



June 2023

Dear Shareholder,

Effective January 1, 2023, the IRS requires a new Form W-4R to make or update withholding elections for your systematic withdrawals or cash dividends.

Federal income tax regulations require this notice to be sent with respect to your 403(b)(7) custodial retirement account(s) from which you are receiving distributions. All distributions from this account are subject to federal income tax withholding unless you elect not to have withholding apply.

The Internal Revenue Code requires 20% withholding on "eligible rollover distributions" unless the distribution is paid directly to a custodian or trustee as a direct rollover ("Direct Rollover") to an Investment Retirement Account (IRA), to another 403(b) account, or to a workplace retirement plan that is willing to accept the assets. Please note that the 20% withholding is not applicable when making rollover after-tax contributions to an IRA, or to a Roth IRA, or to another 403(b) account, or to another workplace retirement plan that accepts after-tax contributions. Governmental 457 plans may not accept after-tax rollovers.

For more information about rollovers, or to obtain a copy of the PIMCO Funds 403(b)(7) Distribution/Transfer Form, please contact us at 800.426.0107. You will need to complete and sign this form to request a distribution or transfer. If you are an active participant in your employer's 403(b)(7) plan, you must also contact your employer to confirm that you are eligible to withdraw or transfer assets. If you are eligible, your employer's signature must be included on the PIMCO Funds Distribution/Transfer Form. However, you are not required to obtain an employer's signature if your employment with the 403(b)(7) employer was terminated before 2009.

Examples of distributions not eligible for rollover:

- Required minimum distributions after age 72 (70 ½ if you reached 70 ½ before January 1, 2020)
- Substantially equal periodic payments based on life expectancy
- Installment withdrawals for a period of 10 years or more
- Financial hardship withdrawals
- Distributions to a non-spouse beneficiary

If the distribution is not considered to be an "eligible rollover distribution", the distribution is subject to a 10% tax withholding. You have the option to withhold tax rates between 0% and 100% based on your individual situation and the advice of your tax advisor.

Your original withholding election will apply to your Systematic Withdrawal Plan until you change it. You may change or revoke your election at any time by providing us with new withholding instructions using Form W-4R. Note that a withholding election must be in place before a distribution occurs in order to apply to that distribution. Please understand that you may incur tax penalties under the estimated tax payment rules if your estimated tax payment and withholding are insufficient. For more information, refer to IRS Form W-4R and to IRS Publication 505, Tax Withholding and Estimated Tax.

How to proceed:

1. If you want your withholding election to remain unchanged, you do not need to reply to this letter.
2. If you want to change or revoke your previous election, please complete and sign the enclosed form W-4R and return it with this letter to the mailing address below.

PIMCO Funds
P.O. Box 219294
Kansas City, MO 64121-9294

Please Note: Distributions outside of a Systematic Withdrawal Plan or cash dividends will apply default withholding unless accompanied by Form W-4R.

If you have any questions regarding this form, please call us 800.426.0107, Monday through Friday, from 8:00 a.m. to 8:00 p.m. Eastern Time. Additional information can be found on the IRS website www.irs.gov in the "Forms & Instructions" tab.

The information and other communication you receive from PIMCO Funds are for informational purposes only and are not intended to be a recommendation or investment advice. Please consult your please contact your employer, the administrator of your plan, or your tax advisor before making all investment-related decisions.

Sincerely,
PIMCO Funds