

Thornburg

Investment Management®

Strategies for Building Real Wealth

Thornburg Limited Term Income Funds

Informational Brochure and
Semi-Annual Report – March 31, 2011
Includes All Share Classes



Invest in our planet, while you invest with us

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**You invest in the future,
without spending a dime.**



Thornburg Limited Term Income Funds

Laddering – an All Weather Strategy

The Funds' primary objectives are to obtain as high a level of current income as is consistent, in the view of the Funds' investment advisor, with the preservation of capital. As a secondary goal, the Funds seek to reduce changes in their share prices compared to longer term portfolios.

Thornburg Limited Term U.S. Government Fund – This Fund is a laddered portfolio of short/intermediate obligations issued by the U.S. Government, its agencies or instrumentalities with an average maturity of normally less than five years.

Thornburg Limited Term Income Fund – This Fund is a laddered portfolio of short/intermediate investment grade obligations with an average maturity of normally less than five years.

Laddering involves building a portfolio of bonds with staggered maturities so that a portion of the portfolio matures each year. Cash from maturing bonds, if not needed for other purposes, is invested in bonds with longer maturities at the far end of the ladder. We regard the strategy as a good compromise for managing different types of risk.

Important Information

The information presented on the following pages was current as of March 31, 2011. The managers' views, portfolio holdings, and sector diversification are provided for the general information of the Funds' shareholders; they are historical and subject to change. This material should not be deemed a recommendation to buy or sell any of the securities mentioned.

Investments in the Funds carry risks, including possible loss of principal. Bond funds have the same interest rate, inflation, and credit risks that are associated with the underlying bonds. The principal value of a bond will fluctuate relative to changes in interest rates, decreasing when interest rates rise. Unlike bonds, bond funds have ongoing fees and expenses. Funds invested in mortgage backed securities may bear additional risk. Please see each Fund's Prospectus for a discussion of the risks associated with an investment in either Fund. Investments in the Funds are not FDIC insured, nor are they deposits of or guaranteed by a bank or any other entity. There is no guarantee that the Funds will meet their investment objectives. The laddering strategy does not assure or guarantee better performance and cannot eliminate the risk of investment losses.

Performance data given at net asset value (NAV) does not take into account applicable sales charges. If the sales charges had been included, the performance would have been lower. Minimum investments for Class I shares are higher than those for other classes. Class I and R3 shares may not be available to all investors.

Limited Term U.S. Government Fund	NASDAQ SYMBOLS	CUSIPS
Class A	LTUSX	885-215-103
Class B	LTUBX	885-215-848
Class C	LTUCX	885-215-830
Class I	LTUIX	885-215-699
Class R3	LTURX	885-215-491

Limited Term Income Fund		
Class A	THIFX	885-215-509
Class C	THICX	885-215-764
Class I	THIIX	885-215-681
Class R3	THIRX	885-215-483

Lipper Fund Award 2011

Thornburg Limited Term Income Fund, Class I Shares, was granted a Lipper Fund Award for the ten-year period ended 12/31/10, among 82 Short-Intermediate Investment Grade Debt Funds. Lipper Fund Awards are granted annually to the fund in each Lipper classification that consistently delivered the strongest risk-adjusted performance (calculated with dividends reinvested). Awards are given for three-year, five-year, and ten-year periods. The fund did not win the awards for other time periods.

Glossary

The Barclays Capital Aggregate Bond Index – An unmanaged, market-weighted index composed of approximately 8,000 publicly traded bonds including U.S. government, mortgage-backed, corporate and Yankee bonds.

Barclays Capital Intermediate Government/Credit Bond Index – An unmanaged, market-weighted index generally representative of intermediate government and investment-grade corporate debt securities having maturities from one up to ten years.

Barclays Capital Intermediate Government Bond Index – An unmanaged, market-weighted index generally representative of all public obligations of the U.S. Government, its agencies and instrumentalities having maturities from one up to ten years.

Barclays Capital U.S. Corporate Index – The U.S. Corporate Index covers USD-denominated, investment-grade, fixed-rate, taxable securities sold by industrial, utility and financial issuers. It includes publicly issued U.S. corporate and foreign debentures and secured notes that meet specified maturity, liquidity, and quality requirements.

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.

Annualized Distribution Yield – The distribution yield is calculated by taking the sum of the month's total distribution factors and dividing this sum by a 30-day period and annualizing to a 360-day year. The value is then divided by the ending maximum offering price per share to arrive at the annualized distribution yield. The yield is calculated on a periodic basis and is subject to change.

Agency Security – A debt obligation issued by government corporations or government sponsored enterprises. Agency securities are exempt from state and local taxes. They are not guaranteed by the U.S. government.

Bond Credit Ratings – 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. Unless otherwise noted, the ratings listed are from Bloomberg Market Data and are a combination of ratings from Standard and Poor's, Moody's Investors Service, and/or Fitch Ratings.

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.

Government Sponsored Enterprises (GSE) – Privately held corporations with public purposes created by the U.S. Congress to reduce the cost of capital for certain borrowing sectors of the economy. Members of these sectors include students, farmers, and homeowners.

Lipper Short-Intermediate Investment Grade Category – Funds that invest at least 65% of their assets in investment grade debt issues (rated in top four grades) with dollar-weighted average maturities of one to five years.

Important Information, *Continued*

Lipper Short-Intermediate U.S. Government Bond Category – Funds that invest at least 65% of assets in securities issued or guaranteed by the U.S. government, its agencies, or its instrumentalities, with dollar weighted average maturities of one to five years.

SEC Yield – SEC Yield is computed in accordance with SEC standards measuring the net investment income per share over a specified 30-day period expressed as a percentage of the maximum offering price of the Fund's shares at the end of the period.

U.S. Treasury Securities – 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 income taxes.

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Thornburg Limited Term U.S. Government Fund

At Thornburg, our approach to management of the Fund is based on the premise that investors in the Fund seek preservation of capital along with an attractive, relatively stable yield. While aggressive bond strategies may generate stronger returns when the market is turning a blind eye towards risk, they usually fail to stack up over longer periods of time.

We apply time-tested techniques to manage risk and provide attractive returns. These include:

- Building a laddered portfolio. Laddering has been shown over time to mitigate price and interest rate risk.
- Investing on a cash-only basis without using leverage. While leveraged strategies may enhance returns when market conditions are favorable, they can quickly compound losses when sentiment shifts.
- Conducting careful research to invest where we see the best relative value among government and agency sectors.

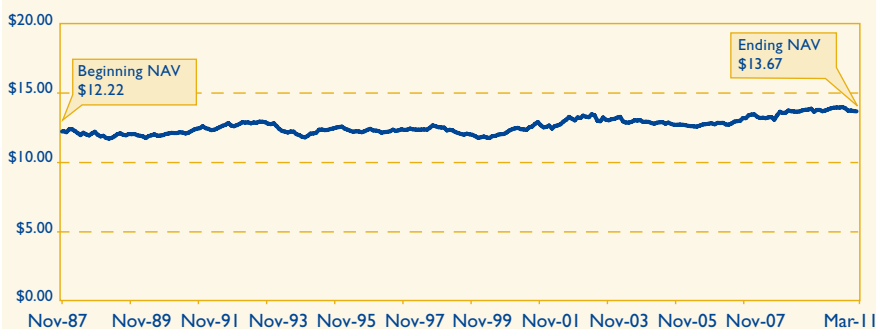
IMPORTANT PERFORMANCE INFORMATION

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 800-847-0200.

The maximum sales charge for the Limited Term U.S. Government Fund's Class A shares is 1.50%. The total annual fund operating expense of Class A shares is 0.92%, as disclosed in the most recent Prospectus.

LONG-TERM STABILITY OF PRINCIPAL

Net asset value history of A shares from November 16, 1987 through March 31, 2011



AVERAGE ANNUAL TOTAL RETURNS

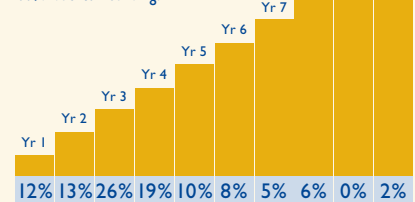
For periods ended March 31, 2011

A Shares (Incep: 11/16/87)	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception
Without sales charge	2.86%	3.89%	4.96%	4.36%	5.83%
With sales charge	1.31%	3.38%	4.65%	4.21%	5.76%

PORTFOLIO LADDER

As of March 31, 2011

% of bonds maturing in each year
Percentages vary over time.
Data may not add up to 100% due to rounding.



30-DAY YIELDS

As of March 31, 2011

	Annualized Distribution Yield	SEC Yield
A Shares	2.74%	2.22%

KEY PORTFOLIO ATTRIBUTES

As of March 31, 2011

Number of Bonds	161
Effective Duration	2.8 Yrs
Average Maturity	3.4 Yrs

See the entire portfolio in the Schedule of Investments beginning on page 13.

Thornburg Limited Term Income Fund

The Thornburg Limited Term Income Fund takes the laddering strategy to the broader fixed-income market. Expanding beyond government and agency securities brings additional risks – as well as potentially higher returns. Our team addresses these uncertainties by employing a comprehensive approach to risk management. While utilizing the ladder to balance interest rate and reinvestment risk, the team also:

- Invests on a cash-only basis. While leveraged strategies may enhance returns when market conditions are favorable, they can quickly compound losses when sentiment shifts.
- Conducts in-depth fundamental research on each credit issue under consideration. The goal of this research is identification of bonds which provide a reasonable return for their given level of risk.
- Maintains a portfolio of high-quality bonds and diversifies among a large number of bonds to minimize the potential impact of default by any single issuer.



LIPPER
FUND AWARDS 2011
UNITED STATES

Class I Shares
Ten-Year Period – Among 82
Short-Intermediate Investment
Grade Debt Funds

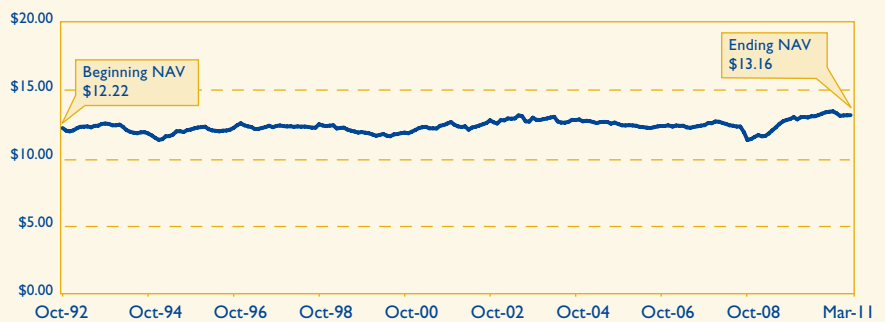
IMPORTANT PERFORMANCE INFORMATION

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 800-847-0200.

The maximum sales charge for the Limited Term Income Fund's Class A shares is 1.50%. The total annual operating expenses of Class A shares are 1.01% as disclosed in the most recent Prospectus. Thornburg Investment Management and Thornburg Securities Corporation have contractually agreed to waive fees and reimburse expenses through at least February 1, 2012, so that actual expenses, for Class A shares, do not exceed 0.99%.

LONG-TERM STABILITY OF PRINCIPAL

Net asset value history of A shares from October 1, 1992 through March 31, 2011



AVERAGE ANNUAL TOTAL RETURNS

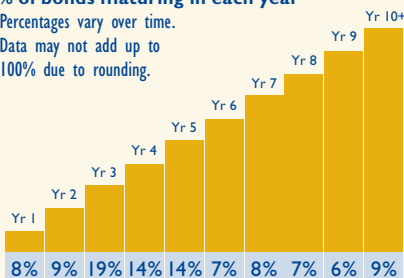
For periods ended March 31, 2011

A Shares (Incep: 10/1/92)	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception
Without sales charge	5.41%	6.10%	5.84%	5.04%	5.65%
With sales charge	3.82%	5.58%	5.52%	4.88%	5.56%

PORTFOLIO LADDER

As of March 31, 2011

% of bonds maturing in each year
Percentages vary over time.
Data may not add up to 100% due to rounding.



30-DAY YIELDS

As of March 31, 2011

	Annualized Distribution Yield	SEC Yield
A Shares	3.39%	2.69%

KEY PORTFOLIO ATTRIBUTES

As of March 31, 2011

Number of Bonds	367
Effective Duration	3.3 Yrs
Average Maturity	4.9 Yrs

See the entire portfolio in the Schedule of Investments beginning on page 17.

2011

Certified Semi-Annual Report

Thornburg Limited Term Income Funds

March 31, 2011

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This report is certified under the Sarbanes-Oxley Act of 2002, which requires that public companies, including mutual funds, affirm that the information provided in their annual and semiannual shareholder reports fully and fairly represents their financial position.

Letter to Shareholders



Jason Brady, CFA
Portfolio Manager,
*Thornburg Limited Term
U.S. Government Fund*

Co-Portfolio Manager
*Thornburg Limited Term
Income Fund*



Lon Erickson, CFA
Co-Portfolio Manager
*Thornburg Limited Term
Income Fund*

April 17, 2011

Dear Fellow Shareholder:

We are pleased to present the Semi-Annual Report for the Thornburg Limited Term U.S. Government Fund and the Thornburg Limited Term Income Fund for the period ended March 31, 2011. The net asset value (NAV) of a Class A share of the Thornburg Limited Term U.S. Government Fund decreased 27 cents in the period to \$13.67. If you were invested for the entire period, you received dividends of 21.4 cents per share. If you reinvested your dividends, you received 21.5 cents per share. Dividends per share were lower for Class B and C shares and higher for Class I and R3 shares to account for varying class-specific expenses. The NAV of a Class A share of the Thornburg Limited Term Income Fund decreased 25 cents in the period to \$13.16. If you were invested for the entire period, you received dividends of 24.2 cents per share. If you reinvested your dividends, you received 24.4 cents per share. Dividends per share were lower for Class C shares and higher for Class I and R3 shares to account for varying class-specific expenses. Please examine the accompanying financial statements for more detailed information.

The yields on U.S. Treasuries were somewhat volatile over the course of the past year, with general price appreciation in U.S. Treasuries driving returns in that sector. Volatility in credit spreads (the additional yield the market requires for investing in risky securities versus credit risk-less U.S. Treasuries) on all non-Treasury bond asset classes was notably lower than in previous years. The two-year U.S. Treasury moved from a 1.02% yield to a 0.83% yield over the course of the past year (with an interim low of 0.33%), while the ten-year U.S. Treasury moved from a 3.83% yield to a 3.47% yield (with an interim low of 2.39%). Credit spreads were tame compared with the previous three years, though in the context of a much longer history, they remained volatile. The Barclays Corporate Credit Index Option Adjusted Spread (OAS) (or the difference between Treasuries and the average investment grade corporate bond) moved from 1.50% on March 31, 2010 to 1.42% on March 31, 2011. The twelve-month high of 1.98% was reached in June of 2010. In contrast, two years ago on March 31, 2009, the OAS of the index stood at 5.43%. The 30-year average of this index is 1.27%, to put these levels in perspective.

We believe that in most years, the movements of benchmark U.S. Treasury rates are a larger factor in the year-to-year returns of high quality bond funds such as the Thornburg Limited Term U.S. Government and the Thornburg Limited Term Income Funds. Over an entire cycle, both benchmark U.S. Treasury rates and credit spreads matter about equally, but the effect of credit spread movements is more often felt in shorter periods of market stress (1991, 1997, 2002, 2008), while the additional income from these investments has a less dramatic, but important, quiet compounding effect over longer periods. The credit spread movements of cor-

Letter to Shareholders, *Continued*

porate bonds, agency debentures, mortgages (both agency and non-agency), and other asset-backed sectors dominated the investment landscape in 2008 and 2009. More recently, as evidenced above, the movements of underlying “risk-free” U.S. Treasury rates is beginning to dominate price volatility. As such it is perhaps useful to remember why our “Limited Term” funds are loath to invest notably further out the curve into longer duration securities.

While “Limited Term” refers to a ten-year and shorter investment universe, the longer end of the curve (more than ten years) is only 11.2% of the Barclays Capital Aggregate Bond Index. As a result, we are capturing the vast majority of the various opportunities available in the marketplace. In addition, the movements of interest rates in the latter part of 2010 and the beginning of 2011 serve to illustrate the additional volatility that investing in very long duration securities adds to a portfolio. The movement in 30-year Treasuries from 8/31/10 to 2/8/11 (the low in yield of the past year at 3.52% and the high in yield of 4.77%, respectively) was 1.25% in yield (simple subtraction). But because the duration of the 30-year Treasury is so long, the corresponding price movement was a loss in price of approximately 20%. The movement in two-year Treasuries from 11/3/10 to 2/8/11 (the low in yield of the past year of 0.33% and the high in yield of 0.85%, respectively) was 0.52%, or a loss of slightly less than 1% in price. Even if the two-year Treasury had moved 1.25%, the corresponding price loss would have been less than 2.5%. Though the yield curve is steep and therefore the promised yield on the 30-year Treasury is quite high relative to the two-year Treasury, we don't think that over time the additional volatility that investors must endure to achieve this higher yield is worth it. (Not to mention the opportunity cost of foregoing future investment opportunities that will likely crop up somewhere between two and 30 years time). We will continue to invest shareholder funds in accordance with our mandate of a good risk-reward balance and muted NAV volatility.

We discussed in previous letters that the nearly uninterrupted recovery from early 2009 through 2010 was a boon to the Fund's shareholders. We moved the Limited Term Income Fund's credit allocation (along with other Thornburg Funds) to take advantage of unprecedented spread levels during the late 2008/early 2009 blowout. The Fund reached its Prospectus maximum in BBB securities (35%) at about this time, and many of those holdings continue to provide significant income for our shareholders. Even in the Thornburg Limited Term Government Fund, with its more restrictive purview, we took advantage of spread widening by significantly increasing the proportion of Government Sponsored Entity (GSE) mortgage debt which was trading at levels that provided a notable income advantage versus U.S. Treasuries.

We believe that the Federal Reserve's (the Fed's) extraordinarily accommodative policy has been a key driver to the return of risk in the marketplace, and the first step of the removal of that policy is set to begin at the end of June 2011. Whether the U.S. economy is strong enough to stand on its own without that accommodation is an open question, as is the Fed's reaction in the case of another dip in activity. This combination of “known unknowns”, as well as the ever-present “unknown unknowns”, leads us to believe that the benign market environment of the past six months is unlikely to persist. With the dramatic recovery in prices of all bonds in the face of these issues, we are becoming more defensive. We are actively moving to make the portfolios higher quality

and more nimble, to protect liquidity in the face of possible price losses from either credit spread movements or interest rate movements.

Putting income and change in price together, the Class A shares of the Thornburg Limited Term U.S. Government Fund produced a total return of negative 0.40% over the six-month period, assuming a beginning-of-period investment at the NAV. The Barclays Capital Intermediate Government Bond Index produced a negative 1.53% total return over the same time period. The average return for the Lipper Short-Intermediate U.S. Government Bond Category was negative 0.53%. The Class A shares of the Thornburg Limited Term Income Fund produced a total return of 0.25% over the six-month period, assuming a beginning-of-period investment at the NAV. The Barclays Capital Intermediate Government/Credit Bond Index produced a negative 1.11% total return over the same time period. The average return for the Lipper Short-Intermediate Investment Grade Category was negative 0.10%. The Barclays indices reflect no deduction for fees, expenses, or taxes.

