

Thornburg Summit Fund

Portfolio Manager Commentary

31 March 2025



Market Review

Global markets experienced substantial volatility during the quarter, largely driven by escalating trade tensions initiated by the United States. Following a year in which U.S. equities outperformed international markets by approximately 20%, optimism from November's election and AI enthusiasm supported expectations for continued U.S. market exceptionalism entering 2025. However, reality diverged significantly, with the S&P 500 Index trailing international equities by its widest margin since 2009.

For the past decade and a half, U.S. equities have taken center stage. But now, international markets—often underappreciated—are revealing compelling potential. As the U.S. contends with persistent inflation, China is addressing deflationary risks and planning a potentially massive stimulus, Japan is moving beyond a decades-long deflationary environment, and Europe is asserting greater economic independence, international markets offer a diverse set of investment conditions worth exploring.

Within fixed income, aggressive fiscal measures, particularly new tariffs, injected uncertainty and inflationary pressures, initially steepening the yield curve. However, the Federal Reserve maintained a patient stance, signaling potential rate cuts later in the year amid concerns of slowing economic momentum. This dovish tilt capped longer-term yields and supported risk assets, including corporate credit, which saw modest spread tightening despite the macro headwinds. Inflation-linked bonds also garnered attention as tariff-induced price pressures became a focal point. The quarter concluded with markets closely watching inflation data and central bank rhetoric for clearer signals on the future path of rates and the ultimate impact of fiscal policy on the broader economy.

Large valuation gaps between the U.S. and the rest of the world present potential for active managers.

Portfolio Managers

Neal BasuMullick, CFA

Portfolio Manager

Lon Erickson, CFA

Portfolio Manager

Supported by the entire Thornburg investment team

AVERAGE ANNUAL TOTAL RETURNS (%)

AS OF 31 MARCH 2025

	QTR	YTD	1-YR	3-YR	5-YR	ITD
A Shares TSAMX (Incep: 26 Jan 22)*						
Without sales charge	0.57	0.57	6.05	5.27	12.72	10.22
With sales charge	-3.99	-3.99	1.26	3.67	11.68	9.39
I Shares TSUMX (Incep: 1 Mar 19)	0.64	0.64	6.40	5.55	13.01	10.50
Blended Index	0.28	0.28	5.57	3.55	8.43	6.18

EXPENSE RATIOS (%)

GROSS	NET
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1.81	0.96
1.17	0.71

*Prior to inception of this share class, performance is hypothetical and was calculated from actual returns of the class I shares adjusted for the expenses of the newer share class.

Returns for less than one year are not annualized. ITD is inception to date.

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.

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 4.50%. There is no up-front sales charge for class I shares. Thornburg Investment Management and/or Thornburg Securities LLC have contractually agreed to waive fees and reimburse expenses through at least 1 February 2026, 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.

First Quarter 2025 Performance Highlights

- In 1Q25 the portfolio (I share class) returned 0.64%, 36 basis points ahead of the Blended Index (60% MSCI ACWI Index and 40% Bloomberg Global Aggregate Index). Year to date the portfolio (I share class) returned 0.64%, 36 basis points ahead of the Blended Index.
- Stock selection within communication services and an overweight allocation to energy contributed positively to relative outperformance versus the MSCI ACWI Index. Stock selection within industrials and health care detracted from relative performance.
- From a geographic perspective, stock selection within the UK and Eurozone contributed to the portfolio's relative performance. Stock selection from India and an underweight to China detracted from relative performance.
- The portfolio's bond exposure underperformed the fixed income portion of the blended index. Shorter duration positioning relative to the index, as well as an over allocation to U.S. dollar denominated bonds, was a headwind during the quarter.

Current Positioning and Outlook

During the first quarter of 2025, investor flows rotated out of U.S. equities and into international markets—particularly Europe—driven by relative valuation discounts, growing policy uncertainty in the U.S. and optimism around a cyclical recovery across the Eurozone. Our portfolio positioning entering the quarter, which included an underweight to U.S. equities, continued to reflect caution about historically high valuations relative to many segments of international markets. While our modest underweight allocation to equities entering the quarter was essentially neutral to performance, our bias towards non-U.S. equities was a tailwind. Entering the second quarter, we continue to believe that large valuation gaps between the U.S. and the rest of the world present potential for relative value and diversification benefits, and while we are not making a macro call on specific regions, we believe the international landscape offers compelling opportunities for stock pickers.

Within fixed income, higher bond yields are presenting a better setup for fixed income, but credit spreads remain tighter than their historical averages. While we continue to take a defensive posture both from a rates and credit perspective, we are taking advantage of the higher income opportunities that bonds are now offering the portfolio.

While markets may remain volatile, we believe our disciplined, flexible, process of identifying attractive relative value opportunities across equity and fixed income markets can help us effectively navigate the current environment.

TEN LARGEST HOLDINGS

AS OF 28 FEBRUARY 2025	% FUND
Amazon.com, Inc.	2.5
Meta Platforms, Inc.	2.4
NVIDIA Corp.	1.9
Zegona Communications plc	1.8
AT&T, Inc.	1.8
Taiwan Semiconductor Manufacturing Co. Ltd.	1.8
Visa, Inc.	1.7
Roche Holding AG	1.7
Broadcom, Inc.	1.6
Samsung Electronics Co. Ltd.	1.6

TOP 5 CONTRIBUTORS (%)

1Q25	AVERAGE WEIGHT	CONTRIB. TO RETURN
Zegona Communications plc	1.69	0.81
Orange SA	1.38	0.36
AT&T Inc	1.61	0.36
BNP Paribas SA	1.12	0.33
Roche Holding AG	1.59	0.26

BOTTOM 5 DETRACTORS (%)

1Q25	AVERAGE WEIGHT	CONTRIB. TO RETURN
Broadcom Inc	1.66	-0.49
Sarepta Therapeutics Inc	0.76	-0.43
Amazon.com Inc	2.53	-0.36
NVIDIA Corp	1.85	-0.35
Alphabet Inc	1.64	-0.32

Source: FactSet

THORNBURG SUMMIT FUND

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Important Information

Unless otherwise noted, the source of all data, charts, tables and graphs is Thornburg Investment Management, Inc., as of 31 March 2025.

Investments carry risks, including possible loss of principal. Additional risks may be associated with investments outside the United States, especially in emerging markets, including currency fluctuations, illiquidity, volatility, and political and economic risks. Investments in small- and mid-capitalization companies may increase the risk of greater price fluctuations. 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. Investments in the Fund are not FDIC insured, nor are they bank deposits or guaranteed by a bank or any other entity.

The views expressed are subject to change and do not necessarily reflect the views of Thornburg Investment Management, Inc. This information should not be relied upon as a recommendation or investment advice and is not intended to predict the performance of any investment or market.

Funds invested in a limited number of holdings may expose an investor to greater volatility.

There is no guarantee that the Fund will meet its investment objectives.

Any securities, sectors, or countries mentioned are for illustration purposes only. Holdings are subject to change. Under no circumstances does the information contained within represent a recommendation to buy or sell any security.

Basis Point (bp) – A unit equal to 1/100th of 1%. 1% = 100 basis points (bps).

U.S. Treasury securities, such as bills, notes and bonds, are negotiable debt obligations of the U.S. government. These debt obligations are backed by the "full faith and credit" of the government and issued at various schedules and maturities. Income from Treasury securities is exempt from state and local, but not federal, taxes.

The S&P 500 Index (S&P 500 TR) is an unmanaged broad measure of the U.S. stock market.

Thornburg Summit Fund's Blended Index is composed of 60% MSCI ACWI Index (MSCI ACWI NTR) and 40% Bloomberg Global Aggregate Index (BBG Global-Agg TR Value), rebalanced monthly. The MSCI ACWI Index (MSCI ACWI NTR) is a market capitalization weighted index that is representative of the market structure of 47 developed and emerging market countries in North and South America, Europe, Africa, the Middle East, and the Pacific Rim. The index is calculated with net dividends reinvested in U.S. dollars. The Bloomberg Global Aggregate Index (BBG Global-Agg TR Value) provides a broad-based measure of the global investment-grade fixed-rate debt markets.

The performance of any index is not indicative of the performance of any particular investment. Unless otherwise noted, index returns reflect the reinvestment of income dividends and capital gains, if any, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index.

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

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.

Thornburg is a global investment firm delivering on strategy for institutions, financial professionals and investors worldwide. The privately held firm, founded in 1982, is an active, high-conviction manager of fixed income, equities, multi-asset solutions and sustainable investments with \$46.7* billion in total assets across mutual funds, institutional accounts, separate accounts and UCITS.



*Includes assets under management (\$45.5B) and assets under advisement (\$1.2B).