



Investment Management®

Strategies for Building Real Wealth

Thornburg Value Fund

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



Many Reasons
One Value Fund

Invest in our planet, while you invest with us

You are concerned about the future, so are we. That is why we encourage you to go **paperless** and cut down on the amount of paper being used for regulatory mailings. Go to www.thornburg.com/edelivery and sign up to receive your shareholder reports, prospectuses, and proxy statements electronically.

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



Thornburg Value Fund

The Value of Experience

The Fund seeks long-term capital appreciation by investing in equity and debt securities of all types. As a secondary consideration, the Fund also seeks some current income.

The Fund expects to invest primarily in domestic equity securities (primarily common stocks) selected on a value basis. However, the Fund may own a variety of securities, including foreign equity securities, partnership interests, and foreign and domestic debt obligations which, in the opinion of the Fund's investment advisor, offer prospects for meeting the Fund's investment goals.

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 Fund's 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 Fund carry risks, including possible loss of principal. Special risks may be associated with investments outside the United States, especially in emerging markets, including currency fluctuations, illiquidity and volatility. Investments in small capitalization companies may increase the risk of greater price fluctuations. Please see the Fund's Prospectus for a discussion of the risks associated with an investment in the Fund. Investments in the Fund are not FDIC insured, nor are they deposits of or guaranteed by a bank or any other entity. There is no guarantee that the Fund will meet its investment objectives. Funds invested in a limited number of holdings may expose an investor to greater volatility.

Performance data given at net asset value (NAV) does not take into account the applicable sales charges. If the sales charges had been included, the performance would have been lower.

Class I, R3, R4, and R5 shares may not be available to all investors. Minimum investments for Class I shares may be higher than those for other classes.

Share Class	NASDAQ Symbol	Cusip
Class A	TVAFX	885-215-731
Class B	TVBFX	885-215-590
Class C	TVCFX	885-215-715
Class I	TVIFX	885-215-632
Class R3	TVRFX	885-215-533
Class R4	TVIRX	885-215-277
Class R5	TVRRX	885-215-376

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Glossary

S&P 500 Index – The S&P 500 Index is a broad measure of the U.S. stock market.

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. The performance of any index is not indicative of the performance of any particular investment.

Alpha – A measure of the difference between a fund's actual returns and its expected performance, given its level of risk as measured by beta.

Beta – A measure of market-related risk. Less than one means the portfolio is less volatile than the index, while greater than one indicates more volatility than the index.

Forward P/E – Price to earnings ratio, using earnings estimates for the next four quarters.

Median Market Capitalization – Market capitalization (market cap) is the total value of a company's stock, calculated by multiplying the number of outstanding common shares by the current share price. The company whose market cap is in the middle of the portfolio is the median market cap. Half the companies in the portfolio have values greater than the median and half have values that are less.

Price to Book Value (P/B) – A ratio used to compare a stock's market value to its book value. It is calculated by dividing the current closing price of the stock by the latest quarter's book value (book value is simply assets minus liabilities).

Price to Cash Flow Ratio – A measure of the market's expectations of a firm's future financial health. It is calculated by dividing the price per share by cash flow per share.

Price to Earnings Ratio (P/E) – A valuation ratio equaling a company's market value per share divided by earnings per share.

Thornburg Value Fund

CO-PORTFOLIO MANAGERS



Connor Browne, CFA, and Edward Maran, CFA.

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 Class A shares is 4.50%. Class A shares are subject to a 1% 30-day redemption fee. The total annual fund operating expense of Class A shares is 1.31%, as disclosed in the most recent Prospectus.

Finding Promising Companies at a Discount

The Thornburg Value Fund seeks to find promising companies at a discounted valuation. It differs from many other equity funds in two key ways. First, it focuses on a limited number of stocks, and second, it takes a more comprehensive approach to value investing.

Our team is dedicated to providing value to shareholders. We accomplish this through the application of seasoned investment principles with hands-on, company-oriented research. We use a collaborative research approach in identifying and analyzing investment ideas. Our focus is on finding promising companies available at a discount to our estimate of their intrinsic value.

In managing the Thornburg Value Fund, we take a bottom-up approach to stock selection. The Fund is not predisposed to an industry or sector. We use a combination of financial analysis, collaborative research, and business evaluation in an effort to gauge the intrinsic value of a company based on its past record and future potential. The continuum of process moves from screens and idea generation, through conventional “Wall Street” research and documentation, to company contact, the last often including on-site visits. The focus of the analysis is on what’s behind the numbers, its revenue and cash-generating model. We make an effort to get to know the company’s reputation in the industry, its people and its corporate culture.

AVERAGE ANNUAL TOTAL RETURNS FOR PERIODS ENDED 3/31/11

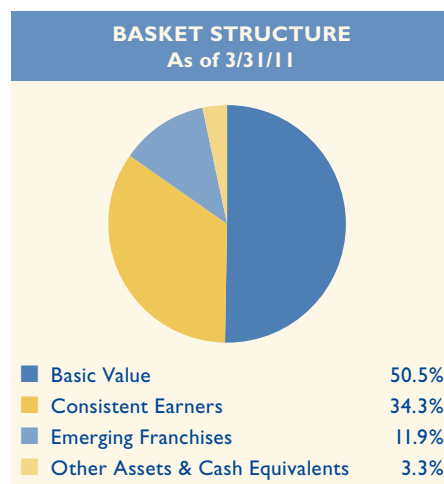
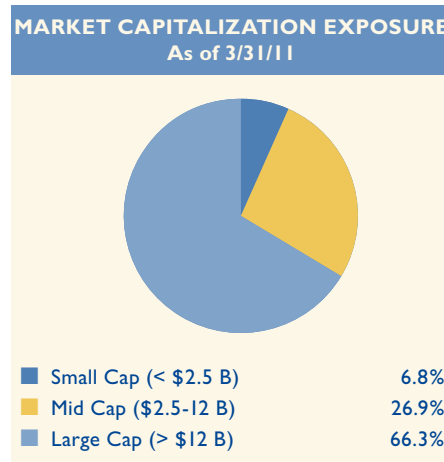
	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception
A Shares (Incep: 10/2/95)					
Without sales charge	13.55%	4.55%	4.14%	4.34%	10.32%
With sales charge	8.45%	2.96%	3.18%	3.86%	10.00%
S&P 500 Index					
(Since 10/2/95)	15.65%	2.35%	2.62%	3.29%	7.37%

The current posture is to maintain a portfolio of 40–55 companies diversified by sector, industry, market capitalization, and our three categories of stocks: Basic Value, Consistent Earners and Emerging Franchises. Because of the limited number of stocks in the portfolio, every holding counts. At the time of purchase, we set a 12–18 month price target for each stock. The target is reviewed as the fundamentals of the stock change during the course of ownership.

The bottom line? Engendering a wide-open, collegial environment fosters information flow and critical thinking intended to benefit portfolio decision making. We do not view our location in Santa Fe, New Mexico, as a disadvantage. While we have access to the best of Wall Street’s analysis, we are not ruled by it. Distance from the crowd serves to fortify independent and objective thinking.

KEY PORTFOLIO ATTRIBUTES	
As of 3/31/11	
Portfolio P/E Trailing 12-months*	14.2x
Portfolio Price to Cash Flow*	7.2x
Portfolio Price to Book Value*	1.6x
Median Market Cap*	\$19.6 B
7-Year Beta (A Shares vs. S&P 500)*	1.09
Number of Companies	48

* Source: FactSet



STOCKS CONTRIBUTING AND DETRACTING FOR THE SIX MONTHS ENDED 3/31/11	
Top Contributors	Top Detractors
Inpex Corp.	Bank of America Corp.
SandRidge Energy, Inc.	Best Buy Co., Inc.
Baker Hughes, Inc.	China Mobile Ltd.
Monsanto Co.	AllianceBernstein Holding L.P.
OAO Gazprom ADR	Yahoo!, Inc.

Source: FactSet

2011

Certified Semi-Annual Report

Thornburg Value Fund

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



Connor Browne, CFA
Co-Portfolio Manager

April 19, 2011

Dear Fellow Shareholders,

We are happy to report that the first half of fiscal 2011 was good from both an absolute and relative return perspective. From September 30, 2010 through March 31, 2011, the Thornburg Value Fund was up 21.25% (Class A shares, without sales charge), better than the S&P 500 Index during the same period, which was up 17.31%. In our most recent annual letter we wrote, “Most of the investments that have been a drag on our performance this year are sound businesses with good growth prospects and attractive valuations.” While the portfolio has not changed materially since the end of our last fiscal year, the market’s perception of our holdings has improved dramatically.



