

Quarterly Review
March 31, 2012

Thornburg Limited Term U.S. Government Fund

INVESTMENT STRATEGY

The Fund is a laddered portfolio of short/intermediate-term obligations issued by the U.S. Government, its agencies or instrumentalities with an average maturity of 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 is invested in bonds with longer maturities at the far end of the ladder. The strategy is a good compromise for managing different types of risk.

PORTFOLIO MANAGER

Jason Brady, CFA

IMPORTANT INFORMATION

Investments in the Fund 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 bonds 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 (MBS) may bear additional risk. Investments in the Fund are not FDIC insured, nor are they deposits of or guaranteed by a bank or any other entity.

Class I shares may not be available to all investors. Minimum investments for the I share class may be higher than those for other classes.

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.

Charts may not add up to 100% due to rounding.

KEY PORTFOLIO ATTRIBUTES

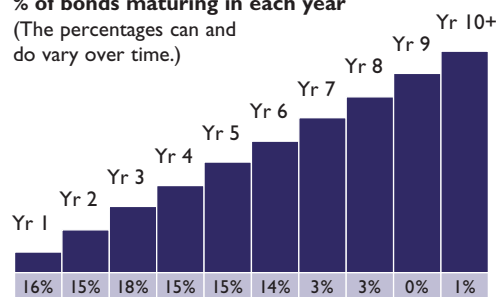
Number of Bonds	181
Average Maturity	3.2 Yrs
Effective Duration	2.8 Yrs

PORTFOLIO COMPOSITION

Collateralized Mortgage Obligation	42.9%
Mortgage Pass Through	19.5%
Government Agency	11.6%
Treasury	9.0%
Asset Backed Securities	6.2%
Commercial Mortgage-Backed Securities	2.0%
Cash	8.8%

CURRENT PORTFOLIO LADDER

% of bonds maturing in each year
(The percentages can and do vary over time.)



AVERAGE ANNUAL TOTAL RETURNS (as of March 31, 2012)

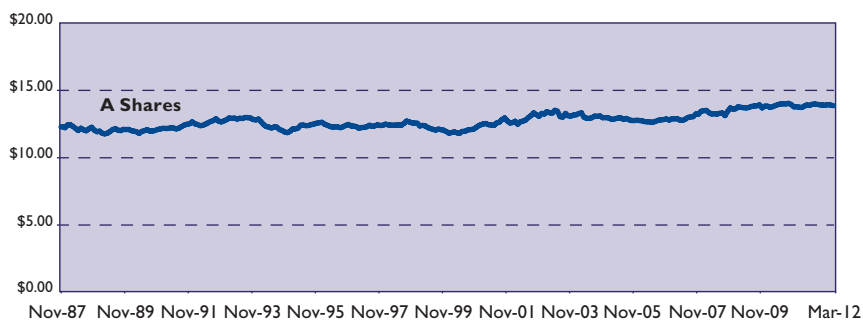
	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception
A Shares (Incep: 11/16/87)						
Without sales charge	0.37%	3.75%	3.42%	4.75%	4.28%	5.75%
With sales charge	-1.13%	2.18%	2.89%	4.43%	4.12%	5.68%
C Shares (Incep: 9/1/94)						
Without sales charge	0.37%	3.45%	3.12%	4.48%	3.98%	4.74%
With sales charge	-0.13%	2.95%	3.12%	4.48%	3.98%	4.74%
I Shares (7/5/96)	0.45%	4.10%	3.75%	5.07%	4.59%	5.29%

Returns for less than one year are not annualized.

The maximum sales charge for the Fund's A shares is 1.50%. C shares include a 0.50% CDSC for the first year only. There is no sales charge for class I shares. The total annual fund operating expenses are as follows: A shares, 0.89%; C shares, 1.16%; I shares, 0.57%.

Performance data shown represents past performance and is no guarantee of future results. Investment return and principal value will fluctuate so shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than quoted. For performance current to the most recent month end, visit thornburg.com or call 877-215-1330.

NET ASSET VALUE HISTORY November 16, 1987 through March 31, 2012



SYMBOLS AND CUSIPS

A Shares
LTUSX
885-215-103

C Shares
LTUCX
885-215-830

I Shares
LTUIX
885-215-699