

## June 30, 2019

**Portfolio Inception Date** 4/30/2003 **Total Portfolio Assets** \$192.0 million

### Portfolio Description

The Thrivent Opportunity Income Plus Portfolio generates income by investing predominantly in a diversified mix of high-yielding fixed-income securities. It invests primarily in higher-yielding, higher-risk, fixed-income securities to generate income, while the equity holdings are generally opportunistic investments. Investments are diversified across sectors in order to manage risk and potentially provide more stability when interest rates rise.

### Investment Strategy/Process

The Portfolio primarily invests in a broad range of debt securities. The portfolio management team actively manages the Portfolio with overweight and underweight positions in the various sectors based on their views of the market and economy. Fixed-income securities and equity holdings are analyzed and selected on an ongoing basis. The Portfolio is regularly rebalanced to ensure that the holdings are within appropriate ranges. Prior to August 16, 2013, the Portfolio was named Thrivent Mortgage Securities Portfolio. It invested primarily in mortgage-related securities. On August 16, 2013, the Portfolio adopted its current name and investment strategy, which includes the ability to invest in a diversified mix of higher-yielding fixed-income securities.

### Calendar Year Performance (%)

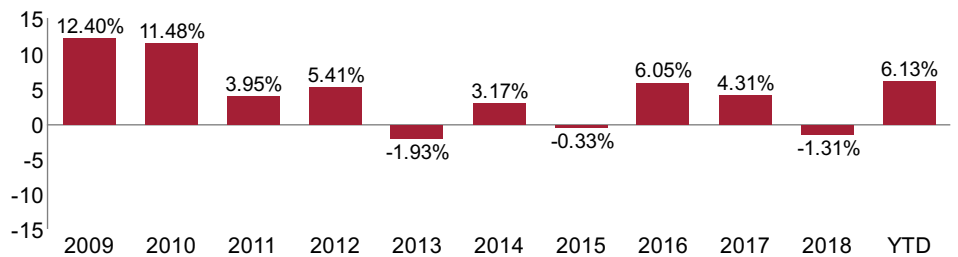


Chart represents calendar year performance and reflects the deduction of investment advisory fees, operating expenses and current mortality and expense charge of 0.30%. Performance of other contracts will be greater or less than the bars shown based on the differences in contract charges and expenses paid by the contract holder.

### Average Annualized Returns (%)

Periods less than one year are not annualized.

	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	Since Incept.
Subaccount	2.21	6.13	5.59	3.53	2.85	4.74	3.72
Subaccount (w/addl fees)	-3.18	0.27	-0.82	0.66	0.68	3.29	2.44
BBgBarc U.S. Mortgage-Backed Securities Index	1.96	4.17	6.22	2.06	2.56	3.23	N/A
BBgBarc U.S. High Yield Ba/B 2% Issuer Capped Index	2.88	10.31	8.77	7.09	4.74	8.56	N/A
S&P/LSTA Leveraged Loan Index	1.68	5.74	3.97	5.24	3.68	6.17	N/A
Lipper General Bond Funds Median <sup>1</sup>	2.75	6.36	6.55	3.91	2.72	6.47	N/A

**All data represents past performance of this subaccount in Thrivent Financial Variable Universal Life Insurance II (contract V-VQ-VUL (07) and ICC07V-VM-VUL) and should not be viewed as an indication of future results. Total investment returns and principal value of an investment will fluctuate and units, when redeemed, may be worth more or less than the original investment. Current performance may be lower or higher than the performance data quoted. Market volatility can significantly affect short-term performance, and more recent returns may be different from those shown. Call 800-847-4836 or visit Thrivent.com for most recent month-end performance results.**

Average annualized return calculations are based on the fees associated with an initial investment of \$10,000. At various times, the investment adviser may have waived and/or reimbursed Portfolio expenses. Had the investment adviser not done so, the performance data shown would have been lower. "Since Inception" returns are calculated from the date the Subaccount was made available through the separate account used with this contract.