Edward E. Maran, CFA
Co-Portfolio Manager

The equity market has been resilient in the face of major shocks. Political turmoil in the Middle East has helped drive the price of oil above \$100 per barrel. The problems of the peripheral countries in Europe threaten the European banking system and European growth in general. The earthquake and tsunami in Japan have shaken the world’s third largest economy. We attribute the resilience of the stock market to the supportive combination of expansionary monetary policy and fiscal policy, cyclical recovery in companies’ earnings, and attractive valuations. Looking forward, we expect less supportive monetary and fiscal policies and less benefit from cyclical recovery. The uncertainty created by the shocks described above may resolve itself in a benign fashion, which would be bullish for equities. On the other hand, major weakness in Europe or another large upward move in oil prices could be more damaging to share prices because the current macro backdrop is less supportive.

Overall, our performance was driven by stock selection during the period, rather than by sector positioning. In particular, stocks within the energy sector were our best performing. Inpex, Sandridge Energy, and Baker Hughes led the way within the energy sector. Japan’s leading oil company, Inpex, has a major liquefied natural gas (LNG) project called Ichthys. Prior to our investment in the company, Inpex announced a delay in Ichthys and then issued equity to fund the project. Investors were angry about the mixed signals and the share price was almost cut in half between April and August of 2010. We used the share price weakness to establish a position in Inpex because we believed management’s actions were reasonable and Ichthys was likely to benefit prospectively. The share price has recovered sharply as more investors have become comfortable with Ichthys. Sandridge Energy made an impressive transition from being a nearly pure play on natural gas to becoming a company whose earnings and reserves were primarily oil and whose oil production growth rate was impressive. Investors were skeptical as Sandridge made multiple strategic moves and the

Letter to Shareholders, *Continued*

share price has been extraordinarily volatile, but we believe the strategy is showing clear signs of success. Baker Hughes is one of the three leading global oilfield service companies. Investors were discouraged by the lack of activity in the Gulf of Mexico, but the global oilfield service market is experiencing strong growth that appears to be sustainable for a number of years, and we believe Baker Hughes may have more operating leverage than its peers during this up cycle.

Monsanto rebounded strongly after weak performance last year. Corn prices have risen dramatically, and Monsanto's yield-improving seeds are in high demand. For the time being, Monsanto is not charging as high a price as it could for its current generation of seeds, given the very high corn prices. This should lead to market share gains. Comcast was also a strong performer during the period, reached its price target, and was sold. Comcast has been a Value Fund holding for a long time; in a way, we're sad to see it go. That said, it appears that video piracy over the Internet is becoming easier all the time, and the sale of Comcast (at a great price, no less) helps to reduce our portfolio risk to this phenomenon. We continue to own satellite provider Dish Network in the Fund.

A few holdings were weak during the period, including China Mobile, Eli Lilly, Exxon Mobil, Tokyo Steel and Best Buy. China Mobile and Eli Lilly have both recently been sold from the portfolio. China Mobile has an impressive balance sheet and market share in what should be a large and rapidly growing market, but we became convinced that the Chinese government was directing China Mobile to lose market share and preventing China Mobile from pursuing profitable opportunities. Eli Lilly's drug pipeline is interesting, but their patent cliff issues are severe, and we have become concerned about the efficacy of their research and development spending.

Best Buy and Exxon Mobil were both purchased during the quarter. Unlike its peers, Exxon continued investing through the downturn in oil prices and we expect those investments to generate growth and high returns for the company. We became interested in Best Buy through our work on Best Buy Mobile, which is the leading independent seller of Smartphones in the United States. While the company faces some challenges, we are encouraged by growth in their high-margin Best Buy Mobile division and what we believe is an attractive valuation.

For Tokyo Steel, startup delays at its new steel plant in Tahara have impacted near-term output, but we expect plant production to ramp up this year. The company will supply steel to help Japan rebuild after the devastating earthquake and tsunami.

The Fund purchased shares of Yahoo! during the period. Yahoo! owns a collection of Asian assets that we believe justify the entire enterprise value of the company. This creates a "free" call option on the company's U.S. search-and-display advertising businesses. The Asian assets include stakes in publicly traded Yahoo! Japan and Alibaba.com, but also a holding in the private company Alibaba Group. Alibaba Group has a leading share in China markets that are served by Amazon.com, Ebay.com and Paypal in the United States. These businesses are growing dramatically and have very exciting prospects. Yahoo!'s U.S. operation is not the growth business it

once was, but it generates a lot of cash flow (\$526 million of free cash flow in 2010) and some of that cash is being returned to shareholders (Yahoo! bought back 7% of outstanding shares in 2010).

During the semi-annual period your co-managers celebrated five years at the helm of the Thornburg Value Fund (Ed and Connor were named co-managers in February 2006, first with Bill Fries, who concluded his service as portfolio manager of the Fund in January 2010). We are happy to report that in the five years through February 28, 2011, the Thornburg Value Fund (Class A shares) was in the top 9th percentile among 1,458 Large Blend funds, ranked by total returns (without sales charge) according to Morningstar.¹ While we are pleased with these results, we will of course work to do even better over the next five years.

Thank you for your continued trust,

Sincerely,



Connor Browne, CFA
Co-Portfolio Manager
Managing Director



Edward E. Maran, CFA
Co-Portfolio Manager
Managing Director

¹ As of 3/31/11, the Thornburg Value Fund was ranked in the top 23% among 816 funds for the ten-year period, 13% among 1,471 over five years, 12% among 1,757 funds over three years, and 66% among 1,983 funds over one year. Past performance does not guarantee future results.

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 Value Fund

March 31, 2011 (Unaudited)

TOP TEN HOLDINGS As of 3/31/11

Inpex Corp.	4.4%	Fiserv, Inc.	3.5%
Google, Inc.	4.2%	Exxon Mobil Corp.	3.3%
Gilead Sciences, Inc.	4.2%	ING Groep N.V.	3.2%
Transocean Ltd.	3.9%	Baker Hughes, Inc.	3.0%
Dell, Inc.	3.5%	General Electric Co.	2.8%

SUMMARY OF INDUSTRY EXPOSURE As of 3/31/11

Energy	21.5%	Retailing	3.6%
Software & Services	14.8%	Telecommunication Services	3.5%
Pharmaceuticals, Biotechnology & Life Sciences	10.5%	Capital Goods	2.8%
Materials	7.2%	Semiconductors & Semiconductor Equipment	2.6%
Diversified Financials	6.9%	Media	1.5%
Banks	6.5%	Consumer Services	1.3%
Technology Hardware & Equipment	4.9%	Consumer Durables & Apparel	1.1%
Health Care Equipment & Services	4.2%	Food & Staples Retailing	0.2%
Insurance	3.6%	Other Assets & Cash Equivalents	3.3%

Shares/ Principal Amount Value

COMMON STOCK — 95.70%

BANKS — 6.52%

COMMERCIAL BANKS — 6.52%

Mitsubishi UFJ Financial Group, Inc.	25,156,610	\$ 116,135,348
^a Sterling Financial Corp.	2,272,729	38,068,211
Turkiye Garanti Bankasi A.S.	20,567,300	96,172,990
U.S. Bancorp	2,458,058	64,966,473
		<u>315,343,022</u>

CAPITAL GOODS — 2.83%

INDUSTRIAL CONGLOMERATES — 2.83%

General Electric Co.	6,817,500	<u>136,690,875</u>
		<u>136,690,875</u>

CONSUMER DURABLES & APPAREL — 1.10%

HOUSEHOLD DURABLES — 1.10%

^a Pulte Group, Inc.	7,196,300	<u>53,252,620</u>
		<u>53,252,620</u>

CONSUMER SERVICES — 1.35%

HOTELS, RESTAURANTS & LEISURE — 1.35%

^a Life Time Fitness, Inc.	1,746,636	<u>65,166,989</u>
		<u>65,166,989</u>

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Value Fund

March 31, 2011 (Unaudited)

