SECOND QUARTER 2021
INVESTMENT COMMENTARY

Your success. Our priority.

Share Class Symbol	A INTAX	Advisor CATRX	C RTCEX	Institutional CATZX	Institutional 2 CADNX	Institutional 3 CATYX

Columbia Strategic Municipal Income Fund

Overall Morningstar Rating™

★★★★ Class A

★★★★★ Institutional Class

The Morningstar Rating is for the indicated share classes only as of 06/30/21; other classes may have different performance characteristics. **The Morningstar ratings for the overall, three-, five- and ten-year periods for Class A shares are 4 stars, 3 stars, 4 stars and 4 stars and for Institutional Class shares are 5 stars, 4 stars, 4 stars and 5 stars among 144, 144, 123 and 98 Muni National Long funds respectively, and are based on a Morningstar Risk-Adjusted Return measure.**

The fund's flexible mandate allows it to focus on generating attractive tax-exempt income while navigating multiple sources of market volatility.

Attractive level of tax-exempt income
Income is the most significant contributor to long-term total return, and targeting diversified sources of income across the municipal bond market can generate more consistent outcomes across market environments.

Flexible investment approach
With the flexibility to opportunistically invest along the yield curve and credit spectrum, the investment team can implement its best ideas to maximize yield and total return potential across various environments.

Driven by proprietary credit research
Management employs rigorous credit research to uncover attractive, undervalued investment opportunities and avoid potential pitfalls.

Expense ratio[2]

Share class	No waiver (gross)	With waiver (net)
Institutional	0.56%	0.55%
A	0.81%	0.80%

The investment manager and certain of its affiliates have contractually (for at least one year from the prospectus date) agreed to waive certain fees and/or to reimburse certain fund expenses.

Fund performance

- Columbia Strategic Municipal Income Fund Institutional Class shares returned 2.62% for the three months ending June 30, 2021. For monthly performance information, please check online at investor.columbiathreadneedle.com.
- The fund's benchmark, the Bloomberg Barclays Municipal Bond Index, returned 1.42% for the same period.
- The fund outperformed its benchmark with positive contributions from duration and yield curve positioning, as well as credit and security selection. (Duration is a measure of a bond's price sensitivity with regard to changes in interest rates.)

Market overview

Municipal performance at the mid-year point has been one of the few bright spots for U.S. fixed income. Upward pressure on Treasury yields, driven by fears of inflation, pushed most other asset classes into negative territory year to date. However, municipal bond performance has been supported by record inflows, improving credit fundamentals and substantial fiscal stimulus from the federal government. For the first half of the year, the Bloomberg Barclays Municipal Bond Index returned 1.06%, posting positive returns in five of six months, shrugging off upward rate pressure in February and carrying that momentum into the summer seasonal period. After the Democrats' sweep of Senate elections in Georgia, the likelihood of a push toward higher federal tax rates increased, and with it, the pace of flows into tax-exempt bonds also increased. Lipper reported $59.5 billion of fund flows into municipal bond funds through June, which marks the fastest pace of inflows to begin a year and ranks third-highest among full calendar year inflows. While new issue tax-exempt supply is nearly 10% ahead of last year, supply has failed to keep pace with demand, and new deals continue to be met with strong interest.

Credit concerns that arose during the COVID-19 shutdowns have diminished, and lower quality segments of the market have led positive performance thus far. The high-yield

Average annual total returns (%) for period ending June 30, 2021

Columbia Strategic Municipal Income Fund	3-mon.	1-year	3-year	5-year	10-year
Institutional Class[1]	2.62	7.68	5.75	4.06	5.58
Class A without sales charge	2.49	7.60	5.46	3.79	5.30
Class A with 3.00% maximum sales charge	-0.58	4.28	4.42	3.16	4.97
Bloomberg Barclays Municipal Bond Index	1.42	4.17	5.10	3.25	4.28
Bloomberg Barclays Municipal High Yield Index	3.93	14.34	7.58	6.19	6.98

Performance data shown represents past performance and is not a guarantee of future results. The investment return and principal value of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data shown. Please visit columbiathreadneedle.com for performance data current to the most recent month end. Institutional Class shares are sold at net asset value and have limited eligibility. Columbia Management Investment Distributors, Inc. offers multiple share classes, not all necessarily available through all firms, and the share class ratings may vary. Contact us for details.