**Average annualized return reflect the deduction of investment advisory fees and operating expenses (reduced by any applicable waivers) associated with the Subaccount, as well as the current mortality and expense charge of 0.30%. "Subaccount w/addl fees" data reflects additional deductions of the policy fee and the 5% premium expense charge. The following charges are not reflected in the Subaccount's trailing returns and vary by contract: percent of asset charge, monthly administrative charge, cost of insurance charge, and rider or additional benefits charges. If these charges had been deducted, the performance quoted would have been significantly lower.**

Since charges and fees vary from individual to individual at the contract level based on several factors, including the amount of the death benefit, the contract value, the insured's attained age, sex and risk classification, it is not possible to include them in this report. You are encouraged to contact your Thrivent Financial representative for a personalized illustration to determine what additional charges and fees you may incur. You can also review the hypothetical illustrations in the prospectus to see the effects of fees and charges on performance.

<sup>1</sup>Source: Lipper. The Lipper median represents the median annualized total return for all reported portfolios in the classification. Lipper medians do not include sales charge/fees. If included, returns would have been lower.

### Investment Objective

Thrivent Opportunity Income Plus Portfolio seeks a combination of current income and long-term capital appreciation.

### Who Should Consider Investing?

The Portfolio may be suitable for investors who:

- Seek a high level of income and are able to withstand the volatility of high yielding bonds in pursuit of high current income.
- Have a medium to long-term investment time horizon and a moderately conservative risk tolerance.

### Benchmark(s)

Indexes are unmanaged and do not reflect the fees and expenses associated with active management. Investments cannot be made directly into an index.

- **Bloomberg Barclays (BBgBarc) U.S. Mortgage-Backed Securities Index** represents the performance of securities backed by pools of mortgages.
- **Bloomberg Barclays (BBgBarc) U.S. High Yield Ba/B 2% Issuer Capped Index** represents the performance of the non-investment grade, Ba or B-rated corporate bond market. Issuers are constrained to a maximum 2% weighting.
- **S&P/LSTA U.S. Leveraged Loan Index** is a market-value weighted index representing the performance of the universe of U.S. dollar-denominated, senior secured, syndicated term loans.

### Portfolio Management & Experience

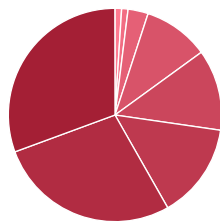
**Gregory R. Anderson, CFA** - Portfolio Start: 2003; Industry Start: 1993; **Conrad E. Smith, CFA** - Portfolio Start: 2013; Industry Start: 1990; **Paul J. Ocenasek, CFA** - Portfolio Start: 2015; Industry Start: 1987; **Kent L. White, CFA** - Portfolio Start: 2015; Industry Start: 1999; **Stephen D. Lowe, CFA** - Portfolio Start: 2018; Industry Start: 1996

*Risks: The Portfolio primarily invests in a broad range of debt securities. The value of the Portfolio is influenced by factors impacting the overall market, certain asset classes, certain investment styles, and specific issuers. The Portfolio may incur losses due to investments that do not perform as anticipated by the investment adviser. Bond prices may decline during periods of rising interest rates. Credit risk is the risk that an issuer of a debt security may not pay its debt, and high yield securities are subject to increased credit risk as well as liquidity risk. Leveraged loans, REITS, preferred securities, convertible securities, sovereign debt, and mortgage-related and other asset-backed securities are subject to additional risks. Foreign investments involve additional risks, including currency fluctuations, liquidity, political, economic and market instability, and different legal and accounting standards; these risks are magnified for investments in emerging-markets. An ETF is subject to additional fees and expenses, tracking error, and the risks of the underlying investments that it holds. The use of derivatives (such as futures and swaps) involves additional risks and transaction costs, which could leave the Portfolio in a worse position than if it had not used these instruments. The Portfolio may engage in active and frequent trading of portfolio securities in implementing its principal investment strategies, which may result in higher transaction costs and higher taxes. These and other risks are described in the Portfolio's prospectus.*

# THRIVENT OPPORTUNITY INCOME PLUS PORTFOLIO

June 30, 2019

## Portfolio Diversification



■ Floating-Rate Bank Loans	30.7%
■ Securitized Debt	27.7%
■ International Debt	14.6%
■ High Yield Bonds	12.4%
■ Investment Grade Credit	10.1%
■ Opportunistic Fixed Income	3.2%
■ Cash	1.1%
■ Opportunistic Equity	0.2%

## Top 10 Holdings—excluding derivatives and cash (30.73% of Portfolio, as of 05/31/2019)

The coupon rate is the yield paid by a fixed income security. The maturity date is when the principal of the security is due and payable to the investor.

