

Thornburg International Value I

Overall Morningstar Rating™

★★★★★

Morningstar Return

High

Morningstar Risk

Above Average

Out of 558 Foreign Large Blend funds. An investment's overall Morningstar Rating, based on its risk-adjusted return, is a weighted average of its applicable 3-, 5-, and 10-year Ratings. See disclosure for more detail.

Investment Strategy from investment's prospectus

The investment seeks long-term capital appreciation.

The fund normally invests at least 75% of assets in foreign securities or depository receipts of foreign securities. It may invest in developing countries. The fund typically makes equity investments in the following three types of companies: basic value companies with well established businesses whose stock is under valued; Consistent earner companies when they are selling at valuations below historic norms; and Emerging franchises that are in the process of establishing a leading position in a product, service or market expecting growth at an above average rate.

Category Description: Foreign Large Blend

Foreign large-blend funds invest in a variety of big, international stocks. Most of these funds divide their assets among a dozen or more developed markets, including Japan, Britain, France, and Germany. They tend to invest the rest in emerging markets such as Hong Kong, Brazil, Mexico and Thailand. These funds typically will have less than 20% of assets invested in U.S. stocks.

Broad Asset Class: International Stocks

Shares of ownership in corporations headquartered outside of the U.S.

Notes

This material is authorized for client use only when preceded or accompanied by a Disclosure Statement, a product prospectus (variable annuity only), a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment professional and should be read carefully before investing or sending money.

NOT A DEPOSIT – NOT FDIC INSURED – NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY – NOT GUARANTEED BY THE INSTITUTION – MAY GO DOWN IN VALUE

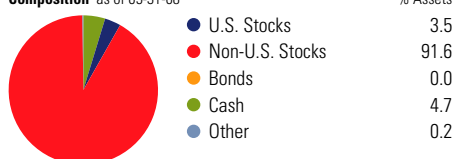
The Broad Asset Class identifies a fund's investment style. The Broad Asset Class was developed by Nationwide in conjunction with Ibbotson Associates for asset allocation. Asset Allocation does not assure a profit or guarantee against a loss in a declining market.

Morningstar Proprietary Statistics

	YTD	1-Year	3-Year	5-Year	10-Year
Morningstar Rating	—	—	★★★★★	★★★★★	—
Fund Rank Percentile	86	12	4	3	—
Out of # of Investments	821	767	558	449	—

Portfolio Analysis as of 05-31-08

Composition as of 05-31-08



Morningstar Style Box™ as of 05-31-08

Style	% Mkt Cap
Giant	62.19
Large	29.39
Medium	8.42
Small	0.00
Micro	0.00

Value Blend Growth

Top 15 Holdings as of 05-31-08

Company	% Assets
Fortum	3.01
Teva Pharmaceutical Industries, Ltd. ADR	2.75
Nestle	2.73
Novo Nordisk	2.70
E. On Ag Npv	2.65
Roche Holding Ltd	2.61
Nintendo	2.55
Axa	2.48
Nokia	2.48
Telefonica	2.40
BASF SE	2.39
Air Liquide	2.37
Schlumberger, Ltd.	2.37
Rogers Comms Cl B	2.35
Gazprom OAO (EDR)	2.28
Total Number of Stock Holdings	60
Total Number of Bond Holdings	0
Annual Turnover Ratio %	65
Total Fund Assets (\$mil)	17,834.2

Risk Classification as of 06-30-08

An investment's risk classification corresponds with the following ranges of standard deviation.

I	II	III	IV	V	VI
I	Lowest: Money Market and Stable Value Funds				
II	Very Low: 0.00-3.46				
III	Low: 3.47-5.21				
IV	Moderate: 5.22-9.95				
V	High: 9.96-13.50				
VI	Very High: 13.51 and above				

Standard Deviation is a statistical measurement of dispersion about an average, which depicts how widely the returns varied over a certain period of time. When a fund has a high standard deviation, the predicted range of performance is wide, implying greater volatility.

Morningstar provides standard deviation and Nationwide provides the ranges.

Statistics as of 05-31-08

Statistic	Port Avg	Rel S&P 500	Rel Cat
P/E Ratio	14.89	1.11	1.19
P/B Ratio	2.58	1.24	1.38
P/C Ratio	9.11	1.07	1.25
GeoAvgCap (\$mil)	48,267.02	1.01	1.53

Risk Measures as of 06-30-08

Metric	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	13.31	0.85	1.03
3 Yr Beta	1.03	—	1.01
3 Yr Sharpe Ratio	1.00	-4.00	1.39
3 Yr Alpha	4.27	—	10.95
3 Yr R-squared	90.65	—	0.97

Top 10 Countries as of 05-31-08

Country	% Assets
France	12.44
United Kingdom	12.37
Switzerland	11.49
Canada	9.70
Japan	8.05
Germany	7.98
China	5.94
Finland	5.77
Denmark	3.90
United States	3.66

Operations

Net Annual Rpt Exp Ratio	0.90% of fund assets
Gross Prospectus Exp Ratio	0.90% of fund assets
Fund Inception Date	03-30-01
Initial Share Class	05-28-98
Inception Date	
Advisor	Thornburg Investment Mgmt Inc
Subadvisor	—

Portfolio Manager(s)

William V. Fries, CFA. B.S., Pennsylvania State U, 1961. M.B.A., Temple U, 1972. Since 1998.
Wendy Trevisani. B.A., Bucknell U. M.B.A., Columbia U. Since 2006.