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PIMCO Flexible Credit Income Fund

1. HOW IS THE PIMCO FLEXIBLE CREDIT INCOME FUND STRUCTURED AND HOW DO I PURCHASE OR REDEEM SHARES?

An Interval Fund is typically an unlisted, 1940 and 1933-Act registered, closed-end fund. The Interval Fund structure enables eligible clients to purchase the Fund daily at net asset value (NAV). Interval funds are continuously offered and provide periodic share repurchases at NAV. The Flexible Credit Income Fund expects to conduct share repurchases of 5% of outstanding shares on a quarterly basis. Share repurchases are expected to be conducted in February, May, August and November. The fund also offers 1099 tax treatment.

Bottom Line: The fund expects to repurchase 5% of shares outstanding on a quarterly basis and all purchases and redemptions are conducted at NAV.

2. WHAT INVESTMENTS WILL THE FUND FOCUS ON?

The Flexible Credit Income Fund is a directional multi-sector credit strategy that invests across the global credit opportunity set in both public and private investments. The flexibility of the strategy allows it to look globally across corporate credit, residential and commercial real estate, emerging markets, mortgages, and structured credit opportunities. The Interval Fund structure facilitates an expanded opportunity set.

Bottom Line: A flexible mandate (both by sector and liquidity spectrum) may provide an expanded toolkit versus other credit strategies and allow us to find opportunities throughout the credit cycle.

3. WHAT ARE LIQUIDITY AND COMPLEXITY PREMIA AND HOW MIGHT THE FUND TAKE ADVANTAGE OF THESE?

Liquidity and complexity premia arise when investors garner additional return due to a given investment being less liquid or more complex than a comparable investment with otherwise similar or identical risk characteristics. Given the Flexible Credit Income Fund's structure, it is positioned to transact in areas of the market more likely to offer these premia. This may arise in areas such as private credit, whole loans in the mortgage space or in areas of the structured credit (ABS*) markets with lower volume and/or fewer market participants.

Bottom Line: The Interval Fund structure enables the fund to invest in areas of the market with a potential liquidity premia and/or complexity premia versus other assets with similar risk characteristics.

4. WHERE MIGHT PFLEX FIT WITHIN A PORTFOLIO?

Although this will vary based on client needs, we see several uses for Flexible Credit Income Fund in the current environment:

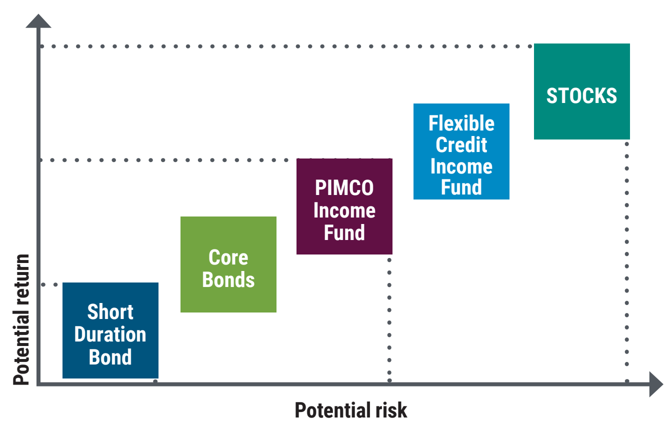
a) Investors willing to accept an increased level of risk for a potentially higher return versus higher quality fixed income

b) A differentiated way to invest in the credit markets

c) An alternative to equities exposure

Bottom Line: The fund offers a portfolio tool that may capture opportunities in new areas of the market versus existing allocations.

Fund Objective: The fund seeks to provide attractive risk-adjusted returns and current income.



For illustrative purposes only

Given the focus on diversification and on positions higher in the capital structure, Flexible Credit Income Fund has the potential to help lower volatility relative to equities.

Source: PIMCO

*ABS = asset-backed securities

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5. HOW DOES FLEXIBLE CREDIT INCOME FUND DIFFER FROM THE INCOME FUND?

While the fund does have some similarities with the PIMCO Income Fund (e.g. process, team), we believe the two strategies are complementary within a portfolio allocation. Income Fund is an open-end mutual fund that invests across the global opportunity set (including higher quality areas), while Flexible Credit Income Fund will focus on the credit markets and look at private opportunities. We anticipate that the fund will offer a potentially higher return expectation and volatility profile than the Income Fund.

Bottom Line: We believe that the PIMCO Income and Flexible Credit Income funds are complementary in nature, while utilizing a similar philosophy and process.

CMR2022-0419-2125896