Security	% of Portfolio	Coupon Rate	Maturity Date
Thrivent Core EM Debt Fund	14.06%	N/A	N/A
FNMA Conv'l	4.43%	4.00	06/49
FNMA Conv'l 30-Yr. Pass-Thru	4.38%	4.50	06/49
FNMA Conv'l 15-Yr. Pass-Thru	2.24%	3.50	06/34
FNMA Conv'l 30-Yr. Pass-Thru	1.99%	3.50	06/49
Scientific Games Int'l, Inc., Term Loan	0.82%	N/A	08/24
Sable Int'l Finance, Ltd., Term Loan	0.73%	N/A	01/26
Air Medical Grp Holdings, Inc., Term Loan	0.71%	N/A	04/22
First Data Corp, Term Loan	0.70%	N/A	04/24
Radiate Holdco, LLC, Term Loan	0.67%	N/A	02/24

## Bond Quality Rating Distribution (%)

The lower of the bond ratings assigned by Moody's Investor Services, Inc. or Standard & Poor's® Financial Services, LLC ("S&P"). Investments in derivatives and short-term investments are not included.

Category	Percentage
<b>HIGH QUALITY (HQ)</b>	<b>39.2</b>
Cash	2.3
U.S. Gov't Guaranteed	14.7
AAA	1.5
AA	2.5
A	4.4
BBB	13.8
<b>HIGH YIELD (HY)</b>	<b>50.9</b>
BB	24.4
B	24.2
CCC	2.0
CC	0.1
C	0.1
D	0.1
<b>OTHER</b>	<b>9.9</b>
Non-Rated (NR)	8.2
ETFs/Closed-End Funds (may be HQ/HY/NR)	1.7

<sup>2</sup>Turnover Ratio: 12-month rolling as of 05/31/2019. A measure of the Portfolio's trading activity, which is calculated by dividing the lesser of long-term purchases or long-term sales by average long-term market value.

<sup>3</sup>Source: Barclays Capital Indices, POINT. ©2019 Barclays Capital Inc. Used with permission. POINT is a registered trademark of Barclays Capital Inc. Bloomberg Barclays U.S. Aggregate Bond Index measures the performance of U.S. investment-grade bonds.

*This document must be preceded or accompanied by the current [prospectus](#) for Thrivent Financial Variable Universal Life Insurance II.*

*Investing involves risk, including the possible loss of principal. The product and summary prospectus contains information on investment objectives, risks, charges and expenses. Read carefully before investing. Available at [Thrivent.com](#). Since every investor's situation is unique, please work with a financial professional to determine which products and strategies are most appropriate for your needs and goals.*

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## PORTFOLIO STATISTICS

Statistics shown below are compared to the Bloomberg Barclays U.S. Aggregate Bond Index. The benchmark is intended to provide a comparison to the broad U.S. bond market, and may not be representative of the Portfolio's investment strategies and holdings.

### Holdings Information

Number of Holdings	712
Turnover Ratio (last 12-months) <sup>2</sup>	172%
Percent U.S.	85.4%
Percent Non-U.S.	14.6%

### Risk/Volatility Measures

**Standard Deviation:** A statistical measure of volatility. The higher the standard deviation, the riskier an investment is considered to be.

	Portfolio	BBgBarc U.S. Aggregate <sup>3</sup>
3 Year	2.17%	3.08%
5 Year	2.30%	2.89%
10 Year	2.74%	2.87%

### Fixed Income Characteristics

**Average Duration:** A measure of a portfolio's sensitivity to changes in interest rates; the longer the portfolio's duration, the more sensitive it is.

	Portfolio	BBgBarc U.S. Aggregate <sup>3</sup>
Average Duration (years)	3.3	5.8

**Weighted Average Life:** The market-value weighted average of the time remaining until the bond in the portfolio will repay principal.

	Portfolio	BBgBarc U.S. Aggregate <sup>3</sup>
Wtd Avg Life (years)	6.2	8.0