## Income Fund

**Fund description**

The Income Fund is a portfolio of a broad range of intermediate-duration bonds that is actively managed to maximize current income while maintaining a relatively low risk profile, with a secondary goal of capital appreciation.

**INVESTOR BENEFITS**

This fund seeks to meet the needs of investors whose primary goal is a high level of current income. The fund seeks to generate a competitive distribution yield and monthly dividends.

Potential benefits of this fund include:

- A competitive yield - Income Fund yield is competitive with many savings vehicles
- Multiple sources of value - the fund utilizes a broad opportunity set of fixed income securities
- The fund seeks to maintain a high level of quality sources of income in both the investment grade and high yield universe
- The fund seeks to exploit relative value opportunities arising from what we believe are securities misrated by ratings agencies
- Liquidity - the fund structure is designed to provide liquidity when needed

**THE FUND ADVANTAGE**

The fund utilizes multiple sectors of the bond market in an effort to generate a competitive and consistent distribution yield and monthly dividend. Managed to pursue efficient income generation, the strategy also focuses on PIMCO total-return ideas in an effort to maximize capital appreciation and risk-adjusted returns relative to its peers. This approach seeks to provide consistent income over the long term.

**VALUE OF INCOME STRATEGIES**

An allocation to PIMCO’s income strategies offers investors the potential for a competitive income stream with long-term capital appreciation. A focus on income can help smooth out return streams during volatile periods and help build total return over the longer term. PIMCO income strategies may also invest in a broad range of securities within the global fixed income opportunity set - from government bonds to investment grade to high yield in domestic, global developed, emerging markets - and, for some strategies, equities. While diversification is not a guarantee against loss, this diversification may prove to be particularly valuable during periods of heightened economic uncertainty.

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**Portfolio Managers**

Dan Ivascyn, Alfred Murata, Joshua Anderson

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**FUND STATISTICS**

- Effective duration (yrs): 0.77
- Effective maturity (yrs): 3.45

**SECTOR DIVERSIFICATION**

<table>
<thead>
<tr>
<th>Duration in years</th>
<th>US Government - Treasury</th>
<th>US Government - Agency</th>
<th>Swaps and Liquid Rates</th>
<th>Securitized</th>
<th>Invest. Grade Credit</th>
<th>High Yield Credit</th>
<th>Non-USD Developed</th>
<th>Emerging Markets</th>
<th>Municipal</th>
<th>Other</th>
<th>Net Other Short Duration Instruments</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>1.68</td>
<td>0.00</td>
<td>-2.86</td>
<td>2.24</td>
<td>0.36</td>
<td>0.13</td>
<td>-1.35</td>
<td>0.40</td>
<td>0.01</td>
<td>0.08</td>
<td>0.08</td>
<td>0.77</td>
</tr>
</tbody>
</table>

**SECTOR DIVERSIFICATION (%)**

<table>
<thead>
<tr>
<th>Market value weighted</th>
<th>US Government - Treasury</th>
<th>US Government - Agency</th>
<th>Swaps and Liquid Rates</th>
<th>Securitized</th>
<th>Invest. Grade Credit</th>
<th>High Yield Credit</th>
<th>Non-USD Developed</th>
<th>Emerging Markets</th>
<th>Municipal</th>
<th>Other</th>
<th>Net Other Short Duration Instruments</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>11.1</td>
<td>0.0</td>
<td>-10.4</td>
<td>78.1</td>
<td>10.3</td>
<td>12.9</td>
<td>-11.6</td>
<td>15.9</td>
<td>0.1</td>
<td>2.5</td>
<td>-9.0</td>
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**As of 31 March 2020**

PIMCO Funds: Income
Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Investment value and the price per share 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 Bloomberg Barclays U.S. Aggregate Index (the “Index”) and related attributed returns 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 Index’s total return 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.

Despite the Fund’s performance, the Fund’s capital value may be adversely affected during periods of market stress and may experience periods of negative performance.

Lipper rankings* (Multi-Sector Income Funds) 10 yrs. 5 yrs. 3 yrs. 1 yr.

<table>
<thead>
<tr>
<th>Fund rank</th>
<th>Number of funds</th>
<th>Quantile</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>116</td>
<td>1</td>
</tr>
<tr>
<td>10</td>
<td>233</td>
<td>1</td>
</tr>
<tr>
<td>63</td>
<td>282</td>
<td>1</td>
</tr>
<tr>
<td>161</td>
<td>324</td>
<td>2</td>
</tr>
</tbody>
</table>

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

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

Investors may not equal 100 due to rounding.

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

Effective duration is the duration for a bond with an embedded option when the value is calculated to include the expected change in cash flow caused by the option as interest rates change. Gov’t Related may include nominal and inflation-protected Treasuries, Agencies, interest rate swaps, Treasury futures and options, and FDIC-guaranteed corporate securities.

Investments made by a Fund and the results achieved by a Fund are not expected to be the same as those 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 will 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: Investing in foreign denominated and/or domiciled securities may involve heightened risk due to currency fluctuations, and economic and political risks, which may be enhanced in emerging markets. Mortgage and asset-backed securities may be sensitive to changes in interest rates, subject to early repayment risk, and their value may fluctuate in response to the market’s perception of issuer creditworthiness, generally supported by some form of government or private guarantee there is no assurance that private guarantors will meet their obligations. High-yield, lower-rated, securities involve greater risk than higher-rated securities; portfolios that invest in these may be subject to higher credit risk, lower liquidity, and may experience higher volatility than other securities. Derivatives may involve certain costs and risks such as counterparty, 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. The Fund is non-diversified, which means that it may concentrate its assets in a smaller number of issuers than a diversified fund. Portfolio turnover may indicate higher transactions costs and may result in higher taxes when fund shares are held in a taxable account. The value of most bond funds and fixed income securities are impacted by changes in interest rates, which means that it may concentrate its assets in a smaller number of issuers than a diversified fund. Portfolio turnover may indicate higher transactions costs and may result in higher taxes when fund shares are held in a taxable account. The value of most bond funds and fixed income securities are impacted by changes in interest rates. Bonds and bond funds with longer durations tend to be more sensitive and more volatile than securities with shorter durations; bond prices generally fall as interest rates rise.

It is important to note that differences exist between the fund’s daily internal accounting records, the fund’s financial statements prepared in accordance with U.S. GAAP and the final tax character of those distributions might later report that the sources of those distributions included capital gains and/or a return of capital. Please see the fund’s most recent financial statements for more details.

Although the Fund may seek to maintain stable distributions, the Fund’s distribution rates may be affected by numerous factors, including but not limited to changes in realized and projected market returns, fluctuations in market interest rates, Fund performance, and other factors. There can be no assurance that a change in market conditions or other factors will not result in a change in the Fund’s distribution rate or that the rate will be sustainable in the future.

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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.

INVESTORS SHOULD CONSIDER THE INVESTMENT OBJECTIVES, RISKS, CHARGES AND EXPENSES OF THE FUNDS CAREFULLY BEFORE INVESTING. THIS AND OTHER INFORMATION IS CONTAINED IN THE FUNDS’ PROSPECTUS AND SUMMARY PROSPECTUS, IF AVAILABLE, WHICH MAY BE OBTAINED BY CONTACTING A PIMCO REPRESENTATIVE.