

RAE International Fund

CLASS:	INSTITUTIONAL
FUND INCEPTION DATE:	5 JUNE 2015
TICKER:	PPYIX
CUSIP:	72202L512
TOTAL NET ASSETS (IN MILLIONS):	\$769.2

PORTFOLIO MANAGERS

Robert Arnott, Christopher Brightman

BENCHMARK INDEX

MSCI EAFE Value Index

RAE EQUITY PORTFOLIO

SUMMARY CHARACTERISTICS

	RAE	Index
Number of securities	653	542
Weighted Avg. Market Cap (\$mm)	35,055	40,904
Trailing P/E Ratio	11.9	10.8
Forward P/E Ratio	14.1	14.7
Price/Sales	0.5	0.7
Price/Book	0.8	1.0

TOP 5 COUNTRY DIVERSIFICATION (MV %)

	RAE	Index
Japan	28.7	24.6
Germany	11.7	11.7
United Kingdom	10.4	15.0
France	9.5	10.7
Australia	7.0	8.4

TOP 5 SECTOR DIVERSIFICATION (MV %)

	RAE	Index
Financials	23.7	25.0
Industrials	13.7	14.0
Consumer Discretionary	12.5	10.6
Materials	8.9	8.7
Utilities	8.1	7.2

Index equity statistics are for the MSCI EAFE Value Index, the Fund's benchmark.

Fund description

PIMCO RAE International Fund is a systematic US value strategy designed to outperform the MSCI EAFE Value Index. Unlike traditional active equity approaches, the fund seeks to select undervalued stocks using valuation metrics designed by Research Affiliates, while also incorporating quality and momentum signals to improve performance. Selected stocks are weighted based on fundamental measures of company size such as sales, cash flows, dividends and book value. This weighting methodology allows the fund to capitalize on market inefficiencies by systematically buying low and selling high and benefit from long-term mean reversion in stock prices.

INVESTOR BENEFITS

The fund is designed to offer the benefits of a systematic equity strategy, including a consistent investment process and a contrarian portfolio that seeks to deliver market outperformance. The fund's process results in a dynamic value orientation, as the portfolio will tilt deeper value when value is cheap and reduce value exposure when it is more expensive.

Potential benefits of this fund include:

- Aim of capitalizing on market inefficiencies, contra-trading the market to systematically buy low and sell high
- An active investment process that incorporates the latest equity insights from Research Affiliates
- Time-tested, rules-based approach seeks to provide opportunities for long-term outperformance

THE FUND ADVANTAGE

The fund selects stocks using value, quality and momentum signals designed by Research Affiliates. These signals combine several well-researched measures that have the potential to better capture returns over time. In addition, the fund's approach to weighting stocks based on fundamental measures of company size results in an overweight to lower priced stocks and an underweight to higher priced stocks, providing the potential to profit from mean reversion in valuations.

VALUE OF SYSTEMATIC EQUITY STRATEGIES

PIMCO's systematic equity strategies are broadly diversified equity portfolios designed to outperform value indices and peers. These strategies are intended to serve as value-oriented equity allocations and may offer the potential to improve overall portfolio risk-adjusted returns. Of course, diversification does not ensure against loss.

Performance (net of fees)	S. incept.	5 yrs.	3 yrs.	1 yr.	6 mos.	3 mos.
PIMCO Fund (%)	-0.73	-0.40	-3.69	-13.27	-18.49	14.06
Benchmark 1 (%)	-1.86	-1.59	-4.43	-14.48	-19.27	12.43
Benchmark 2 (%)	1.79	2.05	0.81	-5.13	-11.34	14.88

Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Investment return and the principal value of an investment will fluctuate. Shares may be worth more or less than original cost when redeemed. Current performance may be lower or higher than performance shown. For performance current to the most recent month-end, visit PIMCO.com or by calling 888.87.PIMCO.