	<u>Shares/ Principal Amount</u>	<u>Value</u>
DIVERSIFIED FINANCIALS — 6.95%		
CAPITAL MARKETS — 0.49%		
AllianceBernstein Holding LP	1,079,195	\$ 23,526,451
DIVERSIFIED FINANCIAL SERVICES — 6.46%		
Bank of America Corp.	6,210,400	82,784,632
^a ING Groep N.V.	12,280,200	155,430,589
JPMorgan Chase & Co.	1,614,625	<u>74,434,213</u>
		<u>336,175,885</u>
ENERGY — 21.45%		
ENERGY EQUIPMENT & SERVICES — 6.89%		
Baker Hughes, Inc.	1,989,031	146,054,547
^a Transocean Ltd.	2,402,100	187,243,695
OIL, GAS & CONSUMABLE FUELS — 14.56%		
ConocoPhillips	1,041,475	83,172,193
Exxon Mobil Corp.	1,892,600	159,224,438
Inpex Corp.	28,160	213,620,582
OAD Gazprom ADR	3,869,420	125,137,043
^a Sandridge Energy, Inc.	9,646,365	<u>123,473,472</u>
		<u>1,037,925,970</u>
FOOD & STAPLES RETAILING — 0.19%		
FOOD & STAPLES RETAILING — 0.19%		
^a Rite Aid Corp.	8,717,107	<u>9,240,133</u>
		<u>9,240,133</u>
HEALTH CARE EQUIPMENT & SERVICES — 4.25%		
HEALTH CARE EQUIPMENT & SUPPLIES — 3.67%		
^a Alere, Inc.	2,029,900	79,450,286
^a Varian Medical Systems, Inc.	1,449,090	98,016,447
HEALTH CARE PROVIDERS & SERVICES — 0.58%		
^a Community Health Systems, Inc.	706,024	<u>28,233,900</u>
		<u>205,700,633</u>
INSURANCE — 3.59%		
INSURANCE — 3.59%		
^a Genworth Financial, Inc.	7,491,600	100,836,936
Hartford Financial Services Group, Inc.	2,700,540	<u>72,725,542</u>
		<u>173,562,478</u>
MATERIALS — 6.61%		
CHEMICALS — 2.02%		
Monsanto Co.	1,348,800	97,464,288
METALS & MINING — 4.59%		
^b Tokyo Steel Mfg.	10,310,300	120,357,073
United States Steel Corp.	1,888,600	<u>101,871,084</u>
		<u>319,692,445</u>
MEDIA — 1.50%		
MEDIA — 1.50%		
^a Dish Network Corp.	2,983,838	<u>72,686,294</u>
		<u>72,686,294</u>

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Value Fund

March 31, 2011 (Unaudited)

	Shares/ Principal Amount	Value
PHARMACEUTICALS, BIOTECHNOLOGY & LIFE SCIENCES — 10.45%		
BIOTECHNOLOGY — 4.21%		
a Gilead Sciences, Inc.	4,797,905	\$ 203,623,088
LIFE SCIENCES TOOLS & SERVICES — 2.45%		
a Thermo Fisher Scientific, Inc.	2,139,665	118,858,391
PHARMACEUTICALS — 3.79%		
Eli Lilly & Co.	3,167,730	111,409,064
Roche Holdings AG	502,800	<u>71,820,751</u>
		<u>505,711,294</u>
RETAILING — 3.57%		
SPECIALTY RETAIL — 3.57%		
Best Buy Co., Inc.	2,609,300	74,939,096
The Gap, Inc.	4,315,100	<u>97,780,166</u>
		<u>172,719,262</u>
SEMICONDUCTORS & SEMICONDUCTOR EQUIPMENT — 2.57%		
SEMICONDUCTORS & SEMICONDUCTOR EQUIPMENT — 2.57%		
a MEMC Electronic Materials, Inc.	6,469,851	83,849,269
a ON Semiconductor Corp.	4,126,527	<u>40,728,822</u>
		<u>124,578,091</u>
SOFTWARE & SERVICES — 14.82%		
INFORMATION TECHNOLOGY SERVICES — 5.39%		
a Amdocs Ltd.	3,245,948	93,645,600
a Fiserv, Inc.	2,663,570	167,059,110
INTERNET SOFTWARE & SERVICES — 6.22%		
a Google, Inc.	349,419	204,832,912
a Yahoo!, Inc.	5,770,600	96,080,490
SOFTWARE — 3.21%		
a ANSYS, Inc.	455,593	24,688,585
Microsoft Corp.	5,160,500	<u>130,870,280</u>
		<u>717,176,977</u>
TECHNOLOGY HARDWARE & EQUIPMENT — 4.86%		
COMPUTERS & PERIPHERALS — 4.16%		
a Dell, Inc.	11,801,700	171,242,667
a NCR Corp.	1,593,964	30,030,282
ELECTRONIC EQUIPMENT, INSTRUMENTS & COMPONENTS — 0.70%		
Corning, Inc.	1,650,735	<u>34,054,663</u>
		<u>235,327,612</u>
TELECOMMUNICATION SERVICES — 3.09%		
DIVERSIFIED TELECOMMUNICATION SERVICES — 1.20%		
a Level 3 Communications, Inc.	39,653,356	58,290,433
WIRELESS TELECOMMUNICATION SERVICES — 1.89%		
KDDI Corp.	14,762	<u>91,397,331</u>
		<u>149,687,764</u>
TOTAL COMMON STOCK (Cost \$4,080,782,360)		<u><u>4,630,638,344</u></u>

SCHEDULE OF INVESTMENTS, CONTINUED

Thornburg Value Fund

March 31, 2011 (Unaudited)

	<u>Shares/ Principal Amount</u>	<u>Value</u>
CONVERTIBLE BONDS — 1.00%		
MATERIALS — 0.63%		
METALS & MINING — 0.63%		
c Anglogold Holdings Ltd., 3.50%, 5/22/2014	\$ 25,000,000	\$ 30,687,500
		<u>30,687,500</u>
TELECOMMUNICATION SERVICES — 0.37%		
DIVERSIFIED TELECOMMUNICATION SERVICES — 0.37%		
Level 3 Communications, Inc., 6.50%, 10/1/2016	12,049,000	17,636,724
		<u>17,636,724</u>
TOTAL CONVERTIBLE BONDS (Cost \$37,041,211)		<u>48,324,224</u>
SHORT TERM INVESTMENTS — 1.96%		
DCP Midstream LLC, 0.30%, 4/1/2011	50,000,000	50,000,000
Wellpoint, Inc., 0.20%, 4/1/2011	45,000,000	45,000,000
TOTAL SHORT TERM INVESTMENTS (Cost \$95,000,000)		<u>95,000,000</u>
TOTAL INVESTMENTS — 98.66% (Cost \$4,212,823,571)		\$4,773,962,568
OTHER ASSETS LESS LIABILITIES — 1.34%		<u>64,810,562</u>
NET ASSETS — 100.00%		<u><u>\$4,838,773,130</u></u>

Footnote Legend

- a Non-income producing.
- b Investment in Affiliates - Holdings of voting securities of each portfolio company which is considered "affiliated" to the Fund under the Investment Company Act of 1940 because the Fund's holding represented 5% or more of the company's voting securities during the period, are shown below:

Issuer	Shares/Principal September 30, 2010	Gross Additions	Gross Reductions	Shares/Principal March 31, 2011	Market Value March 31, 2011	Investment Income
Tokyo Steel Mfg.*	7,435,600	2,874,700	-	10,310,300	\$ 120,357,073	\$ 760,834
Total non-controlled affiliated issuers – 2.49% of net assets					<u>\$ 120,357,073</u>	<u>\$ 760,834</u>

*Issuer not affiliated at September 30, 2010.

- c 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 \$30,687,500, representing 0.63% of the Fund's net assets.

Portfolio Abbreviations

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

ADR American Depository Receipt

See notes to financial statements.

