

PIMCO CORPORATE & INCOME STRATEGY FUND
Form N-CSRS
March 29, 2017

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT

INVESTMENT COMPANIES

Investment Company Act file number: 811-10555

PIMCO Corporate & Income Strategy Fund

(Exact name of registrant as specified in charter)

1633 Broadway, New York, NY 10019

(Address of principal executive offices)

William G. Galipeau

Treasurer (Principal Financial & Accounting Officer)

650 Newport Center Drive

Newport Beach, CA 92660

(Name and address of agent for service)

Copies to:

David C. Sullivan

Ropes & Gray LLP

Prudential Tower

800 Boylston Street

Boston, MA 02199

Registrant's telephone number, including area code: (844) 337-4626

Date of fiscal year end: July 31

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Date of reporting period: January 31, 2017

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

Item 1. Reports to Shareholders.

The following is a copy of the report transmitted to shareholders pursuant to Rule 30e-1 under the Investment Company Act of 1940, as amended (the 1940 Act) (17 CFR 270.30e-1).

PIMCO Closed-End Funds

Semiannual Report

January 31, 2017

PIMCO Corporate & Income Opportunity Fund

PIMCO Corporate & Income Strategy Fund

PIMCO High Income Fund

PIMCO Income Strategy Fund

PIMCO Income Strategy Fund II

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Letter from the Chairman of the Board & President

Dear Shareholder,

The global financial markets generated mixed results during the reporting period. Investor sentiment fluctuated as investors reacted to incoming economic data, shifting monetary policy, volatile commodity prices and numerous geopolitical issues.

For the six-month reporting period ended January 31, 2017

The U.S. economy continued to expand during the reporting period, although the pace was relatively modest. Looking back, U.S. gross domestic product (GDP), which represents the value of goods and services produced in the country, the broadest measure of economic activity and the principal indicator of economic performance, expanded at a 0.9% annual pace during the second quarter of 2016. GDP grew at a 3.5% annual pace during the third quarter – the strongest reading in two years. Finally, the Commerce Department’s second reading showed that fourth-quarter 2016 GDP grew at an annual pace of 1.9%.

At its meeting in December 2015, the Federal Reserve (Fed) took its initial step toward normalizing monetary policy. In particular, the Fed raised interest rates from a range between 0% and 0.25% to a range between 0.25% and 0.50%. During its first seven meetings in 2016, the Fed remained on hold as it monitored incoming economic data, as well as several geopolitical events. Then, in a well-telegraphed move, the Fed again raised interest rates in December 2016 to a range between 0.50% and 0.75%. In its official statement following the Fed’s December 2016 meeting it said, “The Committee expects that economic conditions will evolve in a manner that will warrant only gradual increases in the federal funds rate; the federal funds rate is likely to remain, for some time, below levels that are expected to prevail in the longer run. However, the actual path of the federal funds rate will depend on the economic outlook as informed by incoming data.”

Economic activity outside the U.S. was generally tepid during the reporting period. In the eurozone, growth was modest and inflation remained lower than the European Central Bank’s (ECB) target. As a result, the ECB maintained its highly accommodative monetary policy and extended the duration of its bond-buying program through December 2017. In the aftermath of the United Kingdom’s decision to leave the European Union (Brexit), the Bank of England lowered rates in October 2016 from 0.50% to 0.25% – an all-time low. Elsewhere, uneven growth in Japan prompted the Bank of Japan to push the rate on current accounts that commercial banks hold to negative territory.

After weakness earlier in 2016, commodity prices generally stabilized and moved higher during the six months ended January 31, 2017. Crude oil rose from approximately \$42 a barrel when the reporting period began, to roughly \$53 at the end of January 2017. Finally, foreign exchange markets fluctuated given economic data, decoupling central bank policy, Brexit, and the surprise outcome from the U.S. November elections that propelled the U.S. dollar higher.

Outlook

PIMCO’s baseline view is for the aging U.S. economic expansion to continue during the remainder of 2017. PIMCO foresees U.S. GDP growth of 2% – 2.5% in 2017, twice the annualized growth rate from the fourth quarter of 2015 through the second quarter of 2016, but below the 3.5% rate during the third quarter of 2016. PIMCO believes business investment will likely increase, helped by higher energy prices and, eventually,

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more clarity on corporate tax reform. In PIMCO's view, consumer spending will be supported by a further decline in unemployment, rising wages and expectations of personal income tax cuts to be enacted by the end of 2017. Meanwhile, PIMCO expects headline Consumer Price Index (CPI) inflation to increase and to converge with core inflation above 2%, with the Fed raising interest rates two or three times during 2017 (with risks to the upside).