Differences in the Fund's performance versus the index and related attribution information with respect to particular categories of securities or individual positions may be attributable, in part, to differences in the pricing methodologies used by the Fund and the index. There is no assurance that any fund, including any fund that has experienced **high or unusual performance** for one or more periods, will experience similar levels of performance in the future. High performance is defined as a significant increase in either 1) a fund's total return in excess of that of the fund's benchmark between reporting periods or 2) a fund's total return in excess of the fund's historical returns between reporting periods. Unusual performance is defined as a significant change in a fund's performance as compared to one or more previous reporting periods.

Lipper rankings* (International Multi-Cap Value Funds)	5 yrs.	3 yrs.	1 yr.
Fund rank	35	86	143
Number of funds	144	192	218
Quartile	1	2	3

* Based on total return performance, with distributions reinvested, and operating expenses deducted.

BASIC FACTS

Dividend frequency	Annual
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FUND EXPENSES

Gross Expense Ratio	0.61%
Net Expense Ratio	0.50%

The Net Expense Ratio reflects a contractual fee waiver and/or expense reduction, which is in place through 31 October 2020 and renews automatically for a full year unless terminated by PIMCO in accordance with the terms of the agreement.

ABOUT THE BENCHMARK

The MSCI EAFE Value Index captures large and mid-cap securities exhibiting overall value style characteristics across developed markets countries around the world, excluding the US and Canada. The value investment style characteristics for index construction of the MSCI EAFE Value Index are defined using three variables: book value to price, 12-month forward earnings to price and dividend yield.

MSCI EAFE Index is an unmanaged index designed to represent the performance of large and mid-cap securities across 21 developed markets, including countries in Europe, Australasia and the Far East, excluding the U.S. and Canada. It is not possible to invest directly in the index.

ABOUT PIMCO

PIMCO is one of the world's premier fixed income investment managers. Since our founding in 1971 in Newport Beach, California, we have continued to bring innovation and expertise to our partnership with clients seeking the best investment solutions. Today our professionals work in 17 offices across the globe, united by a single purpose: creating opportunities for investors in every environment.

FOR MORE INFORMATION, CALL YOUR PIMCO REPRESENTATIVE AT 888.87.PIMCO.

VISIT OUR WEBSITE FOR A FULL MENU OF PRODUCTS AND SERVICES AT PIMCO.COM.

Investors should consider the investment objectives, risks, charges and expenses of the funds carefully before investing. This and other information are contained in the fund's prospectus and summary prospectus, if available, which may be obtained by contacting your PIMCO representative. Please read them carefully before you invest or send money.

MV% may not equal 100 due to rounding.

Holdings are subject to change without notice and may not be representative of current or future allocations.

Performance reflects changes in share price, reinvestment of dividends and capital gains distributions. All periods longer than one year are annualized.

Investments made by a Fund and the results achieved by a Fund are not expected to be the same as those made by any other PIMCO-advised Fund, including those with a similar name, investment objective or policies. A new or smaller Fund's performance may not represent how the Fund is expected to or may perform in the long-term. New Funds have limited operating histories for investors to evaluate and new and smaller Funds may not attract sufficient assets to achieve investment and trading efficiencies. A Fund may be forced to sell a comparatively large portion of its portfolio to meet significant shareholder redemptions for cash, or hold a comparatively large portion of its portfolio in cash due to significant share purchases for cash, in each case when the Fund otherwise would not seek to do so, which may adversely affect performance.

A word about risk: Equities may decline in value due to both real and perceived general market, economic, and industry conditions.

Investments in **value securities** involve the risk the market's value assessment may differ from the manager and the performance of the securities may decline. **Derivatives** may involve certain costs and risks such as liquidity, interest rate, market, credit, management and the risk that a position could not be closed when most advantageous. Investing in derivatives could lose more than the amount invested. Research Affiliates' active insights: Quality is a quantitative measure of the financial health of a company. Momentum is a measure of the price action of a stock. The size of a company refers to its economic footprint in a given market. Style refers to the characteristic of a stock that makes it more growth or value oriented.

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The minimum initial investment for institutional class shares is \$1 million; however, it may be modified for certain financial intermediaries who submit trades on behalf of eligible investors.

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