Columbiathreadneedle.com
800.426.3750

Credit Quality (%) as of June 30, 2021

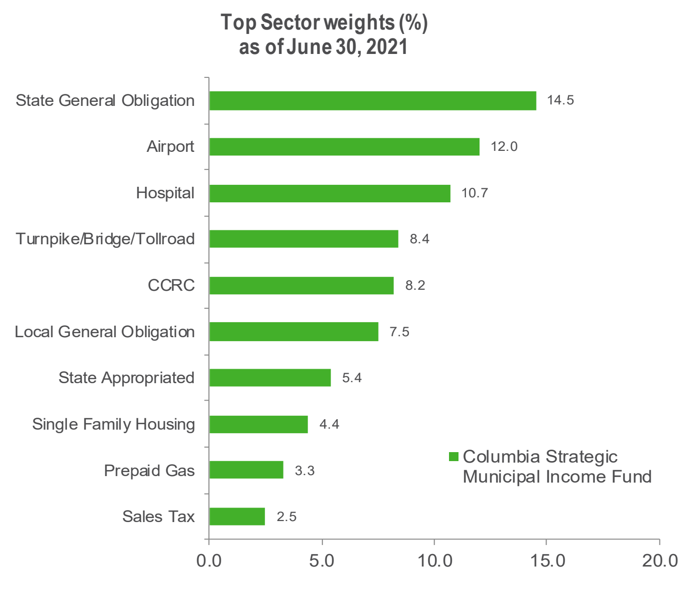
Columbia Strategic Municipal Income Fund

AAA	8.6
AA	27.7
A	31.1
BBB	17.8
BB	3.9
B	0.1
C	0.2
D	0.7
Cash and Equivalents	0.3

Third-party rating agencies provide bond ratings ranging from AAA (highest) to D (lowest). When three ratings are available from Moody's, S&P and Fitch, the middle rating is used. When two are available, the lower rating is used. If only one is available, that rating is used. If a security is Not Rated but has a rating by Kroll and/or DBRS, the same methodology is applied to those bonds that would otherwise be Not Rated. Bonds with no third-party rating are designated as Not Rated. Investments are primarily based on internal proprietary research and ratings assigned by our fixed income investment analysts. Therefore, securities designated as Not Rated do not necessarily indicate low credit quality, and for such securities the investment adviser evaluates the credit quality. Holdings of the portfolio other than bonds are categorized under Other. Credit ratings are subjective opinions of the credit rating agency and not statements of fact and may become stale or subject to change.

Due to rounding, percentages may not add up to 100.

portion of the municipal market returned 6.13% year-to-date June 30, while the BBB rated segment was higher by 3.91%. Though pockets of value remain in certain sectors or issuers, the dramatic post-COVID-19 recovery has driven valuations to relatively full levels across much of the market. AAA rated portions, in particular, show muni/Treasury yield ratios well below long-term averages. The two- and five-year muni/Treasury ratios closed the quarter at 64% and 56%, respectively, and the 10- and 30-year ratios held at 68% and 72%. With the COVID-19 shutdowns now lifted, it is evident that most states' expectations of massive revenue gaps failed to materialize. Tax revenue performance was rather strong even through the depths of the pandemic, with projected deficits turning into actual surpluses for many state and local governments. Surprise revenue outperformance coupled with direct federal support via the American Rescue Plan has bolstered credit fundamentals for most issuers. Even those accustomed to negative headlines showed positive signs, as the State of Illinois was upgraded one notch by Moody's during the quarter, its first such ratings upgrade in nearly 20 years.



