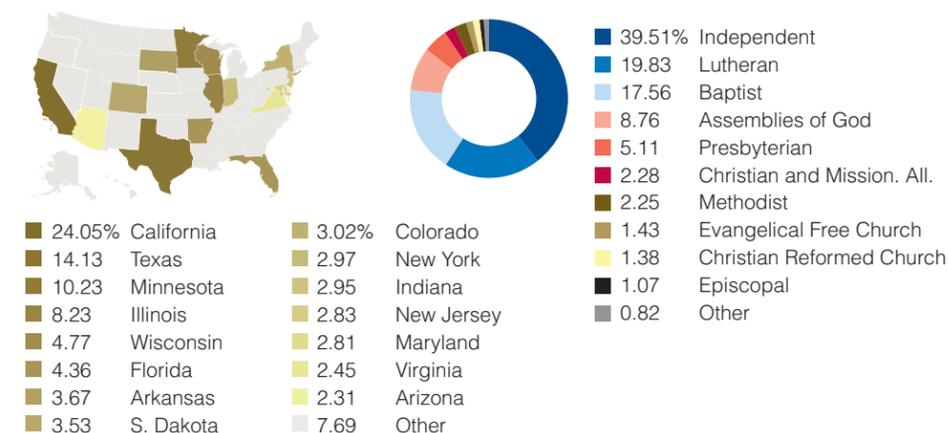
Countrywide impact

Sept. 30, 2021 — Sept. 30, 2022

- 15,194 New worshippers impacted
- 8,682 Households impacted
- 1.14% Average interest rate reduction

Church loan portfolio composition by state & denomination

As of Sept. 30, 2022



Impacting churches. Impacting lives.

Learn more at thriventinterval funds.com

Risks: The Fund invests primarily in church loans and mortgagebacked securities. The value of the Fund is influenced by factors impacting the overall market, debt securities and specific issuers. The Adviser's assessment of investments may prove incorrect, resulting in losses or poor performance. The Fund is a non-diversified closed-end interval fund with a quarterly repurchase option. An investment in the Fund's shares should be considered a long-term investment with risks, including concentration risk, limited liquidity and the risk of a loss of some or all of the amount invested.

The church loans invested in by the Fund are mortgages taken out by U.S. non-profit organizations with a stated Christian mission. They are typically not listed on any national securities exchange and no active trading market exists for them. These church loans are primarily backed by real estate and are vulnerable to factors that affect the real estate market. Certain factors specific to churches may impact a borrower's finances and its ability to make payments. Churches rely on voluntary contributions from their congregations for their primary source of income, which may be used to repay church loans. The membership of a church, the attendance of its members, or the per capita contributions of its members may not remain constant or may decrease, which could have a negative impact on the ability of a church to repay a loan. Loans are subject to a number of risks including credit risk, default risk, refinance risk and modification risk. Credit risk is the risk that an issuer of a debt security may not pay its debt. Default risk is the risk that a borrower will not be able to make principal and interest payments in which case the value of the Fund may be negatively affected. The value of mortgage-backed securities will be influenced by the factors affecting the housing market. A global pandemic such as COVID-19 may result in substantial market volatility and business disruption and may negatively impact church borrowers and the Fund's ability to process shareholder repurchases. Bond prices may decline during periods of rising interest rates. The Fund has received an exemptive order allowing co-investment with other Thrivent accounts, which may give rise to actual or perceived conflicts of interest and subject the Fund to the risk of regulatory changes and actions.

These and other risks are described in the Fund's prospectus.

The churches/entities discussed in this article are recipients of loans issued by Thrivent Church Loan and Income Fund. They have not been compensated for their participation.

This information should not be considered investment advice or a recommendation of any particular security, strategy or product. Investment decisions should always be made based on an investor's specific financial needs, objectives, goals, time horizon, and risk tolerance.

The Fund is a closed-end "interval fund." Limited liquidity is provided to shareholders only through the Fund's quarterly offers to repurchase between 5% to 25% of its outstanding shares at net asset value (subject to applicable law and approval of the Board of Trustees). It is possible that a repurchase offer may be oversubscribed, with the result that shareholders may only be able to have a portion of their shares repurchased. There is no assurance that you will be able to redeem your shares when or in the amount that you desire. There is no secondary market for the Fund's shares and none is expected to develop. Investors should consider shares of the Fund to be an illiquid investment.

Investing involves risks, including the possible loss of principal. The prospectus contains more complete information on the investment objectives, risks, charges and expenses of the fund, and other information, which investors should read and consider carefully before investing. Prospectuses are available at thriventinterval funds.com or by calling 800-847-4836.

Thrivent Distributors, LLC, a registered broker-dealer and member FINRA/SIPC, is the distributor for Thrivent Interval Funds. Asset management services are provided by Thrivent Asset Management, LLC, an SEC-registered investment adviser. Thrivent Distributors, LLC, and Thrivent Asset Management, LLC are subsidiaries of Thrivent, the marketing name for Thrivent Financial for Lutherans.

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