Overseas, PIMCO's baseline view is for eurozone growth to be in a 1% - 1.5% range as political uncertainty remains elevated ahead of crucial elections in France, Germany, the Netherlands and, potentially, in Italy. While PIMCO believes that headline inflation will rise above 1%, core inflation should make little headway toward the European

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Central Bank's below but close to 2% objective. In the U.K., PIMCO's baseline view is for growth to moderate into a 0.75%–1.5% range, reflecting fairly robust momentum so far, but also the ongoing uncertainty over the impact of Brexit. PIMCO's baseline view in Japan is that fiscal stimulus and recent yen weakening will propel GDP growth into a 0.75%–1.25% range in 2017. However, PIMCO believes inflation will remain subdued and significantly below the Bank of Japan's 2% target. Finally, for China, PIMCO's baseline view is that the public sector credit bubble and its private sector capital outflows will likely remain under control and growth will slow into a 6%–6.5% range as policymakers prioritize financial stability over economic stimulus, ahead of the 19th National Party Congress in the fourth quarter of 2017.

In the following pages of this PIMCO Closed-End Funds Semiannual Report, please find specific details regarding investment performance and a discussion of factors that most affected the Funds' performance over the six months ended January 31, 2017.

Thank you for investing with us. We value your trust and will continue to work diligently to meet your investment needs. If you have questions regarding any of your PIMCO Closed-End Funds investments, please contact your financial advisor or call the Funds' shareholder servicing agent at (844) 33-PIMCO, or (844) 337-4626. We also invite you to visit our website at www.pimco.com to learn more about our views.

Sincerely,

Hans W. Kertess
Chairman of the Board of Trustees

Peter G. Strelow
President

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Important Information About the Funds

We believe that bond funds have an important role to play in a well-diversified investment portfolio. It is important to note, however, that in an environment where interest rates trend upward, rising rates would negatively impact the performance of most bond funds, and fixed-income securities held by a Fund are likely to decrease in value. A number of factors can cause interest rates to rise (e.g., central bank monetary policies, inflation rates, general economic conditions, etc.). Accordingly, changes in interest rates can be sudden, and there is no guarantee that Fund Management will anticipate such movement. As of the date of this report, interest rates in the U.S. are at or near historically low levels. As such, bond funds may currently face an increased exposure to the risks associated with rising interest rates. This is especially true since the Federal Reserve Board has concluded its quantitative easing program and, at its meetings on December 16, 2015 and December 14, 2016, raised interest rates for the first time since 2006. Further, while the U.S. bond market has steadily grown over the past three decades, dealer inventories of corporate bonds have remained relatively stagnant. As a result, there has been a significant reduction in the ability of dealers to make markets in corporate bonds. All of the factors mentioned above, individually or collectively, could lead to increased volatility and/or lower liquidity in the fixed income markets, which could result in increased losses to a Fund. Bond funds and individual bonds with a longer duration (a measure of the sensitivity of a security's price to changes in interest rates) tend to be more sensitive to changes in interest rates, usually making them more volatile than securities or funds with shorter durations. In addition, in the current low interest rate environment, the market price of the Funds common shares may be particularly sensitive to changes in interest rates or the perception that there will be a change in interest rates.

The use of derivatives may subject the Funds to greater volatility than investments in traditional securities. The Funds may use derivative instruments for hedging purposes or as part of an investment strategy. Use of these instruments may involve certain costs and risks such as liquidity risk, interest rate risk, market risk, call risk, credit risk, management risk and the risk that a Fund could not close out a position when it would be most advantageous to do so. Certain derivative transactions may have a leveraging effect on a Fund. For example, a small investment in a derivative instrument may have a significant impact on a Fund's exposure to interest rates, currency exchange rates or other investments. As a result, a relatively small price movement in a derivative instrument may cause an immediate and substantial loss or gain, which translates into heightened volatility in a Fund's net asset value (NAV). A Fund may engage in such transactions regardless of whether the Fund owns the asset, instrument or components of the index underlying a derivative instrument. A Fund may invest a significant portion of its assets in these types of