Source: PERFORM

Quarterly portfolio recap

Municipal performance for the quarter was led by longer maturity and lower quality segments of the market. For the period, the AAA municipal curve flattened modestly, as 1- to 2-year yields were higher by 2–3 basis points (bps), while beyond 10 years, most of the curve saw yields drift lower between 15–25 bps. (A basis point is one one-hundredth of one percent.) Given the portfolio's bias toward the long end of the curve, its overweight to maturities longer than 15 years was additive, as was an underweight to maturities in the 1- to 3-year portion of the curve. In addition to curve positioning, credit allocation was also additive, as overweights to BBB, high-yield and non-rated securities all contributed positively to performance. Within sectors, overweights to hospitals and transportation more than offset slight detractions from the housing and special tax sectors. Relying on research intensity, security selection drove a substantial portion of fund outperformance for the

Columbia Strategic Municipal Income Fund

Top holdings (% of net assets): as of June 30, 2021

VA St Pub Bldg St Approp 5.000 08/01/2029	1.11
PR Sales Tax Restructured Cofina 5.000 07/01/2058	0.94
NJ State Covid 19 Emergency 4.000 06/01/2031	0.82
VA Transform 66 P3 Proj AMT 5.000 12/31/2052	0.82
TX NTE Segment 3c Proj Toll Rd Amt 5.000 06/30/2058	0.76
OH Buckeye Tob Settlement Fing 5.000 06/01/2055	0.73
MD State Gov 5.000 03/15/2032	0.72
IA Pefa Goldman Gas Proj Rev 5.000 09/01/2049	0.72
CO St HFA Commonspirit Health 4.000 08/01/2044	0.70
DC State Gov 5.000 10/15/2033	0.70

Top holdings exclude short-term holdings and cash, if applicable. Fund holdings are as of the date given, are subject to change at any time, and are not recommendations to buy or sell any security. Current and future bond holdings are subject to risk.

period. Portfolio holdings within continuing care retirement communities (CCRCs), airports, charter schools, toll roads, state general obligations (GOs), hospitals and special tax sectors were all positive for the period, more than offsetting only a minor detraction from issue selection in water and sewer bonds.

Portfolio activity

Heading into the second quarter, fund positioning aligned with the team's outlook of a continuation of the post-COVID-19 economic rebound leading to improving credit fundamentals in the municipal market. As such, only minor positioning shifts were warranted over the period. Purchase activity emphasized lower investment-grade and select high-yield opportunities and balanced the need to invest excess cash in liquid, higher quality portions of the market. Over the quarter, we added to airports, charter schools, sales tax-backed structures, state-appropriated debt and state GOs. On the sales side of the ledger, which was rather muted in the quarter, we saw modest reductions in toll roads, hospitals and housing bonds. Duration management remained active during the period, with most of the activity occurring in April. Quarter over quarter, the portfolio extended duration by 6/10 of a year, though we expect a volatile rate backdrop will keep tactical duration hedging activities at the forefront of our investment strategy over the short run. We remained active in both the new issue and secondary markets, and, while the portfolio is fully invested, we have adequate liquidity to take advantage of attractive opportunities when they arise.

Outlook

Negotiations toward a bipartisan infrastructure plan continue to progress, but a final deal remains elusive given how far apart the two parties are in terms of spending and priorities. Nevertheless, municipal investors will keep a close eye on Washington in the coming months, as details of how the proposal will be financed are of keen interest. If initially proposed tax increases fail to materialize, it is feasible that some of the excess municipal demand may fade as well. Absent a material move toward higher federal taxation though, there are a number of reasons to remain positive about municipal total return prospects for the balance of the year. Namely, improving credit fundamentals in sectors hard-hit by COVID-19 could turn the trend toward ratings upgrades and possible further spread tightening. Sectors such as airports, hospitals and retirement communities were broad brushed during last year's sell-off, and, while spreads have largely retraced to pre-COVID-19 levels, many of those issuers are arguably poised for better results ahead. The key to outperformance then hinges on research-driven security selection. With valuations relatively full, capturing upside from individual issuer outperformance can continue to provide positive results for investors.