Thornburg Investment Management will continue to strive to give you, the bond investor, a consistent income stream and a set of Funds which are not highly correlated to equity markets' returns. The broad distribution of fund returns in the past three, five, and ten years shows that those who reached for yield by taking incremental risk for which they were not compensated have suffered, while those not nimble enough to take advantage of opportunities in the market did not benefit from a market recovery. In many cases investors have been surprised by their fixed income allocation's performance. We believe that the store of value in your bond portfolio should benefit you through economic cycles and we strive to invest with that in mind. In this environment, though low quality fixed income can move in tandem with equities, the risk of holding extremely high quality cash instruments or U.S. Treasuries alone is also present, especially when one considers potential erosion of purchasing power due to potential long-run inflation. As a result, we continue to try to place capital preservation (in all senses of the term) at the top of the list of priorities for these core Funds. While we do not believe that yields will rise dramatically in the near term, given an outlook for slow economic growth trends, rest assured that we at Thornburg are very cognizant of that longer term risk and believe that we are preparing the portfolios accordingly.

No matter the direction of interest rates or credit spreads in the near term, we believe your Funds are well positioned to achieve their longer term goals of principal stability and reasonable income. The Thornburg Limited Term U.S. Government Fund and the Thornburg Limited Term Income Fund are laddered portfolios of short-to-intermediate bonds. This balances duration and yield in a way which is designed to provide the best risk-adjusted bond returns over time.

One final note: S&P has recently placed the rating of U.S. Treasuries on negative outlook. While we believe that the likelihood of a downgrade is low, we are serious about our analysis of all securities, including the credit risk of supposedly "risk-free" Treasuries. The last time a rating agency placed the United States on negative outlook was occasioned by Moody's in 1996. Subsequently the finances of the United States improved to a degree that by 2000 the market was actively discussing the possibility of the end of U.S. Treasury borrowing altogether. While we do not believe that such a rosy scenario is on offer, we do hope that this action will help to motivate

Letter to Shareholders, *Continued*

legislators and voters to consider the ramifications of poor fiscal policy over a longer time frame than the next election cycle.

Thank you very much for investing in our Funds. We feel that the Thornburg Limited Term U.S. Government Fund and the Thornburg Limited Term Income Fund are appropriate investments for those looking for core bond investments. While we of course can not guarantee future performance, Thornburg Investment Management will continue to strive to chart a steady course in what continues to be a volatile marketplace.

Sincerely,



Jason H. Brady, CFA
Co-Portfolio Manager
Managing Director



Lon R. Erickson, CFA
Co-Portfolio Manager
Managing Director

The matters discussed in this report may constitute forward-looking statements made pursuant to the safe harbor provisions of the Securities Litigation Reform Act of 1995. These include any advisor or portfolio manager prediction, assessment, analysis or outlook for individual securities, industries, investment styles, market sectors and/or markets. These statements involve risks and uncertainties. In addition to the general risks described for each fund in its current prospectus, other factors bearing on these reports include the accuracy of the advisor's or portfolio manager's forecasts and predictions, the appropriateness of the investment strategies designed by the advisor or portfolio manager and the ability of the advisor or portfolio manager to implement their strategies efficiently and successfully. Any one or more of these factors, as well as other risks affecting the securities markets generally, could cause the actual results of any fund to differ materially as compared to its benchmarks.

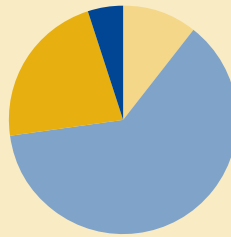
SCHEDULE OF INVESTMENTS

Thornburg Limited Term U.S. Government Fund

March 31, 2011 (Unaudited)

SUMMARY OF TYPES OF HOLDINGS

U.S. Treasuries	10.7%
Mortgage Backed Securities	62.2%
Government Agency	22.2%
Other Assets & Cash Equivalents	4.9%



Issuer-Description	Principal Amount	Value
U.S. TREASURY SECURITIES — 10.67%		
United States Treasury Notes, 4.625%, 10/31/2011	\$ 2,000,000	\$ 2,051,289
United States Treasury Notes, 4.875%, 6/30/2012	4,000,000	4,221,953
United States Treasury Notes, 2.625%, 2/29/2016	2,000,000	2,041,172
United States Treasury Notes, 4.875%, 8/15/2016	5,000,000	5,645,313
United States Treasury Notes, 4.625%, 2/15/2017	4,000,000	4,459,375
United States Treasury Notes, 2.25%, 11/30/2017	3,500,000	3,381,328
United States Treasury Notes, 3.625%, 2/15/2020	1,000,000	1,027,305
United States Treasury Notes Inflationary Index, 2.00%, 7/15/2014	2,336,260	2,563,315
United States Treasury Notes Inflationary Index, 1.875%, 7/15/2015	4,528,080	4,982,303
United States Treasury Notes Inflationary Index, 2.00%, 1/15/2016	5,546,950	6,124,180
TOTAL U.S. TREASURY SECURITIES (Cost \$34,155,862)		36,497,533

U.S. GOVERNMENT AGENCIES — 22.24%		
EJM Airport LLC Lease Revenue Bond, 6.271%, 5/15/2020	2,503,189	2,738,088
Federal Agricultural Mtg Corp., 6.71%, 7/28/2014	200,000	229,841
Federal Farm Credit Bank, 6.06%, 5/28/2013	240,000	266,496
Federal Farm Credit Bank, 3.98%, 1/22/2015	1,000,000	1,076,420
Federal Home Loan Bank, 5.375%, 6/13/2014	2,000,000	2,239,139
Federal Home Loan Bank, 5.00%, 12/8/2017	3,000,000	3,354,872
Federal Home Loan Bank, 2.25%, 3/26/2018	3,000,000	3,048,913
Federal Home Loan Bank, 2.00%, 2/9/2021	3,000,000	2,980,067
Federal Home Loan Bank, 3.00%, 3/23/2021	2,950,000	2,950,138
Federal Home Loan Mtg Corp., 4.50%, 1/15/2015	5,000,000	5,481,887
Federal Home Loan Mtg Corp., 4.875%, 6/13/2018	3,000,000	3,328,601
Federal National Mtg Assoc., 4.40%, 2/19/2015	1,585,000	1,732,237
Federal National Mtg Assoc., 2.00%, 3/26/2015	3,000,000	3,045,436
New Valley Generation I, Tennessee Valley Authority, 7.299%, 3/15/2019	3,069,642	3,608,389
^a Overseas Private Investment Corp., 4.10%, 11/15/2014	1,003,200	1,048,344
Private Export Funding Corp., 5.685%, 5/15/2012	5,000,000	5,294,095
Private Export Funding Corp., 4.974%, 8/15/2013	2,700,000	2,942,330
Private Export Funding Corp., 5.45%, 9/15/2017	3,000,000	3,434,688
Small Business Administration Participation Certificates, Series 2002-20A Class I, 6.14%, 1/1/2022	2,165,175	2,372,319
Small Business Administration Participation Certificates, Series 2002-20K Class I, 5.08%, 11/1/2022	2,001,590	2,128,820
Small Business Administration Participation Certificates, Series 2005-20H Class I, 5.11%, 8/1/2025	1,094,313	1,165,420
Small Business Administration Participation Certificates, Series 2007-20D Class I, 5.32%, 4/1/2027	2,064,699	2,209,014
Small Business Administration Participation Certificates, Series 2007-20F Class I, 5.71%, 6/1/2027	804,464	865,915
Small Business Administration Participation Certificates, Series 2007-20I Class I, 5.56%, 9/1/2027	3,721,061	4,026,510
Small Business Administration Participation Certificates, Series 2007-20K Class I, 5.51%, 11/1/2027	2,270,230	2,449,656
Small Business Administration Participation Certificates, Series 2008-20G Class I, 5.87%, 7/1/2028	5,586,460	6,057,578

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term U.S. Government Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Principal Amount</u>	<u>Value</u>
Tennessee Valley Authority, 4.75%, 8/1/2013	\$ 3,000,000	\$ 3,252,030
a,b U.S. Department of Transportation Headquarters, Series 2004 Class A-2, 5.594%, 12/7/2021	2,647,242	2,753,132
TOTAL U.S. GOVERNMENT AGENCIES (Cost \$73,531,069)		76,080,375

MORTGAGE BACKED — 62.21%

Federal Home Loan Mtg Assoc., CMO Series 3684 Class CM, 2.50%, 8/15/2024	2,768,852	2,800,780
Federal Home Loan Mtg Corp., CMO Series 1321 Class TE, 7.00%, 8/15/2022	478,791	527,982
Federal Home Loan Mtg Corp., CMO Series 2420 Class MC, 6.00%, 2/15/2017	723,906	776,765
Federal Home Loan Mtg Corp., CMO Series 2509 Class TV, 5.50%, 4/15/2022	2,292,243	2,381,353
Federal Home Loan Mtg Corp., CMO Series 2527 Class BP, 5.00%, 11/15/2017	1,803,551	1,920,845
Federal Home Loan Mtg Corp., CMO Series 2529 Class MB, 5.00%, 11/15/2017	1,594,503	1,703,999
Federal Home Loan Mtg Corp., CMO Series 2553 Class GB, 5.00%, 1/15/2018	1,000,000	1,073,107
Federal Home Loan Mtg Corp., CMO Series 2558 Class BD, 5.00%, 1/15/2018	4,185,535	4,518,526
Federal Home Loan Mtg Corp., CMO Series 2622 Class PE, 4.50%, 5/15/2018	2,500,000	2,645,894
Federal Home Loan Mtg Corp., CMO Series 2628 Class AB, 4.50%, 6/15/2018	668,373	699,598
Federal Home Loan Mtg Corp., CMO Series 2628 Class DQ, 3.00%, 11/15/2017	335,277	343,408
Federal Home Loan Mtg Corp., CMO Series 2641 Class WE, 4.50%, 1/15/2033	520,079	545,496
Federal Home Loan Mtg Corp., CMO Series 2642 Class JE, 5.00%, 9/15/2032	2,000,000	2,143,016
Federal Home Loan Mtg Corp., CMO Series 2649 Class QH, 4.50%, 7/15/2018	1,000,000	1,064,683
Federal Home Loan Mtg Corp., CMO Series 2692 Class QD, 5.00%, 12/15/2022	2,575,000	2,728,779
Federal Home Loan Mtg Corp., CMO Series 2731 Class VI, 5.50%, 12/15/2014	1,812,727	1,931,751
Federal Home Loan Mtg Corp., CMO Series 2744 Class JG, 5.00%, 8/15/2032	1,500,000	1,587,214
Federal Home Loan Mtg Corp., CMO Series 2770 Class UD, 4.50%, 5/15/2017	2,290,290	2,371,285
Federal Home Loan Mtg Corp., CMO Series 2808 Class VA, 5.50%, 5/15/2015	5,315,776	5,701,989
Federal Home Loan Mtg Corp., CMO Series 2814 Class GB, 5.00%, 6/15/2019	621,897	655,281
Federal Home Loan Mtg Corp., CMO Series 2825 Class VP, 5.50%, 6/15/2015	3,623,935	3,875,267
Federal Home Loan Mtg Corp., CMO Series 2827 Class BU, 3.50%, 7/15/2019	2,500,000	2,562,003
Federal Home Loan Mtg Corp., CMO Series 3020 Class VA, 5.50%, 11/15/2014	910,299	953,160
Federal Home Loan Mtg Corp., CMO Series 3054 Class DW, 5.50%, 5/15/2034	1,328,590	1,405,097
Federal Home Loan Mtg Corp., CMO Series 3067 Class PJ, 5.50%, 7/15/2031	3,000,000	3,118,915
Federal Home Loan Mtg Corp., CMO Series 3068 Class VA, 5.50%, 10/15/2016	1,169,416	1,188,244
Federal Home Loan Mtg Corp., CMO Series 3078 Class PC, 5.50%, 11/15/2030	2,250,000	2,346,857
Federal Home Loan Mtg Corp., CMO Series 3178 Class MC, 6.00%, 4/15/2032	5,275,000	5,389,822
Federal Home Loan Mtg Corp., CMO Series 3184 Class PC, 5.50%, 8/15/2032	4,794,546	4,890,017
Federal Home Loan Mtg Corp., CMO Series 3187 Class LA, 5.50%, 4/15/2031	678,245	685,593
Federal Home Loan Mtg Corp., CMO Series 3192 Class GB, 6.00%, 1/15/2031	458,586	461,969
Federal Home Loan Mtg Corp., CMO Series 3228 Class PC, 5.50%, 7/15/2030	366,523	366,109
Federal Home Loan Mtg Corp., CMO Series 3271 Class LU, 5.50%, 1/15/2018	2,264,346	2,394,515
Federal Home Loan Mtg Corp., CMO Series 3319 Class PA, 5.50%, 8/15/2030	357,987	363,492
Federal Home Loan Mtg Corp., CMO Series 3320 Class TC, 5.50%, 10/15/2032	2,000,000	2,067,615
Federal Home Loan Mtg Corp., CMO Series 3331 Class PB, 6.00%, 1/15/2031	2,000,000	2,070,553
Federal Home Loan Mtg Corp., CMO Series 3351 Class PK, 5.50%, 1/15/2032	2,456,005	2,516,896
Federal Home Loan Mtg Corp., CMO Series 3456 Class KV, 5.50%, 9/15/2017	2,257,465	2,401,536
Federal Home Loan Mtg Corp., CMO Series 3477, Class VA, 5.50%, 7/15/2019	4,069,270	4,371,547
Federal Home Loan Mtg Corp., CMO Series 3480 Class VA, 6.00%, 6/15/2019	2,449,016	2,669,629
Federal Home Loan Mtg Corp., CMO Series 3563 Class BC, 4.00%, 6/15/2022	1,111,330	1,159,714
Federal Home Loan Mtg Corp., CMO Series 3589 Class CA, 4.00%, 10/15/2021	1,613,342	1,688,871
Federal Home Loan Mtg Corp., CMO Series 3640 Class EL, 4.00%, 3/15/2020	3,269,740	3,418,494
Federal Home Loan Mtg Corp., CMO Series 3678 Class AL, 4.50%, 10/15/2027	2,454,039	2,581,539
Federal Home Loan Mtg Corp., CMO Series 3704 Class DC, 4.00%, 11/15/2036	1,060,799	1,074,175
Federal Home Loan Mtg Corp., CMO Series R003 Class VA, 5.50%, 8/15/2016	1,011,457	1,069,613
Federal Home Loan Mtg Corp., CMO Series R012 Class AB, 5.50%, 12/15/2020	951,539	978,417

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term U.S. Government Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Principal Amount</u>	<u>Value</u>
Federal Home Loan Mtg Corp., Pool IN1736, 5.355%, 4/1/2037	\$ 484,688	\$ 514,375
Federal Home Loan Mtg Corp., Pool B14155, 3.50%, 5/1/2019	932,794	958,592
Federal Home Loan Mtg Corp., Pool C90041, 6.50%, 11/1/2013	7,516	7,903
Federal Home Loan Mtg Corp., Pool D37120, 7.00%, 7/1/2023	14,293	16,264
Federal Home Loan Mtg Corp., Pool E96575, 4.50%, 6/1/2018	2,940,359	3,104,595
Federal Home Loan Mtg Corp., Pool G12140, 4.00%, 2/1/2020	738,866	772,693
Federal Home Loan Mtg Corp., Pool G13517, 4.00%, 5/1/2024	2,132,183	2,193,817
Federal Home Loan Mtg Corp., Pool J11371, 4.50%, 12/1/2024	3,813,526	3,995,264
Federal Home Loan Mtg Corp., REMIC Series 3626 Class AV, 5.50%, 10/15/2050	2,753,121	2,923,634
Federal National Mtg Assoc., CMO Series 1993-32 Class H, 6.00%, 3/25/2023	57,388	62,478
Federal National Mtg Assoc., CMO Series 2002-18 Class PC, 5.50%, 4/25/2017	733,930	764,352
Federal National Mtg Assoc., CMO Series 2003-15 Class CY, 5.00%, 3/25/2018	1,017,000	1,083,242
Federal National Mtg Assoc., CMO Series 2003-4 Class PE, 5.00%, 2/25/2018	2,330,000	2,483,292
Federal National Mtg Assoc., CMO Series 2003-44 Class CB, 4.25%, 3/25/2033	1,396,924	1,460,529
Federal National Mtg Assoc., CMO Series 2003-49 Class YD, 5.50%, 6/25/2023	998,667	1,070,305
Federal National Mtg Assoc., CMO Series 2003-66 Class PA, 3.50%, 2/25/2033	442,773	456,384
Federal National Mtg Assoc., CMO Series 2003-89 Class XC, 6.00%, 9/25/2014	895,344	949,289
Federal National Mtg Assoc., CMO Series 2003-9 Class DB, 5.00%, 2/25/2018	1,000,000	1,071,504
Federal National Mtg Assoc., CMO Series 2003-92 Class KH, 5.00%, 3/25/2032	2,000,000	2,111,090
Federal National Mtg Assoc., CMO Series 2004-2 Class QL, 4.00%, 2/25/2019	2,000,000	2,079,008
Federal National Mtg Assoc., CMO Series 2004-33 Class MW, 4.50%, 1/25/2030	2,897,000	3,050,354
Federal National Mtg Assoc., CMO Series 2004-35 Class CA, 4.00%, 12/25/2017	659,664	682,202
Federal National Mtg Assoc., CMO Series 2005-26 Class G, 5.00%, 6/25/2032	2,187,878	2,296,879
Federal National Mtg Assoc., CMO Series 2005-99 Class VA, 5.50%, 11/25/2016	1,368,550	1,475,775
Federal National Mtg Assoc., CMO Series 2006-121 Class VA, 5.50%, 3/25/2017	963,117	1,024,439
Federal National Mtg Assoc., CMO Series 2006-78 Class MB, 5.50%, 7/25/2034	3,000,000	3,246,994
Federal National Mtg Assoc., CMO Series 2007-42 Class YA, 5.50%, 1/25/2036	1,470,761	1,530,833
Federal National Mtg Assoc., CMO Series 2007-60 Class VA, 6.00%, 12/25/2017	3,532,137	3,753,477
Federal National Mtg Assoc., CMO Series 2007-65 Class PB, 6.00%, 10/25/2032	2,916,000	3,004,151
Federal National Mtg Assoc., CMO Series 2007-79 Class MB, 5.50%, 12/25/2030	1,000,000	1,027,793
Federal National Mtg Assoc., CMO Series 2007-83 Class PA, 6.00%, 3/25/2029	220,118	219,974
Federal National Mtg Assoc., CMO Series 2008-54 Class EA, 5.00%, 7/25/2019	2,392,305	2,542,598
Federal National Mtg Assoc., CMO Series 2008-55 Class VA, 5.00%, 7/25/2019	1,195,985	1,265,966
Federal National Mtg Assoc., CMO Series 2008-77 Class VA, 6.00%, 7/25/2019	3,301,151	3,582,789
Federal National Mtg Assoc., CMO Series 2009-111 Class VB, 4.50%, 2/25/2021	1,819,640	1,913,861
Federal National Mtg Assoc., CMO Series 2009-17 Class AH, 3.657%, 3/25/2039	2,542,859	2,325,028
Federal National Mtg Assoc., CMO Series 2009-49 Class KA, 5.00%, 2/25/2024	844,254	896,190
Federal National Mtg Assoc., CMO Series 2009-52 Class AJ, 4.00%, 7/25/2024	1,882,839	1,965,511
Federal National Mtg Assoc., CMO Series 2009-70 Class NK, 4.50%, 8/25/2019	1,252,877	1,319,295
Federal National Mtg Assoc., CMO Series 2009-78 Class A, 4.50%, 8/25/2019	1,822,215	1,919,372
Federal National Mtg Assoc., CMO Series 2010-46 Class VM, 5.00%, 5/25/2021	2,806,675	3,007,590
Federal National Mtg Assoc., CMO Series 2010-69 Class EJ, 2.50%, 7/25/2024	3,565,654	3,592,991
Federal National Mtg Assoc., Pool 044003, 8.00%, 6/1/2017	12,450	13,752
Federal National Mtg Assoc., Pool 050811, 7.50%, 12/1/2012	6,434	6,679
Federal National Mtg Assoc., Pool 050832, 7.50%, 6/1/2013	3,701	3,855
Federal National Mtg Assoc., Pool 076388, 9.25%, 9/1/2018	46,710	51,985
Federal National Mtg Assoc., Pool 190555, 7.00%, 1/1/2014	7,545	7,965
Federal National Mtg Assoc., Pool 251759, 6.00%, 5/1/2013	11,111	12,115
Federal National Mtg Assoc., Pool 252648, 6.50%, 5/1/2022	84,634	94,727
Federal National Mtg Assoc., Pool 342947, 7.25%, 4/1/2024	163,655	184,694
Federal National Mtg Assoc., Pool 384243, 6.10%, 10/1/2011	567,661	574,047
Federal National Mtg Assoc., Pool 406384, 8.25%, 12/1/2024	89,497	99,152