instruments. If it does, a Fund's investment exposure could far exceed the value of its portfolio securities and its investment performance could be primarily dependent upon securities it does not directly own. Changes in regulation relating to a mutual fund's use of derivatives and related instruments could potentially limit or impact a Fund's ability to invest in derivatives, limit a Fund's ability to employ certain strategies that use derivatives and adversely affect the value or performance of derivatives and a Fund. For instance, in December 2015, the SEC proposed new regulations applicable to a mutual fund's use of derivatives and related instruments. If adopted as proposed, these regulations could significantly limit or impact a Fund's ability to invest in derivatives and other instruments, limit a Fund's ability to employ certain strategies that use derivatives and adversely affect a Fund's performance, efficiency in implementing its strategy, liquidity and ability to pursue its investment objectives and generate income.

Certain Funds' monthly distributions may include, among other sources, payments and premiums (characterized as capital for financial accounting purposes and as ordinary income for tax purposes) generated by certain types of interest rate derivatives.

Strategies involving interest rate derivatives may attempt to capitalize on differences between short-term and long-term interest rates as part of a Fund's duration and yield curve active management strategies. For instance, in the event that long-term interest rates are higher than short-term interest rates, a Fund may elect to pay a floating short-term interest rate and to receive a long-term fixed interest rate for a stipulated period of time, thereby generating payments as a function of the difference between current short-term interest rates and long-term interest rates, so long as the floating short-term interest rate (which may rise) is lower than the fixed long-term interest rate.

A Fund may also enter into opposite sides of multiple interest rate swaps or other derivatives with respect to the same underlying reference instrument (e.g., a 10-year U.S. treasury) that have different effective dates with respect to interest accrual time periods for the principal purpose of generating distributable gains (characterized as ordinary income for tax purposes) and that are not part of the Fund's duration or yield curve management strategies (paired swap transactions). In a paired swap transaction, a Fund would generally enter into one or more interest rate swap agreements whereby the Fund agrees to make regular payments starting at the time the Fund enters into the agreements equal to a floating

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interest rate in return for payments equal to a fixed interest rate (the initial leg). The Fund would also enter into one or more interest rate swap agreements on the same underlying instrument, but take the opposite position (i.e., in this example, the Fund would make regular payments equal to a fixed interest rate in return for receiving payments equal to a floating interest rate) with respect to a contract whereby the payment obligations do

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not commence until a date following the commencement of the initial leg (the forward leg).

A Fund's income- and gain-generating strategies may generate current income and gains taxable as ordinary income sufficient to support monthly distributions even in situations when the Fund has experienced a decline in net assets due to, for example, adverse changes in the broad U.S. or non-U.S. equity markets or the Fund's debt investments, or arising from its use of derivatives. For instance, a significant portion of a Fund's monthly distributions may be sourced from paired swap transactions utilized to produce current distributable ordinary income for tax purposes on the initial leg, with the expectation that the Fund will later realize a corresponding capital loss and potential decline in its net asset value with respect to the forward leg (to the extent there are not corresponding offsetting capital gains being generated from other sources). Because some or all of these transactions may generate capital losses without corresponding offsetting capital gains, portions of a Fund's distributions recognized as ordinary income for tax purposes (such as from paired swap transactions) may be economically similar to a taxable return of capital when considered together with such capital losses.

The notional exposure of a Fund's interest rate derivatives may represent a multiple of the Fund's total net assets. There can be no assurance a Fund's strategies involving interest rate derivatives will work as intended and such strategies are subject to the risks related to the use of derivatives generally, as discussed above (see also Notes 6 and 7 in the Notes to Financial Statements for further discussion on the use of derivative instruments and certain of the risks associated therewith).