STATEMENT OF ASSETS AND LIABILITIES

Thornburg Value Fund

March 31, 2011 (Unaudited)

ASSETS

Investments at value	
Non-affiliated issuers (cost \$4,089,187,585) (Note 2)	\$ 4,653,605,495
Non-controlled affiliated issuers (cost \$123,635,986) (Note 2)	120,357,073
Cash	1,366,523
Receivable for investments sold	80,643,971
Receivable for fund shares sold	13,217,293
Unrealized appreciation on forward currency contracts (Note 7)	5,382,962
Dividends receivable	6,256,680
Dividend and interest reclaim receivable	1,350,194
Interest receivable	715,044
Prepaid expenses and other assets	108,527
Total Assets	<u>4,883,003,762</u>

LIABILITIES

Payable for securities purchased	32,048,773
Payable for fund shares redeemed	6,361,975
Unrealized depreciation on forward currency contracts (Note 7)	235,256
Payable to investment advisor and other affiliates (Note 3)	3,931,263
Accounts payable and accrued expenses	1,635,110
Dividends payable	18,255
Total Liabilities	<u>44,230,632</u>

NET ASSETS

\$ 4,838,773,130

NET ASSETS CONSIST OF:

Undistributed net investment income	\$ 1,947,755
Net unrealized appreciation on investments	566,361,944
Accumulated net realized gain (loss)	(618,125,376)
Net capital paid in on shares of beneficial interest	4,888,588,807
	<u>\$ 4,838,773,130</u>

STATEMENT OF ASSETS AND LIABILITIES, CONTINUED

Thornburg Value Fund

March 31, 2011 (Unaudited)

NET ASSET VALUE:

Class A Shares:

Net asset value and redemption price per share

(\$1,245,745,338 applicable to 33,753,326 shares of beneficial interest outstanding - Note 4)

\$ 36.91

Maximum sales charge, 4.50% of offering price

1.74

Maximum offering price per share

\$ 38.65

Class B Shares:

Net asset value and offering price per share *

(\$22,608,914 applicable to 650,036 shares of beneficial interest outstanding - Note 4)

\$ 34.78

Class C Shares:

Net asset value and offering price per share *

(\$366,953,213 applicable to 10,411,088 shares of beneficial interest outstanding - Note 4)

\$ 35.25

Class I Shares:

Net asset value, offering and redemption price per share

(\$2,605,300,045 applicable to 69,331,340 shares of beneficial interest outstanding - Note 4)

\$ 37.58

Class R3 Shares:

Net asset value, offering and redemption price per share

(\$238,464,005 applicable to 6,505,191 shares of beneficial interest outstanding - Note 4)

\$ 36.66

Class R4 Shares:

Net asset value, offering and redemption price per share

(\$68,701,287 applicable to 1,863,990 shares of beneficial interest outstanding - Note 4)

\$ 36.86

Class R5 Shares:

Net asset value, offering and redemption price per share

(\$291,000,328 applicable to 7,753,500 shares of beneficial interest outstanding - Note 4)

\$ 37.53

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

See notes to financial statements.

STATEMENT OF OPERATIONS

Thornburg Value Fund

Six Months Ended March 31, 2011 (Unaudited)

INVESTMENT INCOME:

Dividend income	
Non-affiliated issuers (net of foreign taxes withheld of \$834,103)	\$ 22,334,665
Non-controlled affiliated issuers (net of foreign taxes withheld \$26,265)	348,951
Interest income	<u>3,754,819</u>
Total Income	<u>26,438,435</u>

EXPENSES:

Investment advisory fees (Note 3)	16,286,964
Administration fees (Note 3)	
Class A Shares	741,367
Class B Shares	13,957
Class C Shares	218,244
Class I Shares	588,565
Class R3 Shares	138,920
Class R4 Shares	37,952
Class R5 Shares	65,362
Distribution and service fees (Note 3)	
Class A Shares	1,481,634
Class B Shares	111,523
Class C Shares	1,736,947
Class R3 Shares	556,229
Class R4 Shares	75,733
Transfer agent fees	
Class A Shares	791,130
Class B Shares	22,168
Class C Shares	239,876
Class I Shares	1,056,750
Class R3 Shares	232,751
Class R4 Shares	88,961
Class R5 Shares	308,484
Registration and filing fees	
Class A Shares	13,331
Class B Shares	8,925
Class C Shares	10,531
Class I Shares	28,811
Class R3 Shares	10,080
Class R4 Shares	11,266
Class R5 Shares	10,237
Custodian fees (Note 3)	296,410
Professional fees	57,750
Accounting fees	53,720
Trustee fees	50,223
Other expenses	<u>227,871</u>
Total Expenses	<u>25,572,672</u>
Less:	
Expenses reimbursed by investment advisor (Note 3)	<u>(448,721)</u>
Net Expenses	<u>25,123,951</u>
Net Investment Income	<u>\$ 1,314,484</u>

STATEMENT OF OPERATIONS, CONTINUED

Thornburg Value Fund

Six Months Ended March 31, 2011 (Unaudited)

REALIZED AND UNREALIZED GAIN (LOSS)

Net realized gain (loss) from:

Investments	\$ 174,144,271
Forward currency contracts (Note 7)	(16,326,450)
Foreign currency transactions	<u>(129,952)</u>
	<u>157,687,869</u>

Net change in unrealized appreciation (depreciation) on:

Investments	
Non-affiliated issuers	670,594,839
Non-controlled affiliated issuers	2,057,207
Forward currency contracts (Note 7)	20,904,573
Foreign currency translations	<u>76</u>
	<u>693,556,695</u>

Net Realized and Unrealized Gain 851,244,564

Net Increase in Net Assets Resulting from Operations \$ 852,559,048

See notes to financial statements.

STATEMENTS OF CHANGES IN NET ASSETS

Thornburg Value Fund

	Six Months Ended March 31, 2011*	Year Ended September 30, 2010
INCREASE (DECREASE) IN NET ASSETS FROM		
OPERATIONS:		
Net investment income	\$ 1,314,484	\$ 29,268,526
Net realized gain (loss) on investments, forward currency contracts and foreign currency transactions	157,687,869	394,072,848
Increase (Decrease) in unrealized appreciation (depreciation) on investments, forward currency contracts and foreign currency translations	693,556,695	(318,877,004)
	<hr/>	<hr/>
Net Increase (Decrease) in Net Assets Resulting from Operations	852,559,048	104,464,370
DIVIDENDS TO SHAREHOLDERS:		
From net investment income		
Class A Shares	-	(7,120,379)
Class B Shares	-	(57,103)
Class C Shares	-	(815,194)
Class I Shares	(1,083,639)	(17,633,649)
Class R3 Shares	-	(1,025,249)
Class R4 Shares	-	(339,423)
Class R5 Shares	(98,243)	(1,893,225)
FUND SHARE TRANSACTIONS (NOTE 4):		
Class A Shares	(112,580,123)	(100,540,665)
Class B Shares	(3,634,796)	(17,635,969)
Class C Shares	(28,369,372)	(40,055,751)
Class I Shares	66,722,947	479,233,524
Class R3 Shares	(4,123,914)	34,129,445
Class R4 Shares	2,672,020	10,529,029
Class R5 Shares	12,347,347	60,623,632
	<hr/>	<hr/>
Net Increase in Net Assets	784,411,275	501,863,393
NET ASSETS:		
Beginning of Period	4,054,361,855	3,552,498,462
	<hr/>	<hr/>
End of Period	\$ 4,838,773,130	\$ 4,054,361,855
	<hr/> <hr/>	<hr/> <hr/>
Undistributed net investment income	\$ 1,947,755	\$ 1,815,153

* Unaudited.

See notes to financial statements.

NOTE 1 – ORGANIZATION

Thornburg Value Fund, hereinafter referred to as the “Fund,” is a 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 Fund is currently one 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 Fund seeks long-term capital appreciation by investing in equity and debt securities of all types. As a secondary non-fundamental goal, the Fund also seeks some current income.

The Fund currently has seven classes of shares of beneficial interest outstanding: Class A, Class B, Class C, Institutional Class (Class I), and Retirement Classes (Class R3, Class R4, and Class R5) The Fund no longer offers Class B shares for sale. Each class of shares of the Fund 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 at the time of purchase, but bear both a service fee and distribution fee, (vi) Class R4 shares are sold at net asset value without a sales charge at the time of purchase, but bear a service fee, (vii) Class R5 shares are sold at net asset value without a sales charge at the time of purchase, and (viii) the respective classes may have different reinvestment privileges and conversion rights. Additionally, the 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 Fund are limited to service and distribution fees, administration fees, and certain registration and transfer agent expenses. Class B shares of the Fund outstanding for eight years will convert to Class A shares of the Fund.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies of the Trust are as follows:

Valuation of Investments: Portfolio securities listed or traded on a national securities exchange are valued on the valuation date at the last reported sale price on the exchange that is the primary market for the security. Portfolio securities traded on an exchange for which there has been no sale that day and other equity securities traded in the over-the-counter market are valued at the mean between the last reported bid and asked prices. Portfolio securities reported by NASDAQ are valued at the NASDAQ official closing price. Any foreign security traded on exchanges outside the United States is valued at the price of the security on the exchange that is normally the security's primary market, as of the close of that exchange preceding the time of the Fund's valuation.