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term U.S. Government Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Principal Amount</u>	<u>Value</u>
Federal National Mtg Assoc., Pool 443909, 6.50%, 9/1/2018	\$ 43,768	\$ 48,413
Federal National Mtg Assoc., Pool 555207, 7.00%, 11/1/2017	16,935	19,173
Federal National Mtg Assoc., Pool 725863, 6.00%, 10/1/2034	1,355,651	1,486,556
Federal National Mtg Assoc., Pool 726308, 4.00%, 7/1/2018	1,463,642	1,528,224
Federal National Mtg Assoc., Pool 895572, 5.701%, 6/1/2036	973,829	1,015,373
Federal National Mtg Assoc., Pool 930986, 4.50%, 4/1/2019	2,765,001	2,919,993
Federal National Mtg Assoc., Pool AD8191, 4.00%, 9/1/2025	2,898,923	2,988,156
Federal National Mtg Assoc., Pool MA0045, 4.00%, 4/1/2019	2,112,824	2,206,911
Federal National Mtg Assoc., Pool MA0071, 4.50%, 5/1/2019	1,630,131	1,721,508
Federal National Mtg Assoc., Pool MA0125, 4.50%, 7/1/2019	1,026,915	1,084,479
Federal National Mtg Assoc., Pool MA0380, 4.00%, 4/1/2020	2,524,213	2,636,619
Federal National Mtg Assoc., REMIC Series 2002-59 Class B, 5.50%, 9/25/2017	1,118,643	1,196,694
Federal National Mtg Assoc., REMIC Series 2006-B1 Class AB, 6.00%, 6/25/2016	519,383	530,830
Government National Mtg Assoc., CMO Series 2008-56 Class CH, 5.00%, 5/20/2035	2,595,645	2,626,373
Government National Mtg Assoc., CMO Series 2009-92 Class VA, 5.00%, 10/20/2020	1,415,570	1,519,641
Government National Mtg Assoc., Pool 000623, 8.00%, 9/20/2016	18,246	19,961
Government National Mtg Assoc., Pool 003550, 5.00%, 5/20/2019	887,640	957,368
Government National Mtg Assoc., Pool 430150, 7.25%, 12/15/2026	27,706	31,702
Government National Mtg Assoc., Pool 453928, 7.00%, 7/15/2017	17,388	18,846
Government National Mtg Assoc., Pool 731491, 5.156%, 12/20/2060	4,211,435	4,464,998
Government National Mtg Assoc., Pool 751388, 5.307%, 1/20/2061	3,471,739	3,710,588
Government National Mtg Assoc., Pool 757313, 4.307%, 12/20/2060	5,874,336	6,057,046
Government National Mtg Assoc., Pool 780448, 6.50%, 8/15/2011	836	835
Government National Mtg Assoc., Pool 894205, 4.00%, 8/20/2039	2,965,571	3,100,651
TOTAL MORTGAGE BACKED (Cost \$210,312,575)		<u>212,853,991</u>
TOTAL INVESTMENTS — 95.12% (Cost \$317,999,506)		<u>\$ 325,431,899</u>
OTHER ASSETS LESS LIABILITIES — 4.88%		<u>16,707,741</u>
NET ASSETS — 100.00%		<u>\$ 342,139,640</u>

Footnote Legend

- a Security currently fair valued by the valuation and pricing committee using procedures approved by the Trustees.
- b Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold in the ordinary course of business in transactions exempt from registration, normally to qualified institutional buyers. As of March 31, 2011, the aggregate value of these securities in the Fund's portfolio was \$2,753,132, representing 0.80% of the Fund's net assets.

Portfolio Abbreviations

To simplify the listings of securities, abbreviations are used per the table below:

CMO	Collateralized Mortgage Obligation
Mtg	Mortgage
REMIC	Real Estate Mortgage Investment Conduit
VA	Veterans Affairs

See notes to financial statements.

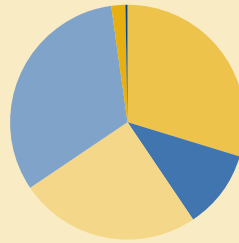
SCHEDULE OF INVESTMENTS

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

SUMMARY OF SECURITY CREDIT RATINGS[†]

■ AAA/AAA Equivalents	29.8%
■ AA	10.8%
■ A	25.1%
■ BBB	32.3%
■ Not Rated	1.8%
■ Below Invest. Grade	0.2%



We have used ratings from Moody's Investors Service. Where Moody's ratings are not available, we have used Standard & Poor's ratings.

Credit Rating[†]
S&P/Moody's **Principal**
Amount **Value**

Issuer-Description

U.S. TREASURY SECURITIES — 1.58%

United States Treasury Notes, 1.00% due 4/30/2012	AAA/Aaa	\$ 2,500,000	\$ 2,517,481
United States Treasury Notes, 1.75% due 4/15/2013	AAA/Aaa	2,500,000	2,547,461
United States Treasury Notes, 2.50% due 3/31/2015	AAA/Aaa	6,500,000	6,686,367
United States Treasury Notes, 5.125% due 5/15/2016	AAA/Aaa	1,000,000	1,139,531
United States Treasury Notes, 4.875% due 8/15/2016	AAA/Aaa	2,000,000	2,258,125
United States Treasury Notes, 3.00% due 2/28/2017	AAA/Aaa	2,000,000	<u>2,046,641</u>

TOTAL U.S. TREASURY SECURITIES (Cost \$16,594,424)

17,195,606

U.S. GOVERNMENT AGENCIES — 3.42%

a Agfirst Farm Credit Bank, 8.393% due 12/15/2016	A/NR	5,000,000	5,200,000
a Agribank FCB, 9.125% due 7/15/2019	A/NR	8,060,000	9,622,681
EJM Airport LLC GSA Lease Revenue Bond, 6.271% due 5/15/2020 (Guaranty: United States of America)	NR/NR	6,257,973	6,845,221
Federal National Mtg Assoc., 7.491% due 8/1/2014	AAA/Aaa	17,516	17,516
Federal National Mtg Assoc., 2.00% due 3/26/2015	AAA/Aaa	3,000,000	3,045,436
Private Export Funding Corp., 5.45% due 9/15/2017	AA+/Aaa	3,000,000	3,434,688
Small Business Administration Participation Certificates, Series 2001-20J Class I, 5.76% due 10/1/2021	NR/Aaa	2,239,589	2,404,425
Small Business Administration Participation Certificates, Series 2008-20D Class I, 5.37% due 4/1/2028	NR/NR	3,135,182	3,354,522
Small Business Administration, Series 2005-P10A Class I, 4.638% due 2/10/2015	NR/NR	785,541	821,356
a,b U.S. Department of Transportation Headquarters, Series 2004 Class A-2, 5.594% due 12/7/2021	A-/NR	2,426,639	<u>2,523,704</u>

TOTAL U.S. GOVERNMENT AGENCIES (Cost \$35,999,485)

37,269,549

OTHER GOVERNMENT — 2.29%

a,c Emirate of Abu Dhabi, 5.50% due 4/8/2014	AA/Aa2	1,000,000	1,092,500
c Export-Import Bank of Korea, 8.125% due 1/21/2014	A/A1	1,250,000	1,432,906
c Export-Import Bank of Korea, 5.875% due 1/14/2015	A/A1	3,000,000	3,285,186
b Government of Aruba, 6.80% due 4/2/2014	NR/NR	5,616,000	6,009,120
a,c Government of Bermuda, 5.603% due 7/20/2020	AA/Aa2	3,000,000	3,172,500
a,c Northern Rock Asset Management, 5.625% due 6/22/2017 (Guaranty: Northern Rock Covered Bond, LLP, United Kingdom)	AAA/Aaa	5,000,000	5,136,565
c Nova Scotia Province Canada, 5.75% due 2/27/2012	A+/Aa2	500,000	523,390
c Province of Ontario Canada, 4.10% due 6/16/2014	AA-/Aa1	4,000,000	<u>4,284,232</u>

TOTAL OTHER GOVERNMENT (Cost \$24,019,574)

24,936,399

MORTGAGE BACKED — 12.82%

a DBUBS Mortgage Trust CMO Series 2011-LC1A Class A1, 3.742% due 6/1/2017	NR/Aaa	3,492,261	3,520,233
Federal Home Loan Mtg Corp., CMO Series 2528 Class HN, 5.00% due 11/15/2017	AAA/Aaa	1,080,964	1,145,346
Federal Home Loan Mtg Corp., CMO Series 2627 Class GY, 4.50% due 6/15/2018	AAA/Aaa	5,000,000	5,278,198

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Credit Rating† S&P/Moody's</u>	<u>Principal Amount</u>	<u>Value</u>
Federal Home Loan Mtg Corp., CMO Series 2628 Class AB, 4.50% due 6/15/2018	AAA/Aaa	\$ 1,002,559	\$ 1,049,396
Federal Home Loan Mtg Corp., CMO Series 2640 Class G, 4.50% due 7/15/2018	AAA/Aaa	2,071,942	2,157,746
Federal Home Loan Mtg Corp., CMO Series 2654 Class OG, 5.00% due 2/15/2032	AAA/Aaa	1,000,000	1,052,040
Federal Home Loan Mtg Corp., CMO Series 2682 Class JG, 4.50% due 10/15/2023	AAA/Aaa	4,681,311	4,915,902
Federal Home Loan Mtg Corp., CMO Series 2778 Class JD, 5.00% due 12/15/2032	AAA/Aaa	4,000,000	4,219,446
Federal Home Loan Mtg Corp., CMO Series 2780 Class VJ, 5.00% due 4/15/2015	AAA/Aaa	1,087,892	1,134,980
Federal Home Loan Mtg Corp., CMO Series 2808 Class VA, 5.50% due 5/15/2015	AAA/Aaa	2,388,254	2,561,770
Federal Home Loan Mtg Corp., CMO Series 2814 Class GB, 5.00% due 6/15/2019	AAA/Aaa	621,897	655,281
Federal Home Loan Mtg Corp., CMO Series 2825 Class VP, 5.50% due 6/15/2015	AAA/Aaa	2,677,660	2,863,364
Federal Home Loan Mtg Corp., CMO Series 2827 Class BU, 3.50% due 7/15/2019	AAA/Aaa	3,000,000	3,074,403
Federal Home Loan Mtg Corp., CMO Series 2943 Class BV, 5.00% due 3/15/2016	AAA/Aaa	2,556,487	2,720,071
Federal Home Loan Mtg Corp., CMO Series 3054 Class DW, 5.50% due 5/15/2034	AAA/Aaa	848,939	897,826
Federal Home Loan Mtg Corp., CMO Series 3083 Class U, 4.50% due 1/15/2017	AAA/Aaa	2,926,879	3,069,967
Federal Home Loan Mtg Corp., CMO Series 3138 Class PC, 5.50% due 6/15/2032	AAA/Aaa	5,000,000	5,156,132
Federal Home Loan Mtg Corp., CMO Series 3192 Class GB, 6.00% due 1/15/2031	AAA/Aaa	917,172	923,938
Federal Home Loan Mtg Corp., CMO Series 3195 Class PD, 6.50% due 7/15/2036	NR/NR	5,300,000	5,827,441
Federal Home Loan Mtg Corp., CMO Series 3255 Class QB, 5.50% due 5/15/2029	AAA/Aaa	479,508	479,633
Federal Home Loan Mtg Corp., CMO Series 3504 Class PC, 4.00% due 1/15/2039	AAA/Aaa	1,479,831	1,528,780
Federal Home Loan Mtg Corp., CMO Series 3563 Class BC, 4.00% due 6/15/2022	AAA/Aaa	2,222,660	2,319,428
Federal Home Loan Mtg Corp., CMO Series 3589 Class CA, 4.00% due 10/15/2021	AAA/Aaa	2,420,012	2,533,306
Federal Home Loan Mtg Corp., Pool P10039, 5.00% due 4/1/2013	AAA/Aaa	821,718	844,387
Federal Home Loan Mtg Corp., REMIC Series 3626 Class AV, 5.50% due 10/15/2020	AAA/Aaa	4,588,534	4,872,724
Federal National Mtg Assoc., CMO Series 2003-4 Class PE, 5.00% due 2/25/2018	AAA/Aaa	2,348,000	2,502,476
Federal National Mtg Assoc., CMO Series 2003-74 Class KN, 4.50% due 8/25/2018	AAA/Aaa	1,206,404	1,261,149
Federal National Mtg Assoc., CMO Series 2003-92 Class VG, 5.00% due 9/25/2014	AAA/Aaa	731,698	771,714
Federal National Mtg Assoc., CMO Series 2004-33 Class MW, 4.50% due 1/25/2030	AAA/Aaa	3,000,000	3,158,806
Federal National Mtg Assoc., CMO Series 2005-35 VG, 5.00% due 4/25/2016	AAA/Aaa	1,123,707	1,180,917
Federal National Mtg Assoc., CMO Series 2005-48 Class AR, 5.50% due 2/25/2035	AAA/Aaa	1,886,473	2,033,201
Federal National Mtg Assoc., CMO Series 2007-26 Class VH, 5.50% due 2/25/2018	AAA/Aaa	4,396,718	4,724,132
Federal National Mtg Assoc., CMO Series 2007-42 Class PA, 5.50% due 4/25/2037	AAA/Aaa	3,090,820	3,251,770
Federal National Mtg Assoc., CMO Series 2007-65 Class PB, 6.00% due 10/25/2032	AAA/Aaa	3,000,000	3,090,690
Federal National Mtg Assoc., CMO Series 2008-54 Class EA, 5.00% due 7/25/2023	AAA/Aaa	3,189,740	3,417,640
Federal National Mtg Assoc., CMO Series 2008-55 Class VA, 5.00% due 7/25/2019	AAA/Aaa	2,790,631	2,953,921
Federal National Mtg Assoc., CMO Series 2009-111 Class VB, 4.50% due 2/25/2021	AAA/Aaa	1,819,640	1,916,787
Federal National Mtg Assoc., CMO Series 2009-17 Class AH, 3.657% due 3/25/2039	AAA/Aaa	4,238,098	3,875,047
Federal National Mtg Assoc., CMO Series 2009-49 Class KA, 5.00% due 2/25/2024	AAA/Aaa	1,969,926	2,091,111
Federal National Mtg Assoc., CMO Series 2009-5 Class A, 4.50% due 12/25/2023	AAA/Aaa	5,642,130	5,955,168
Federal National Mtg Assoc., CMO Series 2009-52 Class AJ, 4.00% due 7/25/2024	AAA/Aaa	3,138,065	3,275,851
Federal National Mtg Assoc., CMO Series 2009-65 Class GA, 4.50% due 11/25/2023	AAA/Aaa	1,631,726	1,725,370
Federal National Mtg Assoc., CMO Series 2009-70 Class NK, 4.50% due 8/25/2019	AAA/Aaa	3,132,192	3,313,761
Federal National Mtg Assoc., CMO Series 2009-70 Class PA, 5.00% due 8/25/2035	AAA/Aaa	2,730,258	2,857,446
Federal National Mtg Assoc., CMO Series 2009-89 Class BV, 4.50% due 12/25/2020	AAA/Aaa	2,692,230	2,835,548
Federal National Mtg Assoc., Pool 357384, 4.50% due 5/1/2018	AAA/Aaa	833,617	879,306
Government National Mtg Assoc., CMO Series 2009-35 Series KV, 4.50% due 6/20/2020	AAA/Aaa	4,331,315	4,564,240
Government National Mtg Assoc., CMO Series 2009-68 Class DP, 4.50% due 11/16/2038	AAA/Aaa	3,038,584	3,170,049
Government National Mtg Assoc., Pool 003007, 8.50% due 11/20/2015	AAA/Aaa	15,444	16,871
Government National Mtg Assoc., Pool 731491, 5.156% due 12/20/2060	AAA/Aaa	4,033,099	4,275,925
Government National Mtg Assoc., Pool 751388, 5.307% due 1/20/2061	AAA/Aaa	5,455,590	5,839,194
Government National Mtg Assoc., Pool 827148, 3.375% due 2/20/2024	AAA/Aaa	32,168	33,031
TOTAL MORTGAGE BACKED (Cost \$139,356,569)			139,772,859

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

Issuer-Description	Credit Rating† S&P/Moody's	Principal Amount	Value
ASSET BACKED SECURITIES — 8.08%			
BANKS — 0.04%			
COMMERCIAL BANKS — 0.04%			
Wells Fargo Asset Securities Corp., Series 2005-AR2 Class B1, 2.744% due 2/25/2035	B-/C	\$ 964,761	\$ 191,194
Wells Fargo Asset Securities Corp., Series 2005-AR2 Class B1, 3.483% due 3/25/2035	NR/NR	1,040,966	207,989
			<u>399,183</u>
DIVERSIFIED FINANCIALS — 7.66%			
CAPITAL MARKETS — 5.59%			
^a AHMAT Mtg Advance Trust, Series 2010-ADV1 Class A1, 3.968% due 8/6/2022	AAA/NR	2,000,000	2,005,000
^a AHMAT Mtg Advance Trust, Series 2010-ADV2 Class A1, 4.21% due 5/10/2011	AAA/NR	4,000,000	4,010,000
Banc America Mtg Securities, Inc., Series 2005 A Class B1 Floating Rate Note, 3.236% due 2/25/2035	NR/NR	2,804,014	1,261,070
Banc of America Commercial Mtg Inc., Series 2002-PB2 Class C, 6.349% due 6/11/2035	AAA/Aa1	3,045,000	3,086,335
Banc of America Commercial Mtg Inc., Series 2006-6 Class A3, 5.369% due 10/10/2045	NR/NR	3,000,000	3,088,706
Bear Stearns Mtg, Series 2004-3 Class 1-A2, 2.954% due 7/25/2034	A+/Aa3	325,676	278,269
^{a,c} Cie Financement Foncier, 2.50% due 9/16/2015	AAA/Aaa	6,000,000	5,809,920
Citigroup Commercial Mtg Trust, Series 2004-HYB2 Class B1, 2.886% due 3/25/2034	AA/A1	423,447	354,356
Countrywide Home Loan, Series 2004 Class 1-A, 2.748% due 7/20/2034	AAA/Aa3	493,911	433,147
Credit Suisse Commercial Mtg Capital Certificates, Series 2007-C2 Class A2, 5.448% due 1/15/2049	AAA/Aaa	2,990,821	3,034,003
Greenwich Capital Commercial Funding Corp., Series 2004-GG1 Class A5, 4.883% due 6/10/2036	AAA/Aaa	327,521	332,284
^a GS Mtg Securities Corp. II, Series 2007-EOP Class A1, 1.143% due 3/6/2020	AAA/Aaa	4,902,411	4,902,356
Home Equity Asset Trust Series 2006-3 Class 2A, 0.43% due 7/25/2036	AAA/A1	3,535,129	3,412,156
JPMorgan Chase Commercial Mtg, Series 2004-C3 Class A-5, 4.878% due 1/15/2042	NR/Aaa	5,000,000	5,268,664
Merrill Lynch Mtg Investors, Series 2003 E Class B3, 1.75% due 10/25/2028	A+/A2	1,162,154	700,118
Merrill Lynch Mtg Investors, Series 2004 A4 Class M1, 2.787% due 8/25/2034	AA/NR	848,766	705,943
New York Mtg Trust, Series 2005-3 Class A, 0.49% due 2/25/2036	AAA/A2	6,170,154	5,061,902
Nomura Asset Securities Corp., Series 1998-D6 Class A2, 6.553% due 3/15/2030	AAA/Aaa	5,683,000	6,192,034
Option One Mtg Loan Trust, Series 2005-5 Class A3 Floating Rate Note, 0.46% due 12/25/2035	AAA/Baa2	2,294,627	2,021,470
^a Silverstone Master Issuer, Series 2010-1A Class A1 Floating Rate Note, 1.703% due 1/21/2055	AAA/NR	5,000,000	5,010,087
Wachovia Bank Commercial Mtg Trust, Series 2004-C10 Class C, 4.842% due 2/15/2041	AA+/Aaa	4,000,000	4,039,995
CONSUMER FINANCE — 1.98%			
^a First Financial Bank USA, Series 2010-C Class B, 5.19% due 9/17/2018	AA/NR	2,000,000	1,977,359
^a First Financial Bank USA, Series 2010-D Class A, 3.72% due 6/17/2019	AAA/NR	5,000,000	4,996,737
^b GSAF Series 2011-1A Class A, 3.72% due 2/15/2023	NR/NR	3,000,000	3,007,500
SLM Student Loan Trust Series 2003-C Class A2 Floating Rate Bond, 0.70% due 9/15/2020	AA-/Aaa	4,553,149	4,330,792
SLM Student Loan Trust Series 2006-B Class A3 Floating Rate Bond, 0.45% due 12/15/2022	A/Aaa	4,275,000	4,184,138
Structured Asset Securities Corp. Series 2004-3 Class 3-A1, 5.50% due 3/25/2019	AAA/Baa2	2,994,305	3,105,845
DIVERSIFIED FINANCIAL SERVICES — 0.09%			
FNBC Trust, Series 1993 A, 8.08% due 1/5/2018	AA-/Aa1	921,442	984,158
			<u>83,594,344</u>
INSURANCE — 0.38%			
INSURANCE — 0.38%			
^a Northwind Holdings LLC, Series 2007-1A Class A1 Floating Rate Bond, 1.091% due 12/1/2037 (Insured: MBIA)	NR/NR	5,360,911	4,099,918
			<u>4,099,918</u>
TOTAL ASSET BACKED SECURITIES (Cost \$92,036,901)			<u>88,093,445</u>

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Credit Rating† S&P/Moody's</u>	<u>Principal Amount</u>	<u>Value</u>
CORPORATE BONDS — 54.31%			
AUTOMOBILES & COMPONENTS — 1.15%			
AUTOMOBILES — 1.15%			
a American Honda Finance, 2.658% due 6/29/2011	A+/A1	\$ 3,500,000	\$ 3,518,011
a Harley-Davidson Funding Corp., 5.25% due 12/15/2012	BBB-/Baa1	3,000,000	3,130,578
a Hyundai Capital America, 3.75% due 4/6/2016	BBB-/Baa2	500,000	492,578
a,c Hyundai Capital Services, Inc., 6.00% due 5/5/2015	BBB+/Baa2	5,000,000	5,367,060
			<u>12,508,227</u>
BANKS — 10.07%			
COMMERCIAL BANKS — 10.07%			
a,c ANZ National International, 6.20% due 7/19/2013	AA/Aa2	1,000,000	1,091,001
a,c ANZ National International Ltd., 3.125% due 8/10/2015	AA/Aa2	4,000,000	3,966,796
Associated Banc Corp., 5.125% due 3/28/2016	BB-/Baa1	5,000,000	5,018,975
a,c Barclays Bank plc, 2.50% due 9/21/2015	AAA/Aaa	5,000,000	4,849,830
a,c BNP Paribas Home Loan Covered Bonds SA, 2.20% due 11/2/2015	AAA/Aaa	10,000,000	9,610,060
Charter One Bank NA, 5.50% due 4/26/2011	A-/A2	1,750,000	1,754,943
c Corp Andina de Fomento, 3.75% due 1/15/2016	A+/A1	6,000,000	5,937,390
a,c Credit Agricole London, 1.753% due 1/21/2014	AA-/Aa1	7,000,000	7,105,658
a,c Danske Bank A/S, 3.75% due 4/1/2015	A/A1	4,000,000	4,077,100
a,c HSBC Bank plc, 3.50% due 6/28/2015	AA/Aa2	2,000,000	2,025,970
HSBC Bank USA, N.A., 4.875% due 8/24/2020	AA-/A1	1,000,000	978,946
a,c Kookmin Bank, 7.25% due 5/14/2014	AA/Aa1	5,000,000	5,641,035
National City Bank Floating Rate Note, 0.68% due 6/7/2017	A/A3	4,000,000	3,770,416
Nations Bank Corp., 7.23% due 8/15/2012	A/A2	250,000	264,826
North Fork Bancorp, Inc., 5.875% due 8/15/2012	BBB-/Baa2	2,000,000	2,093,130
c Royal Bank of Scotland plc, 3.40% due 8/23/2013	A+/Aa3	1,000,000	1,022,896
c Royal Bank of Scotland plc, 3.95% due 9/21/2015	A+/Aa3	4,000,000	4,003,028
c Royal Bank of Scotland plc, 4.875% due 3/16/2015	A+/Aa3	1,600,000	1,662,998
a,c Santander Issuances, 6.50% due 8/11/2019	AA-/Aa3	5,000,000	5,035,090
Silicon Valley Bank, 5.70% due 6/1/2012	A-/A2	3,500,000	3,590,272
Silicon Valley Bank, 6.05% due 6/1/2017	BBB+/A3	1,500,000	1,571,966
a,c Societe Generale, 3.10% due 9/14/2015	A+/Aa2	6,000,000	5,906,592
Sovereign Bank, 5.125% due 3/15/2013	A-/Baa1	4,000,000	4,123,736
a,b Sovereign Bank Lease Pass-Through Trust, 12.18% due 6/30/2020	A/A3	4,933,670	6,537,113
a,c Toronto-Dominion Bank, 2.20% due 7/29/2015	NR/Aaa	3,000,000	2,964,432
a Webster Bank, 5.875% due 1/15/2013	BBB-/Baa1	3,000,000	3,006,396
c Westpac Banking Corp., 3.00% due 8/4/2015	AA/Aa1	2,000,000	1,995,036
Whitney National Bank, 5.875% due 4/1/2017	BB/Baa1	4,000,000	3,964,440
a,c Woori Bank, 4.75% due 1/20/2016	A-/A1	5,000,000	5,128,588
Zions Bancorp, 7.75% due 9/23/2014	BBB-/NR	1,000,000	1,086,016
			<u>109,784,675</u>
CAPITAL GOODS — 3.15%			
AEROSPACE & DEFENSE — 0.15%			
Boeing Co., 5.00% due 3/15/2014	A/A2	1,500,000	1,638,915
ELECTRICAL EQUIPMENT — 0.08%			
Emerson Electric Co., 5.75% due 11/1/2011	A/A2	800,000	824,277
INDUSTRIAL CONGLOMERATES — 1.66%			
General Electric Capital Corp. Floating Rate Note, 0.449% due 6/20/2014	AA+/Aa2	4,000,000	3,874,688
General Electric Co., 5.25% due 12/6/2017	AA+/Aa2	2,500,000	2,722,497

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Credit Rating† S&P/Moody's</u>	<u>Principal Amount</u>	<u>Value</u>
a,c Smiths Group plc, 6.05% due 5/15/2014	BBB+/Baa2	\$ 2,500,000	\$ 2,681,610
a,c Smiths Group plc, 7.20% due 5/15/2019	BBB+/Baa2	3,000,000	3,339,417
Textron, Inc., 6.20% due 3/15/2015	BBB-/Baa3	5,000,000	5,457,000
MACHINERY — 1.26%			
Caterpillar Financial Services Corp. Floating Rate Note, 1.059% due 6/24/2011	A/A2	3,200,000	3,205,811
c Ingersoll-Rand Global Holding Co., 9.50% due 4/15/2014	BBB+/Baa1	500,000	600,092
a ITW CUPIDS Finance Trust I, 6.55% due 12/31/2011	NR/A1	5,000,000	4,978,805
John Deere Capital Corp., 5.25% due 10/1/2012	A/A2	1,600,000	1,700,624
a,c Volvo Treasury AB, 5.95% due 4/1/2015	BBB-/Baa2	3,000,000	3,298,260
			<u>34,321,996</u>
COMMERCIAL & PROFESSIONAL SERVICES — 0.50%			
COMMERCIAL SERVICES & SUPPLIES — 0.50%			
Allied Waste North America, Inc., 6.875% due 6/1/2017	BBB/Baa3	4,000,000	4,360,000
Science Applications International Corp., 6.25% due 7/1/2012	A-/A3	1,000,000	1,061,090
			<u>5,421,090</u>
CONSUMER DURABLES & APPAREL — 0.53%			
HOUSEHOLD DURABLES — 0.30%			
Fortune Brands, Inc., 6.375% due 6/15/2014	BBB-/Baa3	3,000,000	3,290,046
TEXTILES, APPAREL & LUXURY GOODS — 0.23%			
Nike, Inc., 5.15% due 10/15/2015	A+/A1	2,315,000	2,551,033
			<u>5,841,079</u>
CONSUMER SERVICES — 0.68%			
HOTELS, RESTAURANTS & LEISURE — 0.68%			
International Game Technology, 7.50% due 6/15/2019	BBB/Baa2	6,515,000	7,396,740
			<u>7,396,740</u>
DIVERSIFIED FINANCIALS — 7.50%			
CAPITAL MARKETS — 3.92%			
c AMVESCAP plc, 5.375% due 2/27/2013	A-/A3	5,606,000	5,959,054
a,c CDP Financial, Inc., 3.00% due 11/25/2014	AAA/Aaa	4,000,000	4,077,332
a FMR LLC, 4.75% due 3/1/2013	A+/A2	5,000,000	5,215,580
Goldman Sachs Group, Inc. Floating Rate Note, 1.311% due 2/7/2014	A/A1	3,000,000	3,021,810
a IPIC GMTN Ltd., 3.125% due 11/15/2015	AA/Aa3	1,000,000	975,000
a IPIC GMTN Ltd., 5.00% due 11/15/2020	AA/Aa3	1,000,000	970,000
a,c Macquarie Group Ltd., 7.30% due 8/1/2014	A-/A2	3,000,000	3,328,449
a,c Macquarie Group Ltd., 4.875% due 8/10/2017	A-/A2	3,000,000	3,015,099
a,c Macquarie Group Ltd., 7.625% due 8/13/2019	NR/NR	1,000,000	1,108,642
a,c Macquarie Group Ltd., 6.00% due 1/14/2020	A-/A2	1,000,000	1,006,394
c Man Group plc, 6.50% due 8/1/2013	NR/Baa2	5,000,000	5,178,035
Merrill Lynch & Co., Inc., 6.875% due 4/25/2018	A/A2	2,000,000	2,221,384
Morgan Stanley Floating Rate Note, 2.812% due 5/14/2013	NR/A2	5,000,000	5,176,215
c Nomura Holdings, Inc., 5.00% due 3/4/2015	BBB+/Baa2	1,500,000	1,553,190
CONSUMER FINANCE — 1.06%			
American Express Credit Co., 5.125% due 8/25/2014	BBB+/A2	3,000,000	3,236,094
a,c Banque PSA Finance, 2.207% due 4/4/2014	NR/NR	7,000,000	6,979,784
Capital One Bank, 6.50% due 6/13/2013	BBB/Baa1	300,000	326,358
Capital One Financial Corp., 5.70% due 9/15/2011	BBB/Baa1	950,000	971,047
DIVERSIFIED FINANCIAL SERVICES — 2.52%			
Bank of America Corp., 5.875% due 1/5/2021	A/A2	2,000,000	2,088,356

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Credit Rating† S&P/Moody's</u>	<u>Principal Amount</u>	<u>Value</u>
Bank of America Corp., 4.50% due 4/1/2015	A/A2	\$ 1,000,000	\$ 1,038,409
^a Bank of America Covered Bond Issuer, 5.50% due 6/14/2012	AA/Aa2	3,000,000	3,132,030
^{a,c} BM&F Bovespa SA, 5.50% due 7/16/2020	BBB+/Baa2	1,000,000	1,022,961
Citigroup, Inc., 6.50% due 8/19/2013	A/A3	1,000,000	1,093,355
Citigroup, Inc., 5.00% due 9/15/2014	A-/Baa1	3,000,000	3,132,609
Citigroup, Inc., 6.00% due 12/13/2013	A/A3	2,000,000	2,174,652
^a CME Group Index Services, 4.40% due 3/15/2018	AA/Aa3	4,000,000	4,090,448
^c Korea Development Bank, 8.00% due 1/23/2014	A/A1	3,000,000	3,423,999
MBNA Corp., 6.125% due 3/1/2013	A/A2	1,305,000	1,396,157
^{a,c} National Agricultural Cooperative Federation, 5.00% due 9/30/2014	A/A1	2,000,000	2,110,754
National Rural Utilities CFC, 10.375% due 11/1/2018	A+/A1	2,000,000	2,730,750
			81,753,947

ENERGY — 5.25%

ENERGY EQUIPMENT & SERVICES — 1.43%

Detroit Edison Corporate Senior Note Series D, 5.40% due 8/1/2014	A/A2	2,000,000	2,206,528
Nabors Industries, Inc., 9.25% due 1/15/2019	BBB-/Baa2	4,000,000	5,042,204
Rowan Companies, Inc., 7.875% due 8/1/2019	BBB-/Baa3	7,000,000	8,303,232

OIL, GAS & CONSUMABLE FUELS — 3.82%

^c BP Capital Markets plc, 3.875% due 3/10/2015	A/A2	2,000,000	2,076,738
ConocoPhillips, 4.75% due 2/1/2014	A/A1	1,000,000	1,085,380
^a DCP Midstream LLC, 9.75% due 3/15/2019	BBB-/Baa2	1,500,000	1,933,356
^c Enbridge, Inc., 5.80% due 6/15/2014	A-/Baa1	2,000,000	2,216,872
Energy Transfer Partners LP, 6.00% due 7/1/2013	BBB-/Baa3	1,000,000	1,086,398
Enterprise Products Partners LP, 5.20% due 9/1/2020	BBB-/Baa3	1,000,000	1,031,473
Enterprise Products Partners LP, 3.70% due 6/1/2015	BBB-/Baa3	1,000,000	1,030,288
^a Florida Gas Transmission, 4.00% due 7/15/2015	BBB-/Baa2	2,000,000	2,044,116
^{a,c} Lukoil International Finance BV, 6.125% due 11/9/2020	BBB-/Baa2	5,000,000	5,100,000
Murphy Oil Corp., 6.375% due 5/1/2012	BBB-/Baa3	750,000	788,573
^c Norsk Hydro A/S, 6.70% due 1/15/2018	AA-/Aa2	1,000,000	1,171,518
^a Northern Natural Gas Co., 5.75% due 7/15/2018	A/A2	50,000	55,963
NuStar Logistics, 7.65% due 4/15/2018	BBB-/Baa3	3,000,000	3,502,515
^a Semco Energy, Inc., 5.15% due 4/21/2020	BBB+/A3	3,000,000	3,064,311
^c Shell International Finance, 3.10% due 6/28/2015	AA/Aa1	3,000,000	3,074,073
Sunoco Logistics Partner, 8.75% due 2/15/2014	NR/Baa2	5,000,000	5,668,960
Valero Logistics, 6.875% due 7/15/2012	BBB-/Baa3	2,700,000	2,859,454
^{a,c} Woodside Finance Ltd., 8.125% due 3/1/2014	BBB+/Baa1	2,000,000	2,297,480
^{a,c} Woodside Finance Ltd., 4.50% due 11/10/2014	BBB+/Baa1	1,500,000	1,588,707
			57,228,139

FOOD, BEVERAGE & TOBACCO — 1.75%

BEVERAGES — 0.46%

Anheuser-Busch Cos., Inc., 4.70% due 4/15/2012	BBB+/Baa1	1,000,000	1,039,785
Anheuser-Busch Cos., Inc., 4.375% due 1/15/2013	BBB+/Baa1	2,000,000	2,101,548
^{a,c} Bacardi Ltd., 8.20% due 4/1/2019	BBB/Baa1	1,500,000	1,874,245

FOOD PRODUCTS — 0.19%

Corn Products International, Inc., 3.20% due 11/1/2015	BBB-/Baa2	1,000,000	998,288
Kraft Foods, Inc., 6.00% due 2/11/2013	BBB-/Baa2	1,000,000	1,081,976

TOBACCO — 1.10%

Altria Group, Inc., 8.50% due 11/10/2013	BBB-/Baa1	1,000,000	1,166,210
Altria Group, Inc., 9.70% due 11/10/2018	BBB-/Baa1	3,000,000	3,945,351
Lorillard Tobacco Co., 8.125% due 6/23/2019	BBB-/Baa2	5,000,000	5,821,730

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Credit Rating† S&P/Moody's</u>	<u>Principal Amount</u>	<u>Value</u>
UST, Inc., 5.75% due 3/1/2018	BBB/NR	\$ 1,000,000	\$ 1,062,084
			<u>19,091,217</u>
HEALTH CARE EQUIPMENT & SERVICES — 0.20%			
HEALTH CARE PROVIDERS & SERVICES — 0.20%			
McKesson Corp., 6.50% due 2/15/2014	A-/Baa2	1,000,000	1,121,230
Wellpoint, Inc., 6.00% due 2/15/2014	A-/Baa1	1,000,000	1,108,303
			<u>2,229,533</u>
HOTELS RESTAURANTS & LEISURE — 0.44%			
HOTELS, RESTAURANTS & LEISURE — 0.44%			
^a Hyatt Hotels Corps., 5.75% due 8/15/2015	BBB/Baa2	2,500,000	2,588,313
^{a,c} TDIC Finance Ltd., 6.50% due 7/2/2014	AA/A1	2,000,000	2,185,000
			<u>4,773,313</u>
INSURANCE — 4.99%			
INSURANCE — 4.99%			
Aflac, Inc., 8.50% due 5/15/2019	A-/A2	3,000,000	3,626,613
Alterra Finance LLC, 6.25% due 9/30/2020	BBB/Baa2	3,000,000	3,028,623
Aon Corp., 3.50% due 9/30/2015	BBB+/Baa2	1,000,000	1,003,502
CNA Financial Corp., 6.50% due 8/15/2016	BBB-/Baa3	2,035,000	2,220,914
Fidelity National Financial, 6.60% due 5/15/2017	BBB-/Baa3	6,000,000	6,207,024
^a Genworth Life Institutional Fund, 5.875% due 5/3/2013	A/A2	1,000,000	1,058,005
Hartford Financial Services Group, Inc., 4.625% due 7/15/2013	BBB/Baa3	1,000,000	1,043,115
^a Liberty Mutual Group, Inc., 5.75% due 3/15/2014	BBB-/Baa2	1,000,000	1,049,762
Lincoln National Corp., 4.75% due 2/15/2014	A-/Baa2	1,000,000	1,050,764
^a Met Life Global Funding I, 1.053% due 1/10/2014	AA-/Aa3	6,000,000	6,032,742
^c Montpelier Re Holdings Ltd., 6.125% due 8/15/2013	BBB/NR	7,035,000	7,209,756
^a Ohio National Financial Services, 6.375% due 4/30/2020	A/Baa1	1,000,000	1,054,477
^a Pacific Life Global Funding CPI Floating Rate Note, 3.68% due 2/6/2016	A+/A1	8,000,000	8,082,960
^{a,c} QBE Insurance Group Ltd., 5.647% due 7/1/2023	BBB+/Baa1	7,000,000	6,509,419
Unitrin, Inc., 6.00% due 11/30/2015	BBB-/Baa3	5,000,000	5,228,730
			<u>54,406,406</u>
MATERIALS — 1.65%			
CHEMICALS — 0.82%			
^a Chevron Phillips Chemical, 7.00% due 6/15/2014	BBB/Baa1	5,000,000	5,603,630
E.I. du Pont de Nemours & Co., 4.125% due 3/6/2013	A/A2	325,000	341,498
^a Incitec Pivot Ltd., 4.00% due 12/7/2015	NR/NR	3,000,000	3,002,274
CONSTRUCTION MATERIALS — 0.45%			
CRH America, Inc., 8.125% due 7/15/2018	BBB+/Baa1	4,150,000	4,884,322
METALS & MINING — 0.38%			
^{a,c} Anglo American Capital, 9.375% due 4/8/2014	BBB/Baa1	1,000,000	1,196,080
^c Arcelormittal, 3.75% due 8/5/2015	BBB-/Baa3	3,000,000	3,029,685
			<u>18,057,489</u>
MEDIA — 0.97%			
MEDIA — 0.97%			
DIRECTV Holdings LLC/DIRECTV Financing Co., Inc., 7.625% due 5/15/2016	BBB/Baa2	5,000,000	5,512,500
Time Warner Cable, Inc., 5.40% due 7/2/2012	BBB/Baa2	3,000,000	3,154,578
Time Warner Cable, Inc., 7.50% due 4/1/2014	BBB/Baa2	1,500,000	1,719,321

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Credit Rating† S&P/Moody's</u>	<u>Principal Amount</u>	<u>Value</u>
Time Warner Co., Inc., 8.05% due 1/15/2016	BBB/Baa2	\$ 200,000	\$ 233,462
			<u>10,619,861</u>
PHARMACEUTICALS, BIOTECHNOLOGY & LIFE SCIENCES — 1.60%			
BIOTECHNOLOGY — 1.42%			
Biogen Idec, Inc., 6.875% due 3/1/2018	BBB+/Baa3	10,000,000	11,328,340
Genzyme Corp., 3.625% due 6/15/2015	A-/Baa2	3,000,000	3,116,520
Genzyme Corp., 5.00% due 6/15/2020	A-/Baa2	1,000,000	1,062,005
PHARMACEUTICALS — 0.18%			
Tiers Inflation Linked Trust Series Wyeth 2004-21 Trust Certificate CPI Floating Rate Note, 3.346% due 2/1/2014	AA/A1	2,000,000	1,938,780
			<u>17,445,645</u>
REAL ESTATE — 0.39%			
REAL ESTATE INVESTMENT TRUSTS — 0.39%			
Commonwealth REIT (HRPT Properties), 6.25% due 6/15/2017	BBB/Baa2	4,000,000	4,276,192
			<u>4,276,192</u>
RETAILING — 0.87%			
SPECIALTY RETAIL — 0.87%			
Best Buy Co., Inc., 3.75% due 3/15/2016	BBB-/Baa2	3,000,000	2,961,282
Best Buy Co., Inc., 6.75% due 7/15/2013	BBB-/Baa2	2,500,000	2,733,320
Staples, Inc., 9.75% due 1/15/2014	BBB/Baa2	1,500,000	1,800,849
Staples, Inc., 7.75% due 4/1/2011	BBB/Baa2	2,000,000	2,000,000
			<u>9,495,451</u>
SEMICONDUCTORS & SEMICONDUCTOR EQUIPMENT — 1.01%			
SEMICONDUCTORS & SEMICONDUCTOR EQUIPMENT — 1.01%			
KLA Tencor Corp., 6.90% due 5/1/2018	BBB/Baa1	10,000,000	11,028,740
			<u>11,028,740</u>
SOFTWARE & SERVICES — 1.50%			
INFORMATION TECHNOLOGY SERVICES — 1.08%			
Computer Sciences Corp., 5.50% due 3/15/2013	A-/Baa1	1,000,000	1,063,703
Computer Sciences Corp., 6.50% due 3/15/2018	A-/Baa1	6,000,000	6,519,606
Electronic Data Systems Corp., 6.00% due 8/1/2013	A/A2	1,000,000	1,101,447
^a SAIC, Inc., 4.45% due 12/1/2020	A-/A3	2,000,000	2,012,422
Western Union Co., 6.50% due 2/26/2014	A-/A3	1,000,000	1,111,884
SOFTWARE — 0.42%			
BMC Software, Inc., 7.25% due 6/1/2018	BBB+/Baa2	4,000,000	4,550,832
			<u>16,359,894</u>
TECHNOLOGY HARDWARE & EQUIPMENT — 0.05%			
COMPUTERS & PERIPHERALS — 0.05%			
Dell, Inc., 5.625% due 4/15/2014	A-/A2	500,000	551,696
			<u>551,696</u>
TELECOMMUNICATION SERVICES — 2.32%			
DIVERSIFIED TELECOMMUNICATION SERVICES — 2.08%			
AT&T, Inc., 4.85% due 2/15/2014	A-/A2	1,000,000	1,081,429
Cellco Partnership, 3.75% due 5/20/2011	A-/A2	1,000,000	1,004,222

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Credit Rating† S&P/Moody's</u>	<u>Principal Amount</u>	<u>Value</u>
Cellco Partnership Floating Rate Note, 2.914% due 5/20/2011	A-/A2	\$ 2,000,000	\$ 2,006,546
a,b Hidden Ridge Facility, 5.65% due 1/1/2022	NR/Baa1	4,472,178	4,752,848
Michigan Bell Telephone Co., 7.85% due 1/15/2022	A-/NR	3,000,000	3,460,236
a,c Qtel International Finance Ltd., 6.50% due 6/10/2014	A/A2	1,000,000	1,096,250
a,c Qtel International Finance Ltd., 3.375% due 10/14/2016	A/A2	500,000	482,500
c Telecom Italia Capital SA, 6.175% due 6/18/2014	BBB/Baa2	3,000,000	3,221,088
c Telefonica Emisiones SAU, 6.421% due 6/20/2016	A-/Baa1	5,000,000	5,555,990
WIRELESS TELECOMMUNICATION SERVICES — 0.24%			
a,b Richland Towers, 4.606% due 3/15/2016	NR/NR	2,750,000	2,653,750
			<u>25,314,859</u>
TRANSPORTATION — 0.84%			
AIR FREIGHT & LOGISTICS — 0.04%			
FedEx Corp., 8.76% due 5/22/2015	BBB/Baa1	397,958	438,727
AIRLINES — 0.52%			
a Aviation Capital Group, 6.75% due 4/6/2021	NR/NR	3,000,000	3,000,000
Continental Airlines Series 1997-4 Class 4-A, 6.90% due 1/2/2018	BBB+/Baa2	132,891	141,196
Delta Air Lines, Inc., 6.20% due 7/2/2018	A-/Baa2	2,470,730	2,563,383
ROAD & RAIL — 0.28%			
a,c Asciano Finance, 4.625% due 9/23/2020	BBB-/Baa3	2,000,000	1,989,160
GATX Corp., 4.75% due 5/15/2015	BBB/Baa1	1,000,000	1,043,935
			<u>9,176,401</u>
UTILITIES — 6.90%			
ELECTRIC UTILITIES — 4.32%			
Centerpoint Energy, 7.00% due 3/1/2014	BBB+/A3	2,000,000	2,268,052
Commonwealth Edison Co., 6.15% due 3/15/2012	A-/Baa1	910,000	955,258
a,c E. ON International Finance BV, 5.80% due 4/30/2018	A/A2	2,000,000	2,224,400
a,c Electricite de France SA, 5.50% due 1/26/2014	A+/Aa3	1,250,000	1,369,544
Empire District Electric Co., 4.65% due 5/28/2020	BBB+/A3	3,000,000	2,987,886
Entergy Louisiana LLC, 4.80% due 5/1/2021	A-/A3	4,300,000	4,247,828
Entergy Texas, Inc., 7.125% due 2/1/2019	BBB+/Baa2	2,000,000	2,329,306
Entergy Texas, Inc., 3.60% due 6/1/2015	BBB+/Baa2	3,000,000	3,036,801
a Great River Energy Series 2007-A, 5.829% due 7/1/2017 (Insured: Natl-Re)	A-/A3	3,245,677	3,541,747
Gulf Power Co., 4.35% due 7/15/2013	A/A3	925,000	969,869
a,c Iberdrola Finance Ireland Ltd., 3.80% due 9/11/2014	A-/A3	6,000,000	6,090,474
Idaho Power Corp., 6.025% due 7/15/2018	A-/A2	1,000,000	1,135,433
a,c Korea Southern Power Co., 5.375% due 4/18/2013	A/A1	1,000,000	1,054,460
Metropolitan Edison Co., 7.70% due 1/15/2019	BBB-/Baa2	2,250,000	2,660,485
a Monongahela Power Co., 5.70% due 3/15/2017	BBB+/Baa1	2,200,000	2,356,299
MP Environmental, 4.982% due 7/1/2014	AAA/Aaa	2,548,051	2,606,414
a Steelriver Transmission Co., LLC, 4.71% due 6/30/2017	NR/Baa2	4,000,000	3,951,280
Toledo Edison Co., 7.25% due 5/1/2020	BBB/Baa1	1,000,000	1,182,157
c TransAlta Corp., 4.75% due 1/15/2015	BBB/Baa2	2,000,000	2,125,438
GAS UTILITIES — 0.19%			
a Maritimes & North East Pipeline, 7.50% due 5/31/2014	BBB/Baa3	1,877,800	2,031,104
MULTI-UTILITIES — 2.39%			
Ameren Energy Generating Co., 7.00% due 4/15/2018	BBB-/Ba1	2,000,000	2,027,110
Black Hills Corp., 5.875% due 7/15/2020	BBB-/Baa3	5,000,000	5,132,885
Dominion Resources, Inc., 8.875% due 1/15/2019	A-/Baa2	1,000,000	1,276,457
a Enogex LLC, 6.875% due 7/15/2014	BBB+/Baa3	4,000,000	4,380,448
a Enogex LLC, 6.25% due 3/15/2020	BBB+/Baa3	2,500,000	2,685,028
a Power Receivables Financing LLC, 6.29% due 1/1/2012	NR/NR	1,920,022	1,921,174

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Credit Rating† S&P/Moody's</u>	<u>Principal Amount</u>	<u>Value</u>
a,c Taqa Abu Dhabi National Energy Co., 6.60% due 8/1/2013	NR/A3	\$ 5,000,000	\$ 5,356,250
Union Electric Co., 4.65% due 10/1/2013	BBB+/A3	2,000,000	2,140,398
Wisconsin Public Service Corp., 6.125% due 8/1/2011	A/Aa3	1,150,000	1,170,234
			<u>75,214,219</u>
TOTAL CORPORATE BONDS (Cost \$569,283,144)			<u>592,296,809</u>
CONVERTIBLE BONDS — 1.32%			
DIVERSIFIED FINANCIALS — 1.32%			
CAPITAL MARKETS — 1.32%			
a Prospect Capital Corp., 6.25% due 12/15/2015	BBB/NR	5,000,000	5,481,250
a Apollo Investment Corp., 5.75% due 1/15/2016	BBB/NR	8,500,000	8,925,000
TOTAL CONVERTIBLE BONDS (Cost \$13,376,571)			<u>14,406,250</u>
MUNICIPAL BONDS — 11.74%			
American Campus Properties Student Housing, 7.38% due 9/1/2012 (Insured: Natl-Re)	BBB/Baa1	1,270,000	1,276,553
American Fork City Utah Sales, 5.07% due 3/1/2013 (Insured:AGM)	AA+/Aa3	120,000	125,879
American Municipal Power Ohio, Inc., 5.072% due 2/15/2018	A/A3	5,000,000	4,981,350
Anaheim California Public Financing Authority, 5.316% due 9/1/2017 (Insured: Natl Re/FGIC)	A/A1	2,340,000	2,249,582
Anaheim California Public Financing Authority, 5.486% due 9/1/2020 (Insured: Natl-Re/FGIC)	A/A1	3,270,000	3,047,705
Brentwood California Infrastructure Financing Authority, 6.16% due 10/1/2019	AA-/NR	2,110,000	2,177,541
California Health Facilities Financing Authority, 6.76% due 2/1/2019	NR/NR	3,905,000	3,953,930
California School Finance Authority, 5.041% due 7/1/2020 (LOC: City National Bank)	AAA/NR	4,000,000	3,867,920
Camden County New Jersey, 5.47% due 7/1/2018	A+/A2	2,140,000	2,070,364
Camden County, New Jersey, 5.62% due 7/1/2019	A+/A2	3,025,000	2,943,083
Carson California Redevelopment Agency, 4.511% due 10/1/2016	A-/NR	5,000,000	4,788,350
Chicago Illinois Board of Education GO, 3.40% due 12/1/2015	AA-/Aa2	1,500,000	1,434,405
Cleveland Cuyahoga County Ohio, 6.10% due 5/15/2013	BBB-/NR	555,000	556,010
Connecticut Housing Finance Authority, 5.071% due 11/15/2019	AAA/Aaa	3,935,000	3,921,346
Cook County Illinois School District 083, 4.875% due 12/1/2011 (Insured:AGM)	NR/Aa3	150,000	154,109
Florida State Board of Education, 3.60% due 6/1/2015	AAA/NR	3,000,000	3,113,580
Fort Collins Colorado Electric Utility, 4.92% due 12/1/2020	AA-/NR	2,250,000	2,172,623
George Washington University, 4.411% due 9/15/2017	A+/A1	1,750,000	1,744,225
Green Bay Wisconsin, 4.875% due 4/1/2011 (Insured: Natl-Re)	NR/Aa1	365,000	365,000
Hancock County Mississippi, 4.90% due 8/1/2011 (Insured: Natl-Re)	NR/A1	315,000	317,822
Hanover Pennsylvania Area School District Notes, 4.47% due 3/15/2013 (Insured:AGM)	AA+/Aa3	1,385,000	1,457,463
Illinois Finance Authority Revenue Bonds, 5.629% due 7/1/2016 (Insured: Syncora)	A+/NR	2,030,000	2,047,783
Los Angeles California Department of Airports, 5.175% due 5/15/2017	AA-/A1	4,000,000	4,043,600
Los Angeles California Municipal Improvement Corp., 6.165% due 11/1/2020	A+/A2	10,000,000	9,523,700
Los Angeles County California Public Works Financing Authority, 5.591% due 8/1/2020	A+/A1	3,000,000	2,847,270
Louisiana Public Facilities Authority, 5.72% due 7/1/2015 (Insured: CIFG)	NR/Baa3	2,120,000	2,017,731
Maine Finance Authority Waste Motor Oil, 4.55% due 10/1/2014	A/NR	1,495,000	1,540,822
Menomonee Falls Wisconsin GO, 4.25% due 11/1/2014	NR/Aa2	3,350,000	3,492,308
a Midwest Family Housing, 5.168% due 7/1/2016 (Insured: CIFG)	NR/NR	1,325,000	1,272,106
Mississippi Development Bank Special Obligation, 5.21% due 7/1/2013 (Insured:AGM)	AA+/NR	1,200,000	1,282,656
New Jersey Health Care Facilities Financing, 7.70% due 7/1/2011 (Insured: Connie Lee)	NR/NR	25,000	25,296
New Rochelle New York Industrial Development Agency, 7.15% due 10/1/2014 (LOC: Bank of New York)	NR/Aaa	230,000	239,159
New York City Transitional Finance Authority Revenue, 4.075% due 11/1/2020	AAA/Aa1	2,500,000	2,446,525
New York State Urban Development Corp., 4.75% due 12/15/2011	AAA/NR	1,400,000	1,427,286
Newark New Jersey, 4.70% due 4/1/2011 (Insured: Natl-Re)	NR/Aa3	845,000	845,000
North Carolina Eastern Municipal Power, 4.43% due 1/1/2014	A-/Baa1	2,000,000	2,050,380

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Fund

March 31, 2011 (Unaudited)

<u>Issuer-Description</u>	<u>Credit Rating†</u> <u>S&P/Moody's</u>	<u>Principal</u> <u>Amount</u>	<u>Value</u>
Oakland California Redevelopment Agency, 8.00% due 9/1/2016	A-/NR	\$ 4,200,000	\$ 4,335,450
Ohio Housing Financing Agency Mtg, 5.20% due 9/1/2014 (GNMA/FNMA)	NR/Aaa	2,395,000	2,525,527
Ohio State Taxable Development Assistance, 4.88% due 10/1/2011 (Insured: Natl-Re)	AA/Aa2	550,000	559,114
Oklahoma Development Finance Authority, 8.00% due 5/1/2020	NR/NR	8,500,000	8,352,355
Port St. Lucie Florida Lease Revenue, 4.457% due 9/1/2014 (Wyndcrest)	A/Aa3	1,470,000	1,471,661
Redlands California Redevelopment Agency, 5.818% due 8/1/2022 (Insured: AMBAC)	A-/NR	2,570,000	2,338,469
Riverside California Sewer Revenue, 5.61% due 8/1/2017	AA/Aa2	2,000,000	2,112,340
San Bernardino County California San Seavine Redevelopment Agency, 7.135% due 9/1/2020	BBB/NR	2,165,000	2,060,344
San Francisco California City and County Redevelopment Financing Authority, 8.00% due 8/1/2019	A/A1	6,500,000	6,974,825
San Jose California Redevelopment Agency Tax Allocation, 3.447% due 8/1/2013	A/A1	1,000,000	996,350
San Jose California Redevelopment Agency Tax Allocation, 4.281% due 8/1/2014	A/A1	750,000	746,235
San Luis Obispo County California, 7.45% due 9/1/2019	AA-/NR	3,950,000	4,403,973
San Marcos California Redevelopment Agency, 6.125% due 10/1/2018	AA-/NR	5,000,000	4,854,100
Springfield Ohio City School District Tax Anticipation Notes, 6.40% due 12/1/2011 (Insured: AMBAC)	NR/NR	1,500,000	1,531,530
Tazewell County Illinois Community High School, 5.20% due 12/1/2011 (Insured: AGM)	NR/Aa3	355,000	364,379
Victor New York, 9.20% due 5/1/2014	NR/NR	710,000	730,015
Wisconsin State Health and Educational Facilities, 7.08% due 6/1/2016 (Insured: ACA)	NR/NR	2,010,000	1,823,251
TOTAL MUNICIPAL BONDS (Cost \$128,929,301)			<u>128,000,380</u>
SHORT TERM INVESTMENTS — 3.27%			
Chicago GO, 0.35% due 1/1/2040 put 4/7/2011 (Insured: AGM) (weekly demand notes)	AAA/Aa3	6,000,000	6,000,000
Wellpoint, Inc., 0.20% due 4/1/2011	NR/NR	29,700,000	29,700,000
TOTAL SHORT TERM INVESTMENTS (Cost \$35,700,000)			<u>35,700,000</u>
TOTAL INVESTMENTS — 98.83% (Cost \$1,055,295,969)			<u>\$ 1,077,671,297</u>
OTHER ASSETS LESS LIABILITIES — 1.17%			<u>12,796,714</u>
NET ASSETS — 100.00%			<u><u>\$1,090,468,011</u></u>

Footnote Legend

- a Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold in the ordinary course of business in transactions exempt from registration, normally to qualified institutional buyers. As of March 31, 2011, the aggregate value of these securities in the Fund's portfolio was \$313,612,347, representing 28.76% of the Fund's net assets.
- b Security currently fair valued by the valuation and pricing committee using procedures approved by the Trustees.
- c Yankee Bond - Denominated in U.S. dollars and is issued in the U.S. by foreign banks and corporations.

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Limited Term Income Funds

March 31, 2011 (Unaudited)

Portfolio Abbreviations

To simplify the listings of securities, abbreviations are used per the table below:

ACA	Insured by American Capital Access
AGM	Insured by Assured Guaranty Municipal Corp.
AMBAC	Insured by American Municipal Bond Assurance Corp.
CIFG	CIFG Assurance North America Inc.
CMO	Collateralized Mortgage Obligation
CPI	Consumer Price Index
Cupids	Cumulative Undivided Preferred Interests In Debt Securities
FCB	Farm Credit Bank
FGIC	Insured by Financial Guaranty Insurance Co.
FNMA	Collateralized by Federal National Mortgage Association
GNMA	Insured by Government National Mortgage Co.
GO	General Obligation
LOC	Letter of Credit
MBIA	Insured by Municipal Bond Investors Assurance
Mtg	Mortgage
Natl-Re	Insured by National Public Finance Guarantee Corp.
REIT	Real Estate Investment Trust
REMIC	Real Estate Mortgage Investment Conduit
Syncora	Insured by Syncora Guarantee Inc.
VA	Veterans Affairs

See notes to financial statements.

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STATEMENTS OF ASSETS AND LIABILITIES

Thornburg Limited Term Income Funds

March 31, 2011 (Unaudited)

	Thornburg Limited Term U.S. Government Fund	Thornburg Limited Term Income Fund
ASSETS		
Investments at value (cost \$317,999,506 and \$1,055,295,969) (Note 2)	\$ 325,431,899	\$ 1,077,671,297
Cash	11,706,979	426,139
Receivable for investments sold	-	18,680,957
Receivable for fund shares sold	4,133,241	5,282,248
Interest receivable	1,826,265	11,082,372
Prepaid expenses and other assets	433,984	53,659
	<hr/>	<hr/>
Total Assets	343,532,368	1,113,196,672
LIABILITIES		
Payable for securities purchased	-	17,758,211
Payable for fund shares redeemed	976,322	3,450,014
Payable to investment advisor and other affiliates (Note 3)	226,138	744,516
Accounts payable and accrued expenses	-	86,926
Dividends payable	190,268	688,994
	<hr/>	<hr/>
Total Liabilities	1,392,728	22,728,661
	<hr/>	<hr/>
NET ASSETS	\$ 342,139,640	\$ 1,090,468,011
NET ASSETS CONSIST OF:		
Undistributed (distribution in excess of) net investment income	\$ (443,099)	\$ 108,590
Net unrealized appreciation on investments	7,432,393	22,375,328
Accumulated net realized gain (loss)	328,780	6,919,657
Net capital paid in on shares of beneficial interest	334,821,566	1,061,064,436
	<hr/>	<hr/>
	\$ 342,139,640	\$ 1,090,468,011
	<hr/>	<hr/>

STATEMENTS OF ASSETS AND LIABILITIES, CONTINUED

Thornburg Limited Term Income Funds

March 31, 2011 (Unaudited)

	Thornburg Limited Term U.S. Government Fund	Thornburg Limited Term Income Fund
NET ASSET VALUE:		
Class A Shares:		
Net asset value and redemption price per share (\$183,827,515 and \$454,631,022 applicable to 13,445,270 and 34,543,332 shares of beneficial interest outstanding - Note 4)	\$ 13.67	\$ 13.16
Maximum sales charge, 1.50% of offering price	<u>0.21</u>	<u>0.20</u>
Maximum offering price per share	<u>\$ 13.88</u>	<u>\$ 13.36</u>
Class B Shares:		
Net asset value and offering price per share * (\$3,972,253 applicable to 291,188 shares of beneficial interest outstanding - Note 4)	<u>\$ 13.64</u>	<u>\$ -</u>
Class C Shares:		
Net asset value and offering price per share * (\$91,451,012 and \$288,928,049 applicable to 6,648,364 and 21,988,621 shares of beneficial interest outstanding - Note 4)	<u>\$ 13.76</u>	<u>\$ 13.14</u>
Class I Shares:		
Net asset value, offering and redemption price per share (\$50,656,145 and \$324,198,721 applicable to 3,705,365 and 24,628,500 shares of beneficial interest outstanding - Note 4)	<u>\$ 13.67</u>	<u>\$ 13.16</u>
Class R3 Shares:		
Net asset value, offering and redemption price per share (\$12,232,715 and \$22,710,219 applicable to 894,191 and 1,724,374 shares of beneficial interest outstanding - Note 4)	<u>\$ 13.68</u>	<u>\$ 13.17</u>

* Redemption price per share is equal to net asset value less any applicable contingent deferred sales charge.

See notes to financial statements.

STATEMENTS OF OPERATIONS

Thornburg Limited Term Income Funds

Six Months Ended March 31, 2011 (Unaudited)

	Thornburg Limited Term U.S. Government Fund	Thornburg Limited Term Income Fund
INVESTMENT INCOME:		
Interest income (net of premium amortized of \$678,158 and \$1,724,250)	\$ 6,060,144	\$ 24,135,349
EXPENSES:		
Investment advisory fees (Note 3)	656,005	2,487,458
Administration fees (Note 3)		
Class A Shares	114,555	284,856
Class B Shares	2,868	-
Class C Shares	60,512	170,407
Class I Shares	13,207	77,103
Class R3 Shares	7,717	12,443
Distribution and service fees (Note 3)		
Class A Shares	229,109	569,713
Class B Shares	22,563	-
Class C Shares	240,719	681,818
Class R3 Shares	30,837	49,865
Transfer agent fees		
Class A Shares	78,994	196,004
Class B Shares	5,118	-
Class C Shares	48,806	123,042
Class I Shares	17,291	88,236
Class R3 Shares	5,279	6,431
Registration and filing fees		
Class A Shares	10,134	17,624
Class B Shares	9,148	-
Class C Shares	10,648	13,934
Class I Shares	11,611	17,621
Class R3 Shares	9,704	10,551
Custodian fees (Note 3)	48,554	73,466
Professional fees	17,360	22,792
Accounting fees	5,230	15,585
Trustee fees	3,858	12,780
Other expenses	18,641	56,814
Total Expenses	1,678,468	4,988,543
Less:		
Expenses reimbursed by investment advisor (Note 3)	(18,132)	(66,846)
Fees paid indirectly (Note 3)	(21,381)	(1,647)
Net Expenses	1,638,955	4,920,050
Net Investment Income	\$ 4,421,189	\$ 19,215,299

STATEMENTS OF OPERATIONS, CONTINUED

Thornburg Limited Term Income Funds

Six Months Ended March 31, 2011 (Unaudited)

	Thornburg Limited Term U.S. Government Fund	Thornburg Limited Term Income Fund
REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) on investments	\$ 599,493	\$ 7,578,004
Net change in unrealized appreciation (depreciation) of investments	(6,638,571)	(24,051,430)
Net Realized and Unrealized Loss	<u>(6,039,078)</u>	<u>(16,473,426)</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ (1,617,889)</u>	<u>\$ 2,741,873</u>

See notes to financial statements.

STATEMENTS OF CHANGES IN NET ASSETS

Thornburg Limited Term U.S. Government Fund

	Six Months Ended March 31, 2011*	Year Ended September 30, 2010
INCREASE (DECREASE) IN NET ASSETS FROM		
OPERATIONS:		
Net investment income	\$ 4,421,189	\$ 8,134,424
Net realized gain (loss) on investments	599,493	399,593
Increase (Decrease) in unrealized appreciation (depreciation) of investments	<u>(6,638,571)</u>	<u>4,944,595</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	(1,617,889)	13,478,612
DIVIDENDS TO SHAREHOLDERS:		
From net investment income		
Class A Shares	(2,856,075)	(4,787,505)
Class B Shares	(42,710)	(93,775)
Class C Shares	(1,379,110)	(2,336,691)
Class I Shares	(905,402)	(1,098,052)
Class R3 Shares	(186,467)	(281,351)
From realized gains		
Class A Shares	-	(656,646)
Class B Shares	-	(24,928)
Class C Shares	-	(362,681)
Class I Shares	-	(121,390)
Class R3 Shares	-	(36,511)
FUND SHARE TRANSACTIONS (NOTE 4):		
Class A Shares	(1,987,129)	44,591,116
Class B Shares	(1,151,452)	(791,168)
Class C Shares	(6,021,552)	18,334,888
Class I Shares	(3,695,741)	30,071,156
Class R3 Shares	<u>(155,687)</u>	<u>4,880,471</u>
Net Increase (Decrease) in Net Assets	(19,999,214)	100,765,545
NET ASSETS:		
Beginning of Period	<u>362,138,854</u>	<u>261,373,309</u>
End of Period	<u>\$ 342,139,640</u>	<u>\$ 362,138,854</u>
Undistributed net investment income	\$ -	\$ 505,476

* Unaudited

See notes to financial statements.

STATEMENTS OF CHANGES IN NET ASSETS

Thornburg Limited Term Income Fund

	Six Months Ended March 31, 2011*	Year Ended September 30, 2010
INCREASE (DECREASE) IN NET ASSETS FROM		
OPERATIONS:		
Net investment income	\$ 19,215,299	\$ 29,111,142
Net realized gain (loss) on investments	7,578,004	6,846,697
Increase (Decrease) in unrealized appreciation (depreciation) of investments	(24,051,430)	29,472,905
	<hr/>	<hr/>
Net Increase (Decrease) in Net Assets Resulting from Operations	2,741,873	65,430,744
DIVIDENDS TO SHAREHOLDERS:		
From net investment income		
Class A Shares	(8,361,437)	(13,393,395)
Class C Shares	(4,663,978)	(6,421,751)
Class I Shares	(6,187,910)	(8,976,616)
Class R3 Shares	(362,918)	(570,120)
From realized gains		
Class A Shares	(1,414,228)	-
Class C Shares	(830,699)	-
Class I Shares	(945,122)	-
Class R3 Shares	(55,975)	-
FUND SHARE TRANSACTIONS (NOTE 4):		
Class A Shares	3,872,860	199,893,182
Class C Shares	36,183,867	131,265,249
Class I Shares	34,623,857	139,106,146
Class R3 Shares	4,267,259	7,986,395
	<hr/>	<hr/>
Net Increase in Net Assets	58,867,449	514,319,834
NET ASSETS:		
Beginning of Period	1,031,600,562	517,280,728
	<hr/>	<hr/>
End of Period	\$ 1,090,468,011	\$ 1,031,600,562
	<hr/> <hr/>	<hr/> <hr/>
Undistributed net investment income	\$ 108,590	\$ 469,534

* Unaudited

See notes to financial statements.

NOTE 1 – ORGANIZATION

Thornburg Limited Term U.S. Government Fund (the “Government Fund”) and Thornburg Limited Term Income Fund (the “Income Fund”), hereafter referred to collectively as the “Funds,” are diversified series of Thornburg Investment Trust (the “Trust”). The Trust is organized as a Massachusetts business trust under a Declaration of Trust dated June 3, 1987 and is registered as a diversified, open-end management investment company under the Investment Company Act of 1940, as amended. The Funds are currently two of sixteen separate series of the Trust. Each series is considered to be a separate entity for financial reporting and tax purposes and bears expenses directly attributable to it. The Funds’ primary objectives are to obtain as high a level of current income as is consistent, in the view of the Funds’ investment advisor, with the safety of capital. As a secondary objective, the Funds seek to reduce changes in their share prices compared to longer term portfolios.

The Government Fund currently has five classes of shares of beneficial interest outstanding: Class A, Class B, Class C, Institutional Class (Class I), and Retirement Class (Class R3). The Government Fund no longer offers Class B shares for sale. The Income Fund currently offers four classes of shares of beneficial interest, Class A, Class C, Institutional Class (Class I), and Retirement Class (Class R3) shares. Each class of shares of the Funds represents an interest in the same portfolio of investments, except that (i) Class A shares are sold subject to a front-end sales charge collected at the time the shares are purchased and bear a service fee, (ii) Class B shares are sold at net asset value without a sales charge at the time of purchase, but are subject to a contingent deferred sales charge upon redemption and bear both a service fee and distribution fee, (iii) Class C shares are sold at net asset value without a sales charge at the time of purchase, but are subject to a contingent deferred sales charge upon redemption within one year of purchase, and bear both a service fee and a distribution fee, (iv) Class I shares are sold at net asset value without a sales charge at the time of purchase, (v) Class R3 shares are sold at net asset value without a sales charge, but bear both a service fee and a distribution fee, and (vi) the respective classes may have different reinvestment privileges and conversion rights. Additionally, each Fund may allocate among its classes certain expenses, to the extent allowable to specific classes, including transfer agent fees, government registration fees, certain printing and postage costs, and administrative and legal expenses. Currently, class specific expenses of the Funds are limited to distribution and service fees, administration fees, and certain registration and transfer agent expenses. Class B shares of the Government Fund outstanding for eight years will convert to Class A shares of the Government Fund.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies of the Trust are as follows:

Valuation of Investments: Debt obligations have a primary market over the counter and are valued by an independent pricing service approved by the Trustees of the Trust. The pricing service ordinarily values debt obligations at quoted bid prices. Quotations for any foreign debt obligations in foreign currencies are converted to U.S. dollar equivalents using the foreign exchange quotation in effect at the time of valuation. When quotations are not available, debt obligations are valued at evaluated prices determined by the pricing service using methods which include consideration of yields or prices of debt obligations of comparable quality, type of issue, coupon, maturity and rating, and indications as to value from dealers and general market conditions. Short-term obligations having remaining maturities of 60 days or less are ordinarily valued at amortized cost, which approximates market value.

In any case where a pricing service fails to provide a price for a debt obligation held by the Funds, the valuation and pricing committee determines a fair value for the obligation using procedures approved by the Trustees. Additionally, in any case where management believes that a price provided by a pricing service for a debt obligation may be unreliable, the valuation and pricing committee decides whether or not to use the pricing service’s valuation or to determine a fair value for the obligation.

In determining fair value for any portfolio security or other investment, the valuation and pricing committee seeks to determine the amount that an owner of the investment might reasonably expect to receive upon a sale of the investment. However, because fair value prices are estimated prices, the valuation and pricing committee’s determination of fair value for an investment may differ from the value that would be realized by a Fund upon a sale of the investment, and that difference could be material to the Fund’s financial statements. The valuation and pricing committee’s determination of fair value for an investment may also differ from the prices obtained by other persons (including other mutual funds) for the investment.

Valuation Measurements: Various inputs are used in determining the value of each Fund’s investments. These inputs are summarized in the three levels listed below.

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Limited Term Income Funds

March 31, 2011 (Unaudited)

Level 1: Quoted prices in active markets for identical investments.

Level 2: Other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment rates, credit risk, etc.).

Level 3: Significant unobservable inputs (including each Fund's own assumptions in determining the fair value of investments).

GOVERNMENT FUND

The following table displays a summary of the inputs used to value the Fund's net assets as of March 31, 2011. In any instance when valuation inputs from more than one level are used to determine the fair value of a specific investment, the investment is placed in the level of the table based upon the lowest level input that is significant in determining the fair value of the investment:

	Fair Value Measurements at March 31, 2011			
	Total	Level 1	Level 2	Level 3
Assets				
Investments in Securities				
U.S. Treasury Securities	\$ 36,497,533	\$ 36,497,533	\$ -	\$ -
U.S. Government Agencies	76,080,375	-	72,278,899	3,801,476
Mortgage Backed	212,853,991	-	212,853,991	-
Total Investments in Securities	\$ 325,431,899	\$ 36,497,533	\$ 285,132,890	\$ 3,801,476

A rollforward of fair value measurements using significant unobservable inputs (Level 3) for the six months ended March 31, 2011, was as follows:

	Beginning Balance 9/30/2010	Gross Purchases	Gross Sales	Net Realized Gain/(Loss)	Net Unrealized Appreciation/ (Depreciation)	Net Transfers in/(out) of Level 3 ^(b)	Ending Balance 3/31/2011
Investments in Securities ^(a)	\$7,171,456	\$ -	\$(172,098)	\$ (528)	\$ (208,997)	\$(2,988,357)	\$ 3,801,476

(a) Level 3 Securities represent 1.11% of Total Net Assets at the period ended March 31, 2011.

(b) Net transfers out of Level 3 were to Level 2, and were due to a change in other significant observable inputs existing during the six months ended March 31, 2011. Transfers into or out of Level 3 are based on the beginning market value of the year in which they occurred.

INCOME FUND

The following table displays a summary of the inputs used to value the Fund's net assets as of March 31, 2011. In any instance when valuation inputs from more than one level are used to determine the fair value of a specific investment, the investment is placed in the level of the table based upon the lowest level input that is significant in determining the fair value of the invest

	Fair Value Measurements at March 31, 2011			
	Total	Level 1	Level 2	Level 3
Assets				
Investments in Securities				
U.S. Treasury Securities	\$ 17,195,606	\$ 17,195,606	\$ -	\$ -
U.S. Government Agencies	37,269,549	-	34,745,845	2,523,704
Other Government	24,936,399	-	18,927,279	6,009,120
Mortgage Backed	139,772,859	-	139,772,859	-
Asset Backed Securities	88,093,445	-	85,085,945	3,007,500
Corporate Bonds	592,296,809	-	578,353,098	13,943,711
Convertible Bonds	14,406,250	-	14,406,250	-
Municipal Bonds	128,000,380	-	128,000,380	-
Short Term Investments	35,700,000	-	35,700,000	-
Total Investments in Securities	\$ 1,077,671,297	\$ 17,195,606	\$ 1,034,991,656	\$ 25,484,035

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Limited Term Income Funds

March 31, 2011 (Unaudited)

A rollforward of fair value measurements using significant unobservable inputs (Level 3) for the period ended March 31, 2011, was as follows:

	Beginning Balance 9/30/2010	Gross Purchases	Gross Sales	Net Realized Gain/(Loss)	Net Unrealized Appreciation/ (Depreciation)	Net Transfers in/(out) of Level 3 ^(b)	Ending Balance 3/31/2011
Investments in Securities ^(a)	\$15,214,529	\$18,542,361	\$(572,928)	\$ 786	\$ (229,821)	\$(7,470,892)	\$ 25,484,035

(a) Level 3 Securities represent 2.34% of Total Net Assets at the period ended March 31, 2011.

(b) Net transfers out of Level 3 were to Level 2, and were due to a change in other significant observable inputs existing during the six months ended March 31, 2011. Transfers into or out of Level 3 are based on the beginning market value of the year in which they occurred.

Other Notes: It is the policy of the Funds to recognize significant transfers between Levels 1 and 2 and to disclose those transfers at the last date of the reporting period. The Funds recognized no significant transfers into and out of Levels 1 and 2 during the six months ended March 31, 2011.

Federal Income Taxes: It is the policy of the Trust to comply with the provisions of the Internal Revenue Code applicable to "regulated investment companies" and to distribute to shareholders substantially all taxable income, including any net realized gain on investments of the Funds. Therefore, no provision for federal income taxes is required.

Management reviews each tax position believed to be material to the preparation of each Funds financial statements, to assess if it is more likely than not that the position would be sustained upon examination, based upon the technical merits of the position. As of March 31, 2011, management has not identified any such position for which a liability must be reflected in the Statement of Assets and Liabilities. The Funds tax returns remain subject to examination for three years after filing.

When-Issued and Delayed Delivery Transactions: The Funds may engage in when-issued or delayed delivery transactions. To the extent a Fund engages in such transactions, they will do so for the purpose of acquiring portfolio securities consistent with the Fund's investment objectives and not for the purpose of investment leverage or to speculate on interest rate and/or market changes. At the time a Fund makes a commitment to purchase a security on a when-issued or delayed delivery basis, the Fund will record the transaction and reflect the value in determining the Fund's net asset value. When effecting such transactions, assets of an amount sufficient to make payment for the portfolio securities to be purchased will be segregated on each Fund's records at the trade date. Securities purchased on a when-issued or delayed delivery basis do not earn interest until the settlement date.

Dividends: Net investment income of each Fund is declared daily as a dividend on shares for which the Fund has received payment. Dividends are paid monthly and are reinvested in additional shares of the Funds at net asset value per share at the close of business on the dividend payment date, or at the shareholder's option, paid in cash. Net realized capital gains, to the extent available, will be distributed at least annually.

General: Securities transactions are accounted for on a trade date basis. Interest income is accrued as earned. Premiums and discounts on securities purchased are amortized over the life of the respective securities. Realized gains and losses from the sale of securities are recorded on an identified cost basis. The Funds invest in various mortgage-backed securities. Such securities pay interest and a portion of principal each month, which is then available for investment in securities at prevailing prices. Paydown gains and losses on these securities are included in interest income. Net investment income (other than class specific expenses) and realized and unrealized gains and losses are allocated daily to each class of shares based upon the relative net asset value of outstanding shares (or the value of the dividend-eligible shares, as appropriate) of each class of shares at the beginning of the day (after adjusting for the current share activity of the respective class). Expenses common to all Funds are allocated among the Funds comprising the Trust based upon their relative net asset values or other appropriate allocation methods.

Foreign Currency Translation: With respect to the Income Fund, portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the rate of exchange of such currencies against U.S. dollars on the date of valuation. Purchases and sales of portfolio securities and interest denominated in foreign currencies are translated into U.S. dollar amounts on the respective dates of such transactions.

The Income Fund does not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gain or loss from investments.

Reported net realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions, and the difference between the amount of interest recorded on the Income Fund's books and the U.S. dollar equivalent of the amounts actually received or paid.

Guarantees and Indemnifications: Under the Trust's organizational documents, its officers and Trustees are indemnified against certain liabilities arising out of the performance of their duties to the Funds. Additionally, in the normal course of business the Trust enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown. However, based on experience, the Trust expects the risk of loss to be remote.

Use of Estimates: The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates.

NOTE 3 – INVESTMENT ADVISORY FEE AND OTHER TRANSACTIONS WITH AFFILIATES

Pursuant to an investment advisory agreement, Thornburg Investment Management, Inc. (the "Advisor") serves as the investment advisor and performs services to the Funds for which the fees are payable at the end of each month. For the six months ended March 31, 2011, these fees were payable at annual rates ranging from .375 of 1% to .275 of 1% per annum of the average daily net assets of the Government Fund and .50 of 1% to .275 of 1% per annum of the average daily net assets of the Income Fund depending on each Fund's asset size. The Trust also has entered into administrative services agreements with the Advisor, whereby the Advisor will perform certain administrative services for the shareholders of each class of each Fund's shares, and for which fees will be payable at an annual rate of up to .125 of 1% per annum of the average daily net assets attributable to Class A, Class B, Class C, and Class R3 shares, and up to .05 of 1% per annum of the average daily net assets attributable to Class I shares. For the six months ended March 31, 2011, the Advisor voluntarily or contractually reimbursed certain class specific expenses and administrative fees of \$18,132 for the Class R3 shares, of the Government Fund and \$15,384, \$20,249, \$213 and \$31,000 for the Class A, C, I and R3 shares, respectively, of the Income Fund.

The Trust has an underwriting agreement with Thornburg Securities Corporation (the "Distributor," an affiliate of the Advisor), which acts as the distributor of each Fund's shares. For the six months ended March 31, 2011, the Distributor has advised the Funds that they earned net commissions aggregating \$1,010 from the sale of Class A shares of the Government Fund, \$1,937 from the sale of Class A shares of the Income Fund, and collected contingent deferred sales charges aggregating \$8,582 and \$30,861 from redemptions of Class C shares of the Government Fund and Income Fund, respectively.

Pursuant to a service plan under Rule 12b-1 of the Investment Company Act of 1940, the Funds may reimburse to the Advisor an amount not to exceed .25 of 1% per annum of the average daily net assets attributable to the Class A, Class B, Class C, Class I, and Class R3 shares of the Funds for payments made by the Advisor to securities dealers and other financial institutions to obtain various shareholder and distribution related services. For the six months ended March 31, 2011, there were no 12b-1 service plan fees charged for Class I shares. The Advisor may pay out of its own resources additional expenses for distribution of each Fund's shares.

The Trust has also adopted distribution plans pursuant to Rule 12b-1, applicable to each Fund's Class C and Class R3 shares, and also applicable to Government Fund's Class B shares, under which the Funds compensate the Distributor for services in promoting the sale of Class B, C, and R3 shares of the Funds at an annual rate of up to .75 of 1% per annum of the average daily net assets attributable to Class B shares, and an annual rate of up to .25 of 1% per annum of the average daily net assets attributable to Class C and Class R3 shares. Total fees incurred by the Distributor for each class of shares of the Funds under their respective Service and Distribution Plans for the six months ended March 31, 2011, are set forth in the Statements of Operations.

The Trust has an agreement with the custodian bank to indirectly pay a portion of the custodian's fees through credits earned by each Fund's cash on deposit with the bank. This deposit agreement is an alternative to overnight investments. Custodial fees have been

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Limited Term Income Funds

March 31, 2011 (Unaudited)

adjusted to reflect amounts that would have been paid without this agreement, with a corresponding adjustment reflected as fees paid indirectly in the Statements of Operations. For the six months ended March 31, 2011, fees paid indirectly were \$21,381 for the Government Fund and \$1,647 for the Income Fund.

Certain officers and Trustees of the Trust are also officers and/or directors of the Advisor and Distributor. The compensation of independent Trustees is borne by the Trust.

NOTE 4 – SHARES OF BENEFICIAL INTEREST

At March 31, 2011, there were an unlimited number of shares of beneficial interest authorized. Transactions in shares of beneficial interest were as follows:

GOVERNMENT FUND

	Six Months Ended		Year Ended	
	March 31, 2011 (Unaudited)		September 30, 2010 (Audited)	
	Shares	Amount	Shares	Amount
Class A Shares				
Shares sold	2,768,789	\$ 38,097,309	6,863,872	\$ 94,820,720
Shares issued to shareholders in reinvestment of dividends	158,473	2,183,410	312,811	4,320,057
Shares repurchased	(3,070,333)	(42,267,848)	(3,954,815)	(54,549,661)
Net Increase (Decrease)	(143,071)	\$ (1,987,129)	3,221,868	\$ 44,591,116
Class B Shares				
Shares sold	10,794	\$ 148,558	112,354	\$ 1,549,558
Shares issued to shareholders in reinvestment of dividends	2,710	37,272	7,093	97,704
Shares repurchased	(97,186)	(1,337,282)	(177,244)	(2,438,430)
Net Increase (Decrease)	(83,682)	\$ (1,151,452)	(57,797)	\$ (791,168)
Class C Shares				
Shares sold	1,174,625	\$ 16,322,933	3,854,657	\$ 53,551,771
Shares issued to shareholders in reinvestment of dividends	71,705	993,778	140,523	1,952,489
Shares repurchased	(1,686,053)	(23,338,263)	(2,679,800)	(37,169,372)
Net Increase (Decrease)	(439,723)	\$ (6,021,552)	1,315,380	\$ 18,334,888
Class I Shares				
Shares sold	633,840	\$ 8,728,316	3,198,552	\$ 44,258,618
Shares issued to shareholders in reinvestment of dividends	49,335	679,467	56,148	776,441
Shares repurchased	(951,296)	(13,103,524)	(1,087,186)	(14,963,903)
Net Increase (Decrease)	(268,121)	\$ (3,695,741)	2,167,514	\$ 30,071,156
Class R3 Shares				
Shares sold	158,227	\$ 2,174,839	565,861	\$ 7,827,234
Shares issued to shareholders in reinvestment of dividends	13,062	179,999	22,746	314,344
Shares repurchased	(182,488)	(2,510,525)	(236,222)	(3,261,107)
Net Increase (Decrease)	(11,199)	\$ (155,687)	352,385	\$ 4,880,471

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Limited Term Income Funds

March 31, 2011 (Unaudited)

INCOME FUND	Six Months Ended		Year Ended	
	March 31, 2011 (Unaudited)		September 30, 2010 (Audited)	
	Shares	Amount	Shares	Amount
Class A Shares				
Shares sold	7,716,232	\$ 102,201,482	21,879,703	\$ 285,979,591
Shares issued to shareholders in reinvestment of dividends	601,713	7,959,677	831,439	10,905,086
Shares repurchased	(8,045,695)	(106,288,299)	(7,414,765)	(96,991,495)
Net Increase (Decrease)	272,250	\$ 3,872,860	15,296,377	\$ 199,893,182
Class C Shares				
Shares sold	5,518,483	\$ 72,946,862	12,001,955	\$ 156,815,343
Shares issued to shareholders in reinvestment of dividends	293,978	3,882,006	339,961	4,453,016
Shares repurchased	(3,086,241)	(40,645,001)	(2,299,042)	(30,003,110)
Net Increase (Decrease)	2,726,220	\$ 36,183,867	10,042,874	\$ 131,265,249
Class I Shares				
Shares sold	8,034,983	\$ 106,248,513	15,971,676	\$ 209,108,311
Shares issued to shareholders in reinvestment of dividends	435,020	5,753,851	538,856	7,069,519
Shares repurchased	(5,870,450)	(77,378,507)	(5,881,124)	(77,071,684)
Net Increase (Decrease)	2,599,553	\$ 34,623,857	10,629,408	\$ 139,106,146
Class R3 Shares				
Shares sold	725,120	\$ 9,552,327	1,088,310	\$ 14,252,821
Shares issued to shareholders in reinvestment of dividends	30,008	397,090	41,086	538,934
Shares repurchased	(429,392)	(5,682,158)	(517,688)	(6,805,360)
Net Increase (Decrease)	325,736	\$ 4,267,259	611,708	\$ 7,986,395

NOTE 5 – SECURITIES TRANSACTIONS

For the six months ended March 31, 2011, the Government Fund had purchase and sale transactions of investment securities (excluding short-term investments) of \$56,621,371 and \$23,706,105, respectively, while the Income Fund had purchase and sale transactions of investment securities (excluding short-term investments and U.S. Government obligations) of \$277,962,329 and \$154,199,517, respectively.

NOTE 6 – INCOME TAXES

At March 31, 2011, information on the tax components of capital is as follows:

	Government Fund	Income Fund
Cost of investments for tax purposes	\$ 317,999,506	\$ 1,055,295,969
Gross unrealized appreciation on a tax basis	\$ 8,780,771	\$ 32,343,951
Gross unrealized depreciation on a tax basis	(1,348,378)	(9,968,623)
Net unrealized appreciation (depreciation) on investments (tax basis)	\$ 7,432,393	\$ 22,375,328

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Limited Term Income Funds

March 31, 2011 (Unaudited)

At March 31, 2011, the Government Fund had deferred tax basis capital losses occurring subsequent to October 31, 2009 of \$253,397. For tax purposes, such losses will be reflected in the year ending September 30, 2011.

At March 31, 2011, the Government Fund had tax basis capital losses of \$17,316, which may be carried forward to offset future capital gains. To the extent such carryforwards are used, capital gain distributions may be reduced to the extent provided by regulations. Such capital loss carryforwards will expire September 30, 2018.

OTHER NOTES

Fund management believes no events have occurred between March 31, 2011 and May 20, 2011, the date of issuance of the financial statements, which require adjustment of, or disclosure in, the accompanying financial statements.

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FINANCIAL HIGHLIGHTS

Thornburg Limited Term U.S. Government Fund

PER SHARE PERFORMANCE (for a share outstanding throughout the period)+

Unless Otherwise Noted, Periods are Fiscal Years Ended Sept. 30,	Net Asset Value Beginning of Period	Net Investment Income (Loss)	Net Realized & Unrealized Gain (Loss) on Investments	Total from Investment Operations	Dividends from Net Investment Income	Dividends from Net Realized Gains	Total Dividends	Net Asset Value End of Period
Class A Shares								
2011 ^{(b)(c)}	\$ 13.94	0.18	(0.24)	(0.06)	(0.21)	-	(0.21)	\$ 13.67
2010 ^(c)	\$ 13.78	0.39	0.80	1.19	(0.41)	(0.62)	(1.03)	\$ 13.94
2009 ^(c)	\$ 13.26	0.41	0.54	0.95	(0.43)	-	(0.43)	\$ 13.78
2008 ^(c)	\$ 12.97	0.45	0.29	0.74	(0.45)	-	(0.45)	\$ 13.26
2007 ^(c)	\$ 12.75	0.40	0.23	0.63	(0.41)	-	(0.41)	\$ 12.97
2006 ^(c)	\$ 12.76	0.37	(0.01)	0.36	(0.37)	-	(0.37)	\$ 12.75
Class B Shares								
2011 ^(b)	\$ 13.91	0.09	(0.23)	(0.14)	(0.13)	-	(0.13)	\$ 13.64
2010	\$ 13.75	0.23	0.80	1.03	(0.25)	(0.62)	(0.87)	\$ 13.91
2009	\$ 13.23	0.27	0.53	0.80	(0.28)	-	(0.28)	\$ 13.75
2008	\$ 12.94	0.28	0.28	0.56	(0.27)	-	(0.27)	\$ 13.23
2007	\$ 12.72	0.22	0.23	0.45	(0.23)	-	(0.23)	\$ 12.94
2006	\$ 12.73	0.18	(0.01)	0.17	(0.18)	-	(0.18)	\$ 12.72
Class C Shares								
2011 ^(b)	\$ 14.03	0.16	(0.23)	(0.07)	(0.20)	-	(0.20)	\$ 13.76
2010	\$ 13.87	0.35	0.81	1.16	(0.38)	(0.62)	(1.00)	\$ 14.03
2009	\$ 13.34	0.37	0.55	0.92	(0.39)	-	(0.39)	\$ 13.87
2008	\$ 13.04	0.41	0.30	0.71	(0.41)	-	(0.41)	\$ 13.34
2007	\$ 12.83	0.37	0.22	0.59	(0.38)	-	(0.38)	\$ 13.04
2006	\$ 12.84	0.34	(0.01)	0.33	(0.34)	-	(0.34)	\$ 12.83
Class I Shares								
2011 ^(b)	\$ 13.94	0.20	(0.23)	(0.03)	(0.24)	-	(0.24)	\$ 13.67
2010	\$ 13.78	0.42	0.82	1.24	(0.46)	(0.62)	(1.08)	\$ 13.94
2009	\$ 13.26	0.45	0.53	0.98	(0.46)	-	(0.46)	\$ 13.78
2008	\$ 12.97	0.49	0.29	0.78	(0.49)	-	(0.49)	\$ 13.26
2007	\$ 12.75	0.44	0.23	0.67	(0.45)	-	(0.45)	\$ 12.97
2006	\$ 12.76	0.41	(0.01)	0.40	(0.41)	-	(0.41)	\$ 12.75
Class R3 Shares								
2011 ^(b)	\$ 13.95	0.17	(0.23)	(0.06)	(0.21)	-	(0.21)	\$ 13.68
2010	\$ 13.79	0.38	0.80	1.18	(0.40)	(0.62)	(1.02)	\$ 13.95
2009	\$ 13.27	0.41	0.53	0.94	(0.42)	-	(0.42)	\$ 13.79
2008	\$ 12.97	0.44	0.30	0.74	(0.44)	-	(0.44)	\$ 13.27
2007	\$ 12.76	0.40	0.22	0.62	(0.41)	-	(0.41)	\$ 12.97
2006	\$ 12.77	0.37	(0.01)	0.36	(0.37)	-	(0.37)	\$ 12.76

(a) Not annualized for periods less than one year.

(b) Unaudited Six Month Period Ended March 31.

(c) Sales loads are not reflected in computing total return.

(d) Annualized.

+ Based on weighted average shares outstanding.

See notes to financial statements.

FINANCIAL HIGHLIGHTS, CONTINUED

Thornburg Limited Term U.S. Government Fund

RATIOS TO AVERAGE NET ASSETS

Net Investment Income (Loss) (%)	Expenses, After Expense Reductions (%)	Expenses, After Expense Reductions and Net of Custody Credits (%)	Expenses, Before Expense Reductions (%)
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2.58 ^(d)	0.90 ^(d)	0.89 ^(d)	0.90 ^(d)
2.81	0.93	0.92	0.93
3.04	0.94	0.93	0.94
3.39	0.95	0.93	0.95
3.13	0.98	0.97	0.99
2.90	0.99	0.96	0.99

1.31 ^(d)	2.16 ^(d)	2.15 ^(d)	2.16 ^(d)
1.65	2.11	2.11	2.11
1.96	2.01	2.01	2.04
2.08	2.26	2.25	2.26
1.73	2.40	2.39	2.63
1.41	2.51	2.48	3.21

2.30 ^(d)	1.17 ^(d)	1.16 ^(d)	1.17 ^(d)
2.53	1.21	1.20	1.71
2.74	1.22	1.21	1.72
3.10	1.24	1.22	1.75
2.88	1.25	1.24	1.80
2.63	1.26	1.23	1.79

2.89 ^(d)	0.59 ^(d)	0.58 ^(d)	0.59 ^(d)
3.09	0.60	0.59	0.60
3.31	0.66	0.66	0.67
3.68	0.66	0.64	0.67
3.45	0.68	0.67	0.74
3.22	0.68	0.65	0.78

2.48 ^(d)	1.00 ^(d)	0.99 ^(d)	1.30 ^(d)
2.73	0.99	0.99	1.31
3.00	1.00	0.99	1.40
3.33	1.01	0.99	1.47
3.15	1.00	0.99	1.64
2.90	1.00	0.97	1.55

SUPPLEMENTAL DATA

Total Return (%) ^(a)	Portfolio Turnover Rate (%)	Net Assets at End of Period (Thousands)
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(0.40)	7.33	\$ 183,828
4.69	16.01	\$ 189,465
7.21	39.42	\$ 142,872
5.75	19.61	\$ 123,625
5.03	43.35	\$ 91,561
2.87	7.47	\$ 106,913

(1.03)	7.33	\$ 3,972
3.46	16.01	\$ 5,215
6.08	39.42	\$ 5,950
4.37	19.61	\$ 5,147
3.55	43.35	\$ 2,586
1.32	7.47	\$ 2,476

(0.52)	7.33	\$ 91,451
4.39	16.01	\$ 99,430
6.97	39.42	\$ 80,039
5.51	19.61	\$ 63,998
4.66	43.35	\$ 25,566
2.60	7.47	\$ 25,132

(0.25)	7.33	\$ 50,656
5.03	16.01	\$ 55,398
7.51	39.42	\$ 24,887
6.06	19.61	\$ 21,275
5.35	43.35	\$ 15,963
3.19	7.47	\$ 14,900

(0.45)	7.33	\$ 12,233
4.62	16.01	\$ 12,631
7.15	39.42	\$ 7,625
5.77	19.61	\$ 6,367
4.93	43.35	\$ 4,398
2.86	7.47	\$ 3,591

FINANCIAL HIGHLIGHTS

Thornburg Limited Term Income Fund

PER SHARE PERFORMANCE (for a share outstanding throughout the period)+

Unless Otherwise Noted, Periods are Fiscal Years Ended Sept. 30,	Net Asset Value Beginning of Period	Net Investment Income (Loss)	Net Realized & Unrealized Gain (Loss) on Investments	Total from Investment Operations	Dividends from Net Investment Income	Dividends from Net Realized Gains	Total Dividends	Net Asset Value End of Period
Class A Shares								
2011 ^{(b)(c)}	\$ 13.41	0.24	(0.21)	0.03	(0.24)	(0.04)	(0.28)	\$ 13.16
2010 ^(c)	\$ 12.81	0.51	0.61	1.12	(0.52)	-	(0.52)	\$ 13.41
2009 ^(c)	\$ 11.92	0.60	0.90	1.50	(0.61)	-	(0.61)	\$ 12.81
2008 ^(c)	\$ 12.40	0.55	(0.48)	0.07	(0.55)	-	(0.55)	\$ 11.92
2007 ^(c)	\$ 12.37	0.50	0.04	0.54	(0.51)	-	(0.51)	\$ 12.40
2006 ^(c)	\$ 12.51	0.50	(0.14)	0.36	(0.50)	-	(0.50)	\$ 12.37
Class C Shares								
2011 ^(b)	\$ 13.39	0.22	(0.20)	0.02	(0.23)	(0.04)	(0.27)	\$ 13.14
2010	\$ 12.79	0.47	0.61	1.08	(0.48)	-	(0.48)	\$ 13.39
2009	\$ 11.90	0.57	0.90	1.47	(0.58)	-	(0.58)	\$ 12.79
2008	\$ 12.38	0.52	(0.49)	0.03	(0.51)	-	(0.51)	\$ 11.90
2007	\$ 12.35	0.47	0.03	0.50	(0.47)	-	(0.47)	\$ 12.38
2006	\$ 12.49	0.47	(0.14)	0.33	(0.47)	-	(0.47)	\$ 12.35
Class I Shares								
2011 ^(b)	\$ 13.41	0.26	(0.21)	0.05	(0.26)	(0.04)	(0.30)	\$ 13.16
2010	\$ 12.82	0.55	0.60	1.15	(0.56)	-	(0.56)	\$ 13.41
2009	\$ 11.92	0.64	0.90	1.54	(0.64)	-	(0.64)	\$ 12.82
2008	\$ 12.40	0.59	(0.48)	0.11	(0.59)	-	(0.59)	\$ 11.92
2007	\$ 12.37	0.54	0.04	0.58	(0.55)	-	(0.55)	\$ 12.40
2006	\$ 12.51	0.54	(0.14)	0.40	(0.54)	-	(0.54)	\$ 12.37
Class R3 Shares								
2011 ^(b)	\$ 13.42	0.24	(0.21)	0.03	(0.24)	(0.04)	(0.28)	\$ 13.17
2010	\$ 12.82	0.51	0.61	1.12	(0.52)	-	(0.52)	\$ 13.42
2009	\$ 11.92	0.61	0.90	1.51	(0.61)	-	(0.61)	\$ 12.82
2008	\$ 12.40	0.55	(0.48)	0.07	(0.55)	-	(0.55)	\$ 11.92
2007	\$ 12.38	0.50	0.03	0.53	(0.51)	-	(0.51)	\$ 12.40
2006	\$ 12.52	0.50	(0.14)	0.36	(0.50)	-	(0.50)	\$ 12.38

(a) Not annualized for periods less than one year.

(b) Unaudited Six Month Period Ended March 31.

(c) Sales loads are not reflected in computing total return.

(d) Annualized.

+ Based on weighted average shares outstanding.

See notes to financial statements.

FINANCIAL HIGHLIGHTS, CONTINUED

Thornburg Limited Term Income Fund

RATIOS TO AVERAGE NET ASSETS

Net Investment Income (Loss) (%)	Expenses, After Expense Reductions (%)	Expenses, After Expense Reductions and Net of Custody Credits (%)	Expenses, Before Expense Reductions (%)
3.60 ^(d)	0.97 ^(d)	0.97 ^(d)	0.97 ^(d)
3.88	0.99	0.99	1.01
5.04	0.99	0.99	1.04
4.38	0.99	0.99	1.03
4.07	1.00	0.99	1.08
4.05	1.00	0.99	1.09
3.35 ^(d)	1.22 ^(d)	1.22 ^(d)	1.23 ^(d)
3.62	1.24	1.24	1.77
4.79	1.24	1.24	1.82
4.15	1.24	1.24	1.83
3.82	1.24	1.24	1.89
3.79	1.25	1.24	1.87
3.95 ^(d)	0.62 ^(d)	0.62 ^(d)	0.62 ^(d)
4.22	0.64	0.64	0.64
5.39	0.66	0.66	0.68
4.72	0.66	0.66	0.67
4.39	0.67	0.67	0.72
4.38	0.68	0.67	0.72
3.58 ^(d)	0.99 ^(d)	0.99 ^(d)	1.30 ^(d)
3.89	0.99	0.99	1.35
5.08	0.99	0.99	1.48
4.42	0.99	0.99	1.52
4.09	0.99	0.99	1.71
4.07	1.00	0.99	1.79

SUPPLEMENTAL DATA

Total Return (%) ^(a)	Portfolio Turnover Rate (%)	Net Assets at End of Period (Thousands)
0.25	16.99	\$ 454,631
8.91	16.35	\$ 459,531
13.05	45.31	\$ 243,141
0.44	42.84	\$ 134,372
4.43	41.55	\$ 155,021
2.96	6.77	\$ 190,670
0.12	16.99	\$ 288,928
8.64	16.35	\$ 257,869
12.78	45.31	\$ 117,950
0.18	42.84	\$ 57,114
4.17	41.55	\$ 40,769
2.71	6.77	\$ 44,361
0.42	16.99	\$ 324,199
9.20	16.35	\$ 295,433
13.50	45.31	\$ 146,099
0.77	42.84	\$ 118,222
4.76	41.55	\$ 103,530
3.30	6.77	\$ 111,535
0.24	16.99	\$ 22,710
8.90	16.35	\$ 18,767
13.13	45.31	\$ 10,091
0.44	42.84	\$ 9,712
4.34	41.55	\$ 6,191
2.97	6.77	\$ 3,331

EXPENSE EXAMPLE

Thornburg Limited Term Income Funds

March 31, 2011 (Unaudited)

As a shareholder of the Funds, you incur two types of costs:

(1) transaction costs, including

(a) sales charges (loads) on purchase payments, for Class A shares;

(b) a deferred sales charge on redemptions of any part or all of a purchase of \$1 million of Class A shares within 12 months of purchase;

(c) a deferred sales charge on redemptions of Class B shares within eight years of purchase;

(d) a deferred sales charge on redemptions of Class C shares within 12 months of purchase;

(2) ongoing costs, including management fees; distribution and/or service (12b-1) fees; and other Fund expenses.

This example is intended to help you understand your ongoing costs (in dollars) of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual funds.

The example is based on a \$1,000 investment beginning on October 1, 2010, and held until March 31, 2011.

ACTUAL EXPENSES

For each class of shares, the first line of the table at right provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line for your class of shares under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

HYPOTHETICAL EXAMPLE FOR COMPARISON PURPOSES

For each class of shares, the second line of the table at right provides information about hypothetical account values and hypothetical expenses based on the Funds' actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Funds' actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Funds and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any trans-

	Beginning Account Value 10/1/10	Ending Account Value 3/31/11	Expenses Paid During Period† 10/1/10–3/31/11
Limited Term U.S. Government Fund			
Class A Shares			
Actual	\$1,000.00	\$ 996.00	\$ 4.42
Hypothetical*	\$1,000.00	\$ 1,020.50	\$ 4.48
Class B Shares			
Actual	\$1,000.00	\$ 989.70	\$ 10.65
Hypothetical*	\$1,000.00	\$ 1,014.23	\$ 10.78
Class C Shares			
Actual	\$1,000.00	\$ 994.80	\$ 5.78
Hypothetical*	\$1,000.00	\$ 1,019.14	\$ 5.85
Class I Shares			
Actual	\$1,000.00	\$ 997.50	\$ 2.87
Hypothetical*	\$1,000.00	\$ 1,022.06	\$ 2.90
Class R3 Shares			
Actual	\$1,000.00	\$ 995.50	\$ 4.92
Hypothetical*	\$1,000.00	\$ 1,020.00	\$ 4.98
Limited Term Income Fund			
Class A Shares			
Actual	\$1,000.00	\$ 1,002.50	\$ 4.83
Hypothetical*	\$1,000.00	\$ 1,020.11	\$ 4.87
Class C Shares			
Actual	\$1,000.00	\$ 1,001.20	\$ 6.06
Hypothetical*	\$1,000.00	\$ 1,018.87	\$ 6.12
Class I Shares			
Actual	\$1,000.00	\$ 1,004.20	\$ 3.11
Hypothetical*	\$1,000.00	\$ 1,021.82	\$ 3.14
Class R3 Shares			
Actual	\$1,000.00	\$ 1,002.40	\$ 4.94
Hypothetical*	\$1,000.00	\$ 1,020.00	\$ 4.99

† **Thornburg Limited Term U.S. Government Fund** expenses are equal to the annualized expense ratio for each class (A: 0.89%; B: 2.15%; C: 1.16%; I: 0.58%; R3: 0.99%) multiplied by the average account value over the period, multiplied by 182/365 to reflect the one-half year period.

† **Thornburg Limited Term Income Fund** expenses are equal to the annualized expense ratio for each class (A: 0.97%; C: 1.22%; I: 0.62%; R3: 0.99%) multiplied by the average account value over the period, multiplied by 182/365 to reflect the one-half year period.

* Hypothetical assumes a rate of return of 5% per year before expenses.

actional costs, such as sales charges (loads), redemption fees, or exchange fees. Therefore, the second line of the table for each class of shares is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

PORTFOLIO PROXY VOTING**Policies and Procedures:**

The Trust has delegated to Thornburg Investment Management, Inc. (the "Advisor") voting decisions respecting proxies for each of the Fund's voting securities. The Advisor makes voting decisions in accordance with its Proxy Voting Policy and Procedures. A description of the Policy and Procedures is available (i) without charge, upon request, by calling the Advisor toll-free at 1-800-847-0200, (ii) on the Thornburg website at www.thornburg.com, and (iii) on the Securities and Exchange Commission's website at www.sec.gov.

Information regarding how proxies were voted is available on or before August 31 of each year for the twelve months ending the preceding June 30. This information is available (i) without charge, upon request by calling the Advisor toll-free at 1-800-847-0200, (ii) on the Thornburg website at www.thornburg.com, and (iii) on the Securities and Exchange Commission's website at www.sec.gov.

AVAILABILITY OF QUARTERLY PORTFOLIO SCHEDULE

The Funds file with the Securities and Exchange Commission schedules of their portfolio holdings on Form N-Q for the first and third quarters of each fiscal year. The Funds' Forms N-Q are available on the Commission's website at www.sec.gov, or may be reviewed and copied at the Commission's Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330. The Funds also make this information available on their website at www.thornburg.com/download or upon request by calling 1-800-847-0200.

Trustees' Statement to Shareholders

Not part of the Certified Semi-Annual Report

February 8, 2005, as readopted September 13, 2010

The Trustees are concerned that ongoing commentaries and opinions reported in the media may confuse investors in general as to the supervisory duties of trustees of mutual funds and, in particular, leave Thornburg Investment Trust shareholders uncertain regarding how we discharge our responsibilities in supervising the Funds' investment advisor and in reviewing the advisor's contract for renewal. We decided to spell out clearly three principal guidelines that we follow in supervising the Trust's investment advisor on your behalf.

We begin with the premise that each shareholder selected his or her Fund because its investments are managed by the investment advisor identified in the prospectus and in accordance with the objective and policies described in the prospectus. We realize, as each of you do, that if you believe that your Fund's stated objective and policies no longer serve your personal investment goals, you can sell your shares and leave the Fund.

Therefore, we believe that our primary supervisory task – our principal obligation to you – is to assess the nature and quality of the advisor's services, and to confirm that the advisor actively and competently pursues the Fund's objective, in accordance with the policies set out in the prospectus. To do this, we meet regularly with management to review your Fund's portfolio and to discuss the advisor's specific actions and judgments in pursuing the Fund's objective. We do not substitute our own judgment for the advisor's decisions in selecting investments; the advisor is paid to exercise its informed judgment on investment decisions, and we seek to confirm, in reviewing the advisor's performance, that the advisor is doing just that.

Second, while we are conscious of costs and the effect that costs have on shareholders' returns, we do not seek the lowest fees or expense ratio as our sole or primary objective. We try to make sure that your Fund's fees and costs are reasonable in relationship to the services rendered and that they are generally in line with those charged by other expert investment advisors, consistent with our belief that the Fund's investors searched for and expect that expertise and attention and have decided to pay a reasonable price for it. We do not put the management contract "out to bid" as a matter of course, and we would not do so unless we had concluded that the advisor materially had failed to pursue the Fund's objectives in accordance with its policies, or for other equally important reasons. We believe that any other approach would be inconsistent with your interests and contrary to your expectations when you bought shares of the Fund in the first place.

Finally, because we believe that most Thornburg Fund shareholders have invested with a long-term perspective, we try not to focus too much on the fashions of the moment and on short-term performance. The market will not favor any specific investment objective or set of policies at all times and under all economic circumstances. A fund will experience periods of both high and low returns relative to other funds and other investments. Even if one of our Funds is not favored by the market at a particular time, we believe that the advisor is nonetheless obliged to remain true to the Fund's objective and policies, and we watch to see that it does so.

Retirement and Education Accounts

Thornburg Investment Management offers retirement and education savings accounts that can help you meet a variety of planning challenges. For account applications or further information on any of the accounts below, please call 1-800-847-0200 or go to www.thornburg.com/ira. Your financial advisor can help you determine which plan is right for you.

Individual Retirement Accounts

Individual Retirement Accounts (IRAs) provide a tax-advantaged means to save money for the future. For a detailed outline of the difference between retirement accounts, see www.thornburg.com/ira. Rollovers are available. Call 1-800-847-0200 for more information.

Traditional IRAs – Contributions to Traditional IRAs are tax deductible for eligible individuals, and withdrawals are taxed as additional ordinary income. You may contribute to an IRA if you receive compensation and are under 70½, even if you are covered by an employer retirement plan. Deductible contributions are subject to certain qualifications. Please consult your tax advisor.

Roth IRAs – Under a Roth IRA, there is no tax deduction for contributions, but there is no income tax on qualified withdrawals. For a more detailed comparison of Traditional and Roth IRAs, please see our web site at www.thornburg.com/ira.

SEP IRAs – Simplified Employee Pension (SEP) IRAs are established by employers. The employer is allowed a tax deduction for contributions made to the SEP Plan and makes contributions to each eligible employee's SEP IRA on a discretionary basis.

SIMPLE IRAs – Savings Incentive Match Plan for Employees of Small Employers (SIMPLE) is designed to give small business owners a simplified method to establish and contribute to a retirement plan for employees. The employer is allowed a tax deduction for contributions and makes either matching or non-elective contributions to each eligible employee's SIMPLE IRA. Employees may make salary deferral contributions.

Coverdell Education Savings Account

These savings accounts are designed to provide a way to save money for higher education expenses. In an Education Savings Account, earnings and interest grow tax-free, and qualified withdrawals used to pay for eligible higher-education expenses are tax- and penalty-free.

Funds Available

The following funds are available in the accounts listed above:

- Thornburg International Value Fund
- Thornburg Value Fund
- Thornburg Core Growth Fund
- Thornburg Investment Income Builder Fund
- Thornburg Global Opportunities Fund
- Thornburg International Growth Fund
- Thornburg Developing World Fund
- Thornburg Limited Term U.S. Government Fund
- Thornburg Limited Term Income Fund
- Thornburg Strategic Income Fund



The Firm

Thornburg Investment Management® is a privately held investment management company based in Santa Fe, New Mexico with assets under management of \$80 billion. Founded in 1982, the firm manages seven equity funds, nine bond funds, and separate portfolios for select institutions and individuals.

Investment Philosophy

We seek to preserve and increase the real wealth of the Funds' shareholders after accounting for inflation, taxes, and investment expenses. We're committed to disciplined investing and managing risk in all market environments.

Portfolio Holdings Disclosure

We believe you should know about your portfolio. Our web site keeps investors informed of the Funds' equity holdings. Go to www.thornburg.com/funds for commentary on our equity fund holdings.

Co-Ownership of Funds

We invest side-by-side with the Funds' shareholders. Our employees have invested \$285 million in Thornburg products.

Thornburg Equity Funds

Thornburg's equity research uses a fundamental and comprehensive analytical approach. Thornburg equity funds focus on a limited number of securities so that each holding can impact performance. The equity team searches for firms believed to have a promising future and seeks to buy shares of those companies at a discount to their intrinsic value.

- Thornburg Value Fund
- Thornburg International Value Fund
- Thornburg Core Growth Fund
- Thornburg Investment Income Builder Fund
- Thornburg Global Opportunities Fund
- Thornburg International Growth Fund
- Thornburg Developing World Fund

Thornburg Bond Funds

Thornburg Investment Management applies a disciplined philosophy to fixed-income management. Since the launch of our first fixed-income fund over 25 years ago, we have been conducting fundamental, bottom-up research in an effort to identify bonds which we believe provide the best return for a given level of risk. We are very organic in our approach, avoiding leverage or complex strategies which could backfire in periods of market uncertainty.

- Thornburg Limited Term Municipal Fund
- Thornburg Intermediate Municipal Fund
- Thornburg California Limited Term Municipal Fund
- Thornburg New Mexico Intermediate Municipal Fund
- Thornburg New York Intermediate Municipal Fund
- Thornburg Strategic Municipal Income Fund
- Thornburg Limited Term U.S. Government Fund
- Thornburg Limited Term Income Fund
- Thornburg Strategic Income Fund

Before investing, carefully consider the Fund's investment goals, risks, charges, and expenses. For a prospectus containing this and other information, contact your financial advisor or visit thornburg.com. Read it carefully before investing.

For additional information, please visit www.thornburg.com

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Thornburg  Investment Management[®]
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