A Fund's use of leverage creates the opportunity for increased income for the Fund's common shareholders, but also creates special risks. Leverage is a speculative technique that may expose a Fund to greater risk and increased costs. If shorter-term interest rates rise relative to the rate of return on a Fund's portfolio, the interest and other costs of leverage to the Fund could exceed the rate of return on the debt obligations and other investments held by the Fund, thereby reducing return to the Fund's common shareholders. In addition, fees and expenses of any form of leverage used by a Fund will be borne entirely by its common shareholders (and not by preferred shareholders, if any) and will reduce the investment return of the Fund's common shares. There can be no assurance that a Fund's use of leverage will result in a higher yield on its common shares, and it may result in losses. Leverage creates several major types of risks for a Fund's common shareholders, including: (1) the likelihood of greater volatility of net asset value and market price of the Fund's common shares, and of the investment return to the Fund's common shareholders, than a comparable portfolio without leverage; (2) the possibility either that the Fund's common share dividends will fall if the interest and other costs of leverage rise,

or that dividends paid on the Fund's common shares will fluctuate because such costs vary over time; and (3) the effects of leverage in a declining market or a rising interest rate environment, as leverage is likely to cause a greater decline in the net asset value of the Fund's common shares than if the Fund were not leveraged and may result in a greater decline in the market value of the Fund's common shares.

A Fund's investments in and exposure to foreign securities involve special risks. For example, the value of these investments may decline in response to unfavorable political and legal developments, unreliable or untimely information or economic and financial instability. Foreign securities may experience more rapid and extreme changes in value than investments in securities of U.S. issuers. The securities markets of certain foreign countries are relatively small, with a limited number of companies representing a small number of industries. Issuers of foreign securities are usually not subject to the same degree of regulation as U.S. issuers. Reporting, accounting, auditing and custody standards of foreign countries differ, in some cases significantly, from U.S. standards. Also, nationalization, expropriation or other confiscation, currency blockage, political changes or diplomatic developments could adversely affect a Fund's investments in foreign securities. In the event of nationalization, expropriation or other confiscation, a Fund could lose its entire investment in foreign securities. Risks associated with investing in foreign securities may be increased when a Fund invests in emerging markets. For example, if a Fund invests in emerging market debt, it may face increased exposure to interest rate, liquidity, volatility, and redemption risk due to the specific economic, political, geographical, or legal background of the emerging market.

Investments in loans are generally subject to risks similar to those of investments in other types of debt obligations, including, among others, credit risk, interest rate risk, variable and floating rate securities risk, and, as applicable, risks associated with mortgage-related securities. In addition, in many cases loans are subject to the risks associated with below-investment grade securities. In the case of a loan participation or

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assignment, a Fund generally has no right to enforce compliance with the terms of the loan agreement with the borrower. As a result, a Fund may be subject to the credit risk of both the borrower and the lender that is selling the loan agreement. In the event of the insolvency of the lender selling a loan participation, a Fund may be treated as a general creditor of the lender and may not benefit from any set-off between the lender and the borrower. The Funds may be subject to heightened or additional risks and potential liabilities and costs by investing in mezzanine and other subordinated loans or acting as an originator of loans, including those arising under bankruptcy, fraudulent conveyance, equitable subordination, lender liability, environmental and other laws and regulations, and risks and costs associated with debt servicing and taking foreclosure actions

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Important Information About the Funds (Cont.)

associated with the loans. To the extent that a Fund originates a loan, it may be responsible for all or a substantial portion of the expenses associated with initiating the loan, irrespective of whether the loan transaction is ultimately consummated or closed. This may include significant legal and due diligence expenses, which will be indirectly borne by a Fund and its shareholders.

Mortgage-related and other asset-backed securities often involve risks that are different from or more acute than risks associated with other types of debt instruments. Generally, rising interest rates tend to extend the duration of fixed rate mortgage-related securities, making them more sensitive to changes in interest rates. As a result, in a period of rising interest rates, if a Fund holds mortgage-related securities, it may experience additional volatility since individual mortgage holders are less likely to exercise prepayment options, thereby putting additional downward pressure on the value of these securities and potentially causing the Fund to lose money. This is known as extension risk. Mortgage-backed securities can be highly sensitive to rising interest rates, such that even small movements can cause an investing Fund to lose value. Mortgage-backed securities, and in particular those not backed by a government guarantee, are subject to credit risk. In addition, adjustable and fixed rate mortgage-related securities are subject to prepayment risk. When interest rates decline, borrowers may pay off their mortgages sooner than expected. This can reduce the returns of the Funds because the Funds may have to reinvest that money at the lower prevailing interest rates. The Funds' investments in other asset-backed securities are subject to risks similar to those associated with mortgage-related securities, as well as additional risks associated with the nature of the assets and the servicing of those assets. Payment of principal and interest on asset-backed securities may be largely dependent upon the cash flows generated by the assets backing the securities, and asset-backed securities may not have the benefit of any security interest in the related assets.

High-yield bonds (commonly referred to as "junk bonds") typically have a lower credit rating than other bonds. Lower-rated bonds generally involve a greater risk to principal than higher-rated bonds. Further, markets for lower-rated bonds are typically less liquid than for higher-rated bonds, and public information is usually less abundant in such markets. Thus, high yield investments increase the chance that a Fund will lose money on its investment. The Funds may also invest in bonds and other instruments that are not rated, but which PIMCO considers to be equivalent to high-yield investments. The Funds may hold defaulted securities that may involve special considerations including bankruptcy proceedings, other regulatory and legal restrictions affecting the Funds' ability to trade, and the availability of prices from independent pricing services or dealer quotations. Defaulted securities are often illiquid and may not be actively traded. Sale of securities in

bankrupt companies at an acceptable price may be difficult and differences compared to the value of the securities used by the Funds could be material.

Variable and floating rate securities generally are less sensitive to interest rate changes but may decline in value if their interest rates do not rise as much, or as quickly, as interest rates in general. Conversely, floating rate securities will not generally increase in value if interest rates decline. Inverse floating rate securities may decrease in value if interest rates increase. Inverse floating rate securities may also exhibit greater price volatility than a fixed rate obligation with similar credit quality. When a Fund holds variable or floating rate securities, a decrease (or, in the case of inverse floating rate securities, an increase) in market interest rates will adversely affect the income received from such securities and the NAV of the Funds' shares.

The global economic crisis brought several small economies in Europe to the brink of bankruptcy and many other economies into recession and weakened the banking and financial sectors of many European countries. For example, the governments of Greece, Spain, Portugal, and the Republic of Ireland have all experienced large public budget deficits, the effects of which are still yet unknown and may slow the overall recovery of the European economies from the global economic crisis. In addition, due to large public deficits, some European countries may be dependent on assistance from other European governments and institutions or other central banks or supranational agencies such as the International Monetary Fund. Assistance may be dependent on a country's implementation of reforms or reaching a certain level of performance. Failure to reach those objectives or an insufficient level of assistance could result in a deep economic downturn which could significantly affect the value of a Fund's European investments. It is possible that one or more Economic and Monetary Union of the European Union (EMU) member countries could abandon the euro and return to a national currency and/or that the euro will cease to exist as a single currency in its current form. The exit of any country out of the euro may have an extremely destabilizing effect on other eurozone countries and their economies and a negative effect on the global economy as a whole. Such an exit by one country may also increase the possibility that additional

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countries may exit the euro should they face similar financial difficulties. In June 2016, the United Kingdom approved a referendum to leave the European Union. Significant uncertainty remains in the market regarding the ramifications of that development, and the range and potential implications of possible political, regulatory, economic and market outcomes are difficult to predict.

As the use of technology has become more prevalent in the course of business, the Funds have become potentially more susceptible to operational risks through breaches in cyber security. A breach in cyber

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security refers to both intentional and unintentional cyber events that may cause a Fund to lose proprietary information, suffer data corruption, or lose operational capacity. Cyber security breaches may involve unauthorized access to a Fund's digital information systems (e.g., through hacking or malicious software coding), but may also result from outside attacks such as denial-of-service attacks (i.e., efforts to make network services unavailable to intended users). In addition, cyber security breaches of a Fund's third party service providers (including but not limited to advisers, sub-advisers, administrators, transfer agents, custodians, distributors and other third parties) or issuers that a Fund invests in can also subject a Fund to many of the same risks associated with direct cyber security breaches. Cyber security failures or breaches may result in financial losses to a Fund and its shareholders. These failures or breaches may also result in disruptions to business operations, potentially resulting in financial losses; interference with a Fund's ability to calculate its net asset value, process shareholder transactions or otherwise transact business with shareholders; impediments to trading; violations of applicable privacy and other laws; regulatory fines; penalties; reputational damage; reimbursement or other compensation costs; or additional compliance costs. In addition, substantial costs may be incurred in order to prevent any cyber incidents in the future. Like with operational risk in general, the Funds have established risk management systems designed to reduce the risks associated with cyber security. However, there is no guarantee that such efforts will succeed, especially since the Funds do not directly control the cyber security systems of issuers or third party service providers. The Funds and their shareholders could be negatively impacted as a result.