More broadly, economic growth should keep upward pressure on rates. However, the signal-to-noise ratio in the underlying data remains elevated, meaning rate volatility is likely with us through year end. Municipal bonds have historically offered better protection against rising rates than many other fixed-income asset classes, and skilled active management can also aid in protecting against that prospect. Our investment philosophy relies on managing interest rate and credit risk with conviction, and we anticipate increased usage of active duration management techniques in the coming months.

Investment Risks

Fixed-income securities present **issuer** default risk. The fund invests substantially in **municipal securities** and will be affected by tax, legislative, regulatory, demographic or political changes, as well as changes impacting a state's financial, economic or other conditions. A relatively small number of tax-exempt issuers may necessitate the fund investing more heavily in a single issuer and, therefore, be more exposed to the risk of loss than a fund that invests more broadly. **Prepayment and extension** risk exists because the timing of payments on a loan, bond or other investment may accelerate when interest rates fall or decelerate when interest rates rise which may reduce investment opportunities and potential returns. A rise in **interest rates** may result in a price decline of fixed-income instruments held by the fund, negatively impacting its performance and NAV. Falling rates may result in the fund investing in lower yielding debt instruments, lowering the fund's income and yield. These risks may be heightened for longer maturity and duration securities. **Non-investment-grade** (high-yield or junk) securities present greater price volatility and more risk to principal and income than higher rated securities. **Market** risk may affect a single issuer, sector of the economy, industry or the market as a whole. Federal and state **tax** rules apply to capital gain distributions and any gains or losses on sales. Income may be subject to state, local or alternative minimum taxes. **Liquidity** risk is associated with the difficulty of selling underlying investments at a desirable time or price.

Investors should consider the investment objectives, risks, charges and expenses of a mutual fund carefully before investing. For a free prospectus or a summary prospectus, which contains this and other important information about the funds, visit columbiathreadneedle.com. Read the prospectus carefully before investing.

Columbia Threadneedle Investments (Columbia Threadneedle) is the global brand name of the Columbia and Threadneedle group of companies.

Columbia funds are distributed by Columbia Management Investment Distributors, Inc., member FINRA and managed by Columbia Management Investment Advisers, LLC.

The views expressed are as of the date given, may change as market or other conditions change and may differ from views expressed by other Columbia Management Investment Advisers, LLC (CMIA) associates or affiliates. Actual investments or investment decisions made by CMIA and its affiliates, whether for its own account or on behalf of clients, may not necessarily reflect the views expressed. This information is not intended to provide investment advice and does not take into consideration individual investor circumstances. Investment decisions should always be made based on an investor's specific financial needs, objectives, goals, time horizon and risk tolerance. Asset classes described may not be appropriate for all investors. Past performance does not guarantee future results, and no forecast should be considered a guarantee either. Since economic and market conditions change frequently, there can be no assurance that the trends described here will continue or that any forecasts are accurate.

Additional performance information: All results shown assume reinvestment of distributions and do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

[1]The returns shown for periods prior to the share class inception date (including returns since inception, which are since fund inception) include the returns of the fund's oldest share class. These returns are adjusted to reflect any higher class-related operating expenses of the newer share classes, as applicable. **For more information please visit: columbiathreadneedleus.com/investor/investment-products/mutual-funds/appended-performance**

[2]The fund's expense ratio is from the most recent prospectus.

For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ used to rank the fund against other funds in the same category. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly excess performance, without any adjustments for loads (front-end, deferred, or redemption fees), placing more emphasis on downward variations and rewarding consistent performance. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages). The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its three-, five- and ten-year (if applicable) Morningstar Rating metrics.

The **Bloomberg Barclays Municipal Bond Index** is an unmanaged index considered representative of the broad market for investment-grade municipal bonds. Bonds in the index have remaining maturities of at least one year.

The **Bloomberg Barclays Municipal High Yield Bond Index** is an unmanaged index that tracks non-investment grade and non-rated municipal bonds.

Indices shown are unmanaged and do not reflect the impact of fees. It is not possible to invest directly in an index.