Debt obligations held by the Fund 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. When quotations are not available, debt obligations held by the Fund 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.

Quotations in foreign currencies for foreign portfolio investments are converted to U.S. dollar equivalents using the foreign exchange quotation in effect at the time of valuation.

In any case where the market value of an equity security held by the Fund is not readily available, the Trust's valuation and pricing committee determines a fair value for the security using procedures approved by the Trustees, which may include the use of a price obtained from an independent pricing service. The pricing service ordinarily values equity securities in these instances using multi-factor models to adjust market prices based upon various inputs, including exchange data, depository receipt prices, futures and index data and other data. A security's market value is deemed not readily available whenever the exchange or market on which the security is primarily traded is closed for the entire scheduled day of trading. Additionally, a security's market value may be deemed not readily available under other circumstances identified by the Trustees, including when developments occurring after the most recent close of

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Value Fund

March 31, 2011 (Unaudited)

the security's primary exchange or market, but before the most recent close of trading in Fund shares, create a serious question about the reliability of the security's market value.

In any case where a pricing service fails to provide a price for a debt obligation held by the Fund, the valuation and pricing committee determines a fair value for the debt 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 held by the Fund 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 debt 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 the 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 the Fund's investments. These inputs are summarized in the three levels listed below.

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 the Fund's own assumptions in determining the fair value of investments).

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*				
Common Stock	\$ 4,630,638,344	\$ 4,630,638,344	\$ -	\$ -
Convertible Bonds	48,324,224	-	48,324,224	-
Short Term Investments	95,000,000	-	95,000,000	-
Total Investments in Securities	\$ 4,773,962,568	\$ 4,630,638,344	\$ 143,324,224	\$ -
Other Financial Instruments**				
Forward Currency Contracts	\$ 5,382,962	\$ -	\$ 5,382,962	\$ -
Liabilities				
Other Financial Instruments**				
Forward Currency Contracts	\$ (235,256)	\$ -	\$ (235,256)	\$ -

* See Schedule of Investments for a summary of the industry exposure as grouped according to the Global Industry Classification Standard (GICS), which is an industry taxonomy developed by MSCI Barra and Standard & Poor's (S&P).

** Other Financial Instruments include investments not reflected in the Schedule of Investments, such as futures, forwards and swap contracts, which are valued at the unrealized appreciation (depreciation) on the investment.

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Value Fund

March 31, 2011 (Unaudited)

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 ^(a)	Ending Balance 3/31/11
Investments in Securities	\$30,000,000	\$ -	\$ -	\$ -	\$ -	\$(30,000,000)	\$ -

(a) Net transfers out of Level 3 were to Level 1, and were due to changes in quoted prices in active markets for identical investments 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 period in which they occurred.

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

Foreign Currency Translation: Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the exchange rate of such currencies against the U.S. dollar on the date of valuation. Purchases and sales of securities and income items denominated in foreign currencies are translated into U.S. dollars at the exchange rate in effect on the translation date. When the Fund purchases or sells foreign securities, it will customarily enter into a foreign exchange contract to minimize foreign exchange risk from the trade date to the settlement date of such transactions.

The Fund does not separately report the effect of changes in foreign exchange rates from changes in market prices on securities held. Such changes are included in 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 amounts of dividends, interest, and foreign withholding taxes recorded on the Fund's books, and the U.S. dollar equivalent of the amounts actually received or paid.

Net unrealized foreign exchange gains and losses arise from changes in the fair value of assets and liabilities, other than investments in securities at fiscal period end, resulting from changes in exchange rates.

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 Fund. Therefore, no provision for federal income taxes is required.

Management reviews each tax position believed to be material to the preparation of the Fund's 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 Fund's tax returns remain subject to examination for three years after filing.

When-Issued and Delayed Delivery Transactions: The Fund may engage in when-issued or delayed delivery transactions. To the extent the Fund engages in such transactions, it 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 the 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 its 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 the Fund's records on the trade date. Securities purchased on a when-issued or delayed delivery basis do not earn interest until the settlement date.

Dividends: Dividends to shareholders, if any, are generally paid quarterly and are reinvested in additional shares of the Fund 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. Distributions to shareholders are based on income tax regulations and therefore, their characteristics may differ for financial statement and tax purposes.

General: Securities transactions are accounted for on a trade date basis. Interest income is accrued as earned and dividend income is recorded on the ex-dividend date. Certain income from foreign securities is recognized as soon as information is available to the Fund. Realized gains and losses from the sale of securities are recorded on an identified cost basis. 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 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.

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 Fund. 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 Fund 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 .875 of 1% to .675 of 1% per annum of the average daily net assets of the Fund depending on the 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 the 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 each class of shares. For the six months ended March 31, 2011, the Advisor contractually reimbursed certain class specific expenses, administrative fees, and distribution fees of \$284,616 for Class R3 shares, \$66,101 for Class R4 Shares, and \$98,004 for Class R5 shares.

The Trust has an underwriting agreement with Thornburg Securities Corporation (the "Distributor," an affiliate of the Advisor), which acts as the distributor of the Fund's shares. For the six months ended March 31, 2011, the Distributor has advised the Fund that it earned net commissions aggregating \$21,769 from the sale of Class A shares, and collected contingent deferred sales charges aggregating \$8,306 from redemptions of Class C shares of the Fund.

Pursuant to a service plan under Rule 12b-1 of the Investment Company Act of 1940, the Fund may reimburse to the Advisor an amount not to exceed .25 of 1% per annum of the average daily net assets attributable to each class of shares of the Fund 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 the Fund's shares.

The Trust has also adopted distribution plans pursuant to Rule 12b-1, applicable only to the Fund's Class B, Class C, and Class R3 shares, under which the Fund compensates the Distributor for services in promoting the sale of Class B, Class C, and Class R3 shares of the Fund at an annual rate of up to .75 of 1% per annum of the average daily net assets attributable to Class B and Class C shares, and an annual rate of up to .25 of 1% per annum of the average daily net assets attributable to Class R3 shares. Total fees incurred by the Distributor for each class of shares of the Fund under their respective Service and Distribution Plans for the six months ended March 31, 2011, are set forth in the Statement 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 the Fund's cash on deposit with the bank. This deposit agreement is an alternative to overnight investments. Custodial fees have been adjusted to reflect amounts that would have been paid without this agreement, with a corresponding adjustment reflected as fees paid indirectly in the Statement of Operations. For the six months ended March 31, 2011, there were no fees paid indirectly.

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Value Fund

March 31, 2011 (Unaudited)

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:

	Six Months Ended (Unaudited) March 31, 2011		Year Ended (Audited) September 30, 2010	
	Shares	Amount	Shares	Amount
Class A Shares				
Shares sold	2,314,442	\$ 80,835,993	8,919,655	\$ 275,295,386
Shares issued to shareholders in reinvestment of dividends	-	(2)	185,067	5,782,360
Shares repurchased	(5,737,146)	(193,420,190)	(12,535,727)	(381,632,085)
Redemption fees received*	-	4,076	-	13,674
Net Increase (Decrease)	<u>(3,422,704)</u>	<u>\$ (112,580,123)</u>	<u>(3,431,005)</u>	<u>\$ (100,540,665)</u>
Class B Shares				
Shares sold	15,888	\$ 514,158	33,963	\$ 1,007,852
Shares issued to shareholders in reinvestment of dividends	-	-	1,560	46,442
Shares repurchased	(130,679)	(4,149,033)	(640,143)	(18,690,579)
Redemption fees received*	-	79	-	316
Net Increase (Decrease)	<u>(114,791)</u>	<u>\$ (3,634,796)</u>	<u>(604,620)</u>	<u>\$ (17,635,969)</u>
Class C Shares				
Shares sold	389,007	\$ 12,932,339	1,160,118	\$ 34,417,962
Shares issued to shareholders in reinvestment of dividends	-	-	23,192	698,534
Shares repurchased	(1,279,691)	(41,302,909)	(2,561,879)	(75,176,179)
Redemption fees received*	-	1,198	-	3,932
Net Increase (Decrease)	<u>(890,684)</u>	<u>\$ (28,369,372)</u>	<u>(1,378,569)</u>	<u>\$ (40,055,751)</u>
Class I Shares				
Shares sold	11,607,571	\$ 405,472,681	33,481,948	\$ 1,049,288,699
Shares issued to shareholders in reinvestment of dividends	22,978	860,513	436,183	13,744,602
Shares repurchased	(9,748,378)	(339,618,076)	(18,718,597)	(583,820,763)
Redemption fees received*	-	7,829	-	20,986
Net Increase (Decrease)	<u>1,882,171</u>	<u>\$ 66,722,947</u>	<u>15,199,534</u>	<u>\$ 479,233,524</u>
Class R3 Shares				
Shares sold	828,453	\$ 27,995,540	3,017,720	\$ 92,556,011
Shares issued to shareholders in reinvestment of dividends	-	-	31,966	989,285
Shares repurchased	(948,119)	(32,120,201)	(1,927,763)	(59,417,965)
Redemption fees received*	-	747	-	2,114
Net Increase (Decrease)	<u>(119,666)</u>	<u>\$ (4,123,914)</u>	<u>1,121,923</u>	<u>\$ 34,129,445</u>

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Value Fund

March 31, 2011 (Unaudited)

	Six Months Ended (Unaudited) March 31, 2011		Year Ended (Audited) September 30, 2010	
	Shares	Amount	Shares	Amount
Class R4 Shares				
Shares sold	413,519	\$ 14,272,955	1,194,182	\$ 37,191,449
Shares issued to shareholders in reinvestment of dividends	-	-	9,282	288,552
Shares repurchased	(341,410)	(11,601,139)	(898,513)	(26,951,640)
Redemption fees received*	-	204	-	668
Net Increase (Decrease)	<u>72,109</u>	<u>\$ 2,672,020</u>	<u>304,951</u>	<u>\$ 10,529,029</u>
Class R5 Shares				
Shares sold	1,349,012	\$ 47,086,420	3,281,252	\$ 103,225,130
Shares issued to shareholders in reinvestment of dividends	2,591	96,926	59,336	1,869,704
Shares repurchased	(997,119)	(34,836,865)	(1,440,353)	(44,473,586)
Redemption fees received*	-	866	-	2,384
Net Increase (Decrease)	<u>354,484</u>	<u>\$ 12,347,347</u>	<u>1,900,235</u>	<u>\$ 60,623,632</u>

* The Fund charges a redemption fee of 1% of the Class A and Class I shares redeemed or exchanged within 30 days of purchase. Redemption fees charged to any class are allocated to all classes upon receipt of payment based on relative net asset values of each class or other appropriate allocation methods.

NOTE 5 – SECURITIES TRANSACTIONS

For the six months ended March 31, 2011, the Fund had purchase and sale transactions of investment securities (excluding short-term investments) of \$1,349,121,570 and \$1,543,797,372, respectively.

NOTE 6 – INCOME TAXES

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

Cost of investments for tax purposes	<u>\$ 4,212,823,571</u>
Gross unrealized appreciation on a tax basis	\$ 745,277,739
Gross unrealized depreciation on a tax basis	<u>(184,138,742)</u>
Net unrealized appreciation (depreciation) on investments (tax basis)	<u>\$ 561,138,997</u>

At March 31, 2011, the Fund had deferred tax basis currency losses occurring subsequent to October 31, 2009 of \$840,449. For tax purposes, such losses will be reflected in the year ending September 30, 2011.

At March 31, 2011 the Fund had tax basis capital losses, which may be carried forward to offset future capital gains. To the extent such carry forwards are used, capital gain distributions may be reduced to the extent provided by regulations.

Such capital loss carryforwards expire as follows:

2017	\$ 527,267,206
2018	<u>242,353,997</u>
	<u>\$ 769,621,203</u>

NOTE 7 – DERIVATIVE FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FOREIGN INVESTMENT RISK

The Fund may use a variety of derivative financial instruments to hedge or adjust the risks affecting its investment portfolio or to enhance investment returns. Provisions of FASB Accounting Standards Codification ASC 815-10-50 (“ASC 815”), require certain disclosures. The disclosures are intended to provide users of financial statements with an understanding of the use of derivative instruments by the Fund and how these derivatives affect the financial position, financial performance and cash flows of the Fund. The Fund does not designate any derivative instruments as hedging instruments under ASC 815. During the six months ended March 31, 2011, the Fund’s principal exposure to derivative financial instruments of the type addressed by ASC 815 was investment in foreign exchange contracts. A foreign exchange contract is an agreement between two parties to exchange different currencies at a specified rate of exchange at an agreed upon future date. Foreign exchange contracts involve risks to the Fund, including the risk that a contract counterparty will not meet its obligations to the Fund, the risk that a change in a contract’s value may not correlate perfectly with the currency the contract was intended to track, and the risk that the Fund’s advisor is unable to correctly implement its strategy in using a contract. In any such instance, the Fund may not achieve the intended benefit of entering into a contract, and may experience a loss.

The Fund entered into forward currency contracts during the six months ended March 31, 2011 in the normal course of pursuing its investment objectives, in anticipation of purchasing foreign investments or with the intent of reducing the risk to the value of the Fund’s foreign investments from adverse changes in the relationship between the U.S. dollar and foreign currencies. In each case these contracts have been initiated in conjunction with foreign investment transactions.

These contracts are accounted for by the Fund under ASC 815. Unrealized gains and unrealized losses on outstanding contracts are reported in the Fund’s Statement of Assets and Liabilities at the Fund’s net equity, as measured by the difference between the forward exchange rates at the reporting date and the forward exchange rates at each contract’s inception date. Net realized gain (loss) on contracts closed during the period, and changes in net unrealized appreciation (depreciation) on outstanding contracts are recognized in the Fund’s Statement of Operations.

The following table displays the outstanding forward currency contracts, at March 31, 2011:

Outstanding Forward Currency Contracts to Buy or Sell at March 31, 2011

Contract Description	Buy/Sell	Contract Amount	Contract Value Date	Value USD	Unrealized Appreciation	Unrealized Depreciation
Japanese Yen	Sell	18,875,000,000	05/23/2011	226,981,021	\$ 200,068	\$ -
Japanese Yen	Sell	4,320,228,100	05/23/2011	51,952,836	-	(235,256)
Japanese Yen	Sell	15,024,754,500	08/31/2011	180,850,993	3,145,119	-
Japanese Yen	Sell	6,966,190,300	08/31/2011	83,851,116	2,037,775	-
Total					<u>\$ 5,382,962</u>	<u>\$ (235,256)</u>

The unrealized appreciation (depreciation) of the outstanding forward currency contracts recognized in the Fund’s Statement of Assets and Liabilities at March 31, 2011 is disclosed in the following table:

Fair Values of Derivative Financial Instruments at March 31, 2011

Asset Derivatives	Balance Sheet Location	Fair Value
Foreign exchange contracts	Assets - Unrealized appreciation on forward currency contracts	\$ 5,382,962
Liability Derivatives	Balance Sheet Location	Fair Value
Foreign exchange contracts	Liabilities - Unrealized depreciation on forward currency contracts	\$ (235,256)

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Thornburg Value Fund

March 31, 2011 (Unaudited)

The realized gains (losses) from forward currency contracts, and the change in unrealized appreciation (depreciation) of outstanding forward currency contracts recognized in the Fund's Statement of Operations for the six months ended March 31, 2011 are disclosed in the following tables:

Amount of Realized Gain (Loss) on Derivative Financial Instruments Recognized in Income for the Six Months Ended March 31, 2011

	Total	Forward Currency Contracts
Foreign exchange contracts	\$ (16,326,450)	\$ (16,326,450)

Change in Unrealized Appreciation (Depreciation) of Derivative Financial Instruments Recognized in Income for the Six Months Ended March 31, 2011

	Total	Forward Currency Contracts
Foreign exchange contracts	\$ 20,904,573	\$ 20,904,573

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 Value 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)}	\$ 30.44	(0.02)	6.49	6.47	-	-	-	\$ 36.91
2010 ^(c)	\$ 29.66	0.20	0.76	0.96	(0.18)	-	(0.18)	\$ 30.44
2009 ^(c)	\$ 28.02	0.37	1.67	2.04	(0.40)	-	(0.40)	\$ 29.66
2008 ^(c)	\$ 44.17	0.18	(12.26)	(12.08)	(0.14)	(3.93)	(4.07)	\$ 28.02
2007 ^(c)	\$ 37.59	0.29	7.86	8.15	(0.27)	(1.30)	(1.57)	\$ 44.17
2006 ^(c)	\$ 32.79	0.35	4.76	5.11	(0.31)	-	(0.31)	\$ 37.59
Class B Shares								
2011 ^(b)	\$ 28.81	(0.16)	6.13	5.97	-	-	-	\$ 34.78
2010	\$ 28.21	(0.04)	0.69	0.65	(0.05)	-	(0.05)	\$ 28.81
2009	\$ 26.66	0.16	1.58	1.74	(0.19)	-	(0.19)	\$ 28.21
2008	\$ 42.36	(0.09)	(11.68)	(11.77)	- ^(e)	(3.93)	(3.93)	\$ 26.66
2007	\$ 36.17	(0.04)	7.55	7.51	(0.02)	(1.30)	(1.32)	\$ 42.36
2006	\$ 31.60	0.07	4.58	4.65	(0.08)	-	(0.08)	\$ 36.17
Class C Shares								
2011 ^(b)	\$ 29.18	(0.14)	6.21	6.07	-	-	-	\$ 35.25
2010	\$ 28.55	(0.03)	0.73	0.70	(0.07)	-	(0.07)	\$ 29.18
2009	\$ 26.99	0.18	1.61	1.79	(0.23)	-	(0.23)	\$ 28.55
2008	\$ 42.82	(0.08)	(11.81)	(11.89)	(0.01)	(3.93)	(3.94)	\$ 26.99
2007	\$ 36.55	(0.02)	7.62	7.60	(0.03)	(1.30)	(1.33)	\$ 42.82
2006	\$ 31.92	0.09	4.62	4.71	(0.08)	-	(0.08)	\$ 36.55
Class I Shares								
2011 ^(b)	\$ 30.95	0.05	6.60	6.65	(0.02)	-	(0.02)	\$ 37.58
2010	\$ 30.15	0.30	0.80	1.10	(0.30)	-	(0.30)	\$ 30.95
2009	\$ 28.47	0.46	1.70	2.16	(0.48)	-	(0.48)	\$ 30.15
2008	\$ 44.80	0.32	(12.45)	(12.13)	(0.27)	(3.93)	(4.20)	\$ 28.47
2007	\$ 38.11	0.44	7.96	8.40	(0.41)	(1.30)	(1.71)	\$ 44.80
2006	\$ 33.23	0.50	4.82	5.32	(0.44)	-	(0.44)	\$ 38.11
Class R3 Shares								
2011 ^(b)	\$ 30.24	(0.03)	6.45	6.42	-	-	-	\$ 36.66
2010	\$ 29.48	0.17	0.76	0.93	(0.17)	-	(0.17)	\$ 30.24
2009	\$ 27.86	0.36	1.66	2.02	(0.40)	-	(0.40)	\$ 29.48
2008	\$ 43.94	0.17	(12.19)	(12.02)	(0.13)	(3.93)	(4.06)	\$ 27.86
2007	\$ 37.43	0.26	7.81	8.07	(0.26)	(1.30)	(1.56)	\$ 43.94
2006	\$ 32.68	0.37	4.71	5.08	(0.33)	-	(0.33)	\$ 37.43
Class R4 Shares								
2011 ^(b)	\$ 30.39	(0.01)	6.48	6.47	-	-	-	\$ 36.86
2010	\$ 29.62	0.19	0.78	0.97	(0.20)	-	(0.20)	\$ 30.39
2009	\$ 27.99	0.39	1.67	2.06	(0.43)	-	(0.43)	\$ 29.62
2008	\$ 44.14	0.19	(12.23)	(12.04)	(0.18)	(3.93)	(4.11)	\$ 27.99
2007 ^(f)	\$ 41.00	0.20	3.12	3.32	(0.18)	-	(0.18)	\$ 44.14
Class R5 Shares								
2011 ^(b)	\$ 30.92	0.04	6.58	6.62	(0.01)	-	(0.01)	\$ 37.53
2010	\$ 30.13	0.28	0.79	1.07	(0.28)	-	(0.28)	\$ 30.92
2009	\$ 28.45	0.46	1.71	2.17	(0.49)	-	(0.49)	\$ 30.13
2008	\$ 44.78	0.32	(12.47)	(12.15)	(0.25)	(3.93)	(4.18)	\$ 28.45
2007	\$ 38.09	0.49	7.91	8.40	(0.41)	(1.30)	(1.71)	\$ 44.78
2006	\$ 33.22	0.24	5.07	5.31	(0.44)	-	(0.44)	\$ 38.09

(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.

FINANCIAL HIGHLIGHTS, CONTINUED

Thornburg Value Fund

RATIOS TO AVERAGE NET ASSETS

SUPPLEMENTAL DATA

Net Investment Income (Loss) (%)	Expenses, After Expense Reductions and Net of Custody Credits (%)			Total Return (%) ^(a)	Portfolio Turnover Rate (%)	Net Assets at End of Period (Thousands)
	Expenses, After Expense Reductions (%)	Expenses, Before Expense Reductions (%)				
(0.09) ^(d)	1.27 ^(d)	1.27 ^(d)	1.27 ^(d)	21.25	30.77	\$ 1,245,746
0.65	1.31	1.31	1.31	3.21	72.75	\$ 1,131,594
1.58	1.34	1.34	1.34	7.65	83.00	\$ 1,204,450
0.52	1.27	1.27	1.27	(29.52)	70.65	\$ 1,088,766
0.70	1.27	1.27	1.27	22.23	79.29	\$ 1,599,976
1.02	1.35	1.34	1.35	15.63	51.36	\$ 1,121,720
(0.99) ^(d)	2.16 ^(d)	2.16 ^(d)	2.16 ^(d)	20.72	30.77	\$ 22,609
(0.13)	2.18	2.18	2.18	2.29	72.75	\$ 22,036
0.74	2.22	2.22	2.22	6.72	83.00	\$ 38,630
(0.28)	2.05	2.05	2.05	(30.05)	70.65	\$ 64,287
(0.09)	2.07	2.07	2.07	21.26	79.29	\$ 113,299
0.21	2.15	2.14	2.15	14.71	51.36	\$ 96,587
(0.84) ^(d)	2.02 ^(d)	2.03 ^(d)	2.02 ^(d)	20.80	30.77	\$ 366,953
(0.09)	2.06	2.06	2.06	2.43	72.75	\$ 329,761
0.81	2.12	2.12	2.12	6.83	83.00	\$ 361,966
(0.23)	2.02	2.01	2.02	(30.03)	70.65	\$ 401,880
(0.05)	2.03	2.03	2.03	21.29	79.29	\$ 621,687
0.27	2.09	2.09	2.09	14.77	51.36	\$ 490,399
0.29 ^(d)	0.90 ^(d)	0.90 ^(d)	0.90 ^(d)	21.47	30.77	\$ 2,605,300
0.97	0.94	0.94	0.94	3.62	72.75	\$ 2,087,380
1.94	0.98	0.97	1.00	8.04	83.00	\$ 1,575,522
0.92	0.91	0.90	0.91	(29.24)	70.65	\$ 1,961,495
1.05	0.93	0.92	0.93	22.62	79.29	\$ 2,401,473
1.41	0.98	0.97	0.98	16.10	51.36	\$ 1,074,492
(0.16) ^(d)	1.35 ^(d)	1.35 ^(d)	1.60 ^(d)	21.23	30.77	\$ 238,464
0.57	1.35	1.35	1.66	3.14	72.75	\$ 200,362
1.57	1.35	1.35	1.72	7.62	83.00	\$ 162,231
0.50	1.35	1.35	1.66	(29.54)	70.65	\$ 161,517
0.63	1.35	1.35	1.63	22.11	79.29	\$ 151,260
1.05	1.36	1.35	1.69	15.60	51.36	\$ 48,627
(0.06) ^(d)	1.25 ^(d)	1.25 ^(d)	1.47 ^(d)	21.29	30.77	\$ 68,701
0.63	1.25	1.25	1.49	3.25	72.75	\$ 54,461
1.65	1.25	1.25	1.54	7.74	83.00	\$ 44,037
0.58	1.24	1.24	1.48	(29.47)	70.65	\$ 29,462
0.70 ^(d)	1.25 ^(d)	1.25 ^(d)	2.34 ^(d)	8.09	79.29	\$ 7,038
0.21 ^(d)	0.98 ^(d)	0.98 ^(d)	1.05 ^(d)	21.42	30.77	\$ 291,000
0.91	0.99	0.99	1.12	3.54	72.75	\$ 228,768
1.93	0.98	0.98	1.18	8.05	83.00	\$ 165,663
0.92	0.98	0.98	1.03	(29.30)	70.65	\$ 135,173
1.14	0.91	0.91	0.93	22.63	79.29	\$ 106,906
0.64	1.00	0.98	3.24	16.07	51.36	\$ 10,483

(e) Dividends from net investment income per share were less than \$(0.01).

(f) Effective date of this class of shares was February 1, 2007.

+ Based on weighted average shares outstanding.

See notes to financial statements.

EXPENSE EXAMPLE

Thornburg Value Fund

March 31, 2011 (Unaudited)

As a shareholder of the Fund, 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;

(e) a 30-day redemption fee on Class A and Class I shares;

(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 Fund 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 Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's 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 Fund 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.

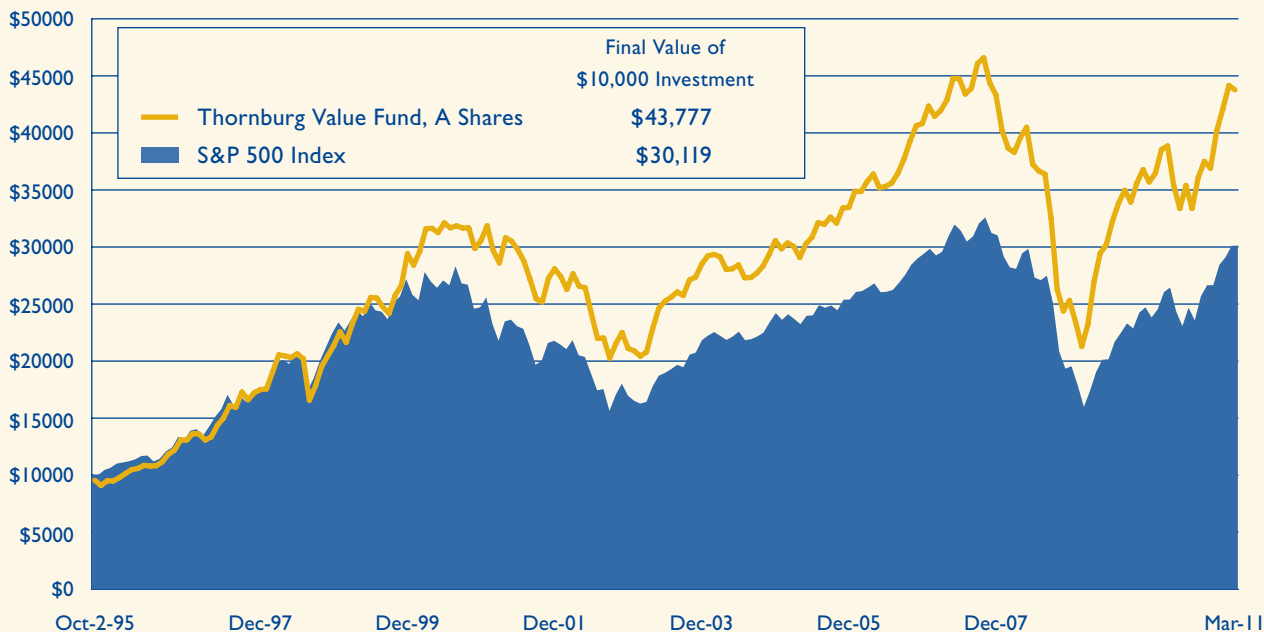
	Beginning Account Value 10/1/10	Ending Account Value 3/31/11	Expenses Paid During Period [†] 10/1/10–3/31/11
Class A Shares			
Actual	\$1,000.00	\$1,212.50	\$ 7.02
Hypothetical*	\$1,000.00	\$1,018.59	\$ 6.40
Class B Shares			
Actual	\$1,000.00	\$1,207.20	\$ 11.91
Hypothetical*	\$1,000.00	\$1,014.14	\$ 10.87
Class C Shares			
Actual	\$1,000.00	\$1,208.00	\$ 11.15
Hypothetical*	\$1,000.00	\$1,014.83	\$ 10.17
Class I Shares			
Actual	\$1,000.00	\$1,214.70	\$ 4.99
Hypothetical*	\$1,000.00	\$1,020.42	\$ 4.55
Class R3 Shares			
Actual	\$1,000.00	\$1,212.30	\$ 7.44
Hypothetical*	\$1,000.00	\$1,018.20	\$ 6.79
Class R4 Shares			
Actual	\$1,000.00	\$1,212.90	\$ 6.89
Hypothetical*	\$1,000.00	\$1,018.71	\$ 6.28
Class R5 Shares			
Actual	\$1,000.00	\$1,214.20	\$ 5.41
Hypothetical*	\$1,000.00	\$1,020.04	\$ 4.94

[†] Expenses are equal to the annualized expense ratio for each class (A: 1.27%; B: 2.16%; C: 2.03%; I: 0.90%; R3: 1.35%; R4: 1.25%; R5: 0.98%) 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.

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

GROWTH OF A HYPOTHETICAL \$10,000 INVESTMENT
 Thornburg Value Fund versus S&P 500 Index (October 2, 1995 to March 31, 2011)



AVERAGE ANNUAL TOTAL RETURNS
 For periods ended March 31, 2011 (with sales charge)

	1 Yr	5 Yrs	10 Yrs	Since Inception
A Shares (Incep: 10/2/95)	8.45%	3.18%	3.86%	10.00%
B Shares (Incep: 4/3/00)	7.56%	2.92%	3.66%	2.43%
C Shares (Incep: 10/2/95)	11.69%	3.35%	3.55%	9.48%
I Shares (Incep: 11/2/98)	13.99%	4.52%	4.75%	6.96%
R3 Shares (Incep: 7/1/03)	13.50%	4.08%	-	7.28%
R4 Shares (Incep: 2/1/07)	13.63%	-	-	0.68%
R5 Shares (Incep: 2/1/05)	13.90%	4.48%	-	6.68%
S&P 500 Index (Since 10/2/95)	15.65%	2.62%	3.29%	7.37%

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 performance data and graph do not reflect the deduction of taxes that a shareholder would pay on distributions or the redemption of Fund shares. Returns reflect the reinvestment of dividends and capital gains as well as applicable sales charges. Class A shares are sold with a maximum sales charge of 4.50%. Class B shares carry a contingent deferred sales charge (CDSC) that declines from 5.00% to 0% depending upon the period of time the shares are held. Class B shares will automatically convert to Class A shares on a quarterly basis approximately eight years after purchase. Class C shares are subject to a 1% CDSC for the first year only. There is no up-front sales charge for Class I, R3, R4 and R5 shares. Class A and I shares are subject to a 1% 30-day redemption fee.

PORTFOLIO PROXY VOTING**Policies and Procedures:**

The Trust has delegated to Thornburg Investment Management, Inc. (the “Advisor”) voting decisions respecting proxies for 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 web site at www.thornburg.com, and (iii) on the Securities and Exchange Commission’s web site 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 web site at www.thornburg.com, and (iii) on the Securities and Exchange Commission’s web site at www.sec.gov.

AVAILABILITY OF QUARTERLY PORTFOLIO SCHEDULE

The Fund files with the Securities and Exchange Commission schedules of its portfolio holdings on Form N-Q for the first and third quarters of each fiscal year. The Fund’s Forms N-Q are available on the Commission’s web site 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 Fund also makes this information available on its web site 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.

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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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This Semi-Annual Report is submitted for the general information of shareholders of the Fund. It is not authorized for distribution to prospective investors in the Fund unless preceded or accompanied by an effective prospectus.

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