The Funds may invest in securities and instruments that are economically tied to Russia. Investments in Russia are subject to various risks such as political, economic, legal, market and currency risks. The risks include uncertain political and economic policies, short-term market volatility, poor accounting standards, corruption and crime, an inadequate regulatory system, and unpredictable taxation. Investments in Russia are particularly subject to the risk that economic sanctions may be imposed by the United States and/or other countries. Such sanctions which may impact companies in many sectors, including energy, financial services and defense, among others may negatively impact the Funds performance and/or ability to achieve their investment objectives. The Russian securities market is characterized by limited volume of trading, resulting in difficulty in obtaining accurate prices. The Russian securities market, as compared to U.S. markets, has significant price volatility, less liquidity, a smaller market capitalization and a smaller number of traded securities. There may be little publicly available information about issuers. Settlement, clearing and registration of securities transactions are subject to risks because of registration systems that may not be subject to effective government

supervision. This may result in significant delays or problems in registering the transfer of securities. Russian securities laws may not recognize foreign nominee accounts held with a custodian bank, and therefore the custodian may be considered the ultimate owner of securities they hold for their clients. Ownership of securities issued by Russian companies is recorded by companies themselves and by registrars instead of through a central registration system. It is possible that the ownership rights of the Funds could be lost through fraud or negligence. While applicable Russian regulations impose liability on registrars for losses resulting from their errors, it may be difficult for the Funds to enforce any rights it may have against the registrar or issuer of the securities in the event of loss of share registration. Adverse currency exchange rates are a risk and there may be a lack of available currency hedging instruments. Investments in Russia may be subject to the risk of nationalization or expropriation of assets. Oil, natural gas, metals, and timber account for a significant portion of Russia's exports, leaving the country vulnerable to swings in world prices.

The common shares of the Funds trade on the New York Stock Exchange. As with any stock, the price of a Fund's common shares will fluctuate with market conditions and other factors. If you sell your common shares of a Fund, the price received may be more or less than your original investment. Shares of closed-end management investment companies frequently trade at a discount from their net asset value. The common shares of a Fund may trade at a price that is less than the initial offering price and/or the net asset value of such shares. Further, if a Fund's shares trade at a price that is more than the initial offering price and/or the net asset value of such shares, including at a substantial premium and/or for an extended period of time, there is no assurance that any such premium will be sustained for any period of time and will not decrease, or that the shares will not trade at a discount to net asset value thereafter.

The Funds may be subject to various risks in addition to those described above. Some of these risks may include, but are not limited to, the following: asset allocation risk, credit risk, stressed securities risk, distressed and defaulted securities risk, corporate bond risk, market risk, issuer risk, liquidity risk, equity securities and related market risk, mortgage-related and other asset-backed securities risk, extension risk, prepayment risk, privately issued mortgage-related securities risk, mortgage market/ subprime risk, foreign (non-U.S.) investment risk, emerging markets risk, currency risk, redenomination risk, non-diversification risk, management risk, municipal bond risk, inflation-indexed security risk, senior debt risk, loans, participations and assignments risk, reinvestment risk, real estate risk, U.S. Government securities risk, foreign (non-U.S.) government securities risk, valuation risk, segregation and cover risk, focused investment risk, credit default swaps risk, event-linked

securities risk, counterparty risk, preferred

Important Information About the Funds (Cont.)

securities risk, confidential information access risk, other investment companies risk, private placements risk, inflation/deflation risk, regulatory risk, tax risk, recent economic conditions risk, market disruptions and geopolitical risk, potential conflicts of interest involving allocation of investment opportunities, repurchase agreements risk, securities lending risk, zero-coupon bond and payment-in-kind securities risk, portfolio turnover risk, smaller company risk, short sale risk and convertible securities risk. A description of certain of these risks is available in the Notes to Financial Statements of this Report.

On each Fund Summary page in this Shareholder Report, the Average Annual Total Return table measures performance assuming that all dividend and capital gain distributions were reinvested. Total return is calculated by determining the percentage change in NAV or market price (as applicable) in the specified period. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions. Total return for a period of more than one year represents the average annual total return. Performance at market price will differ from results at NAV. Although market price returns tend to reflect investment results over time, during shorter periods returns at market price can also be influenced by factors such as changing views about a Fund, market conditions, supply and demand for the Fund's shares, or changes in the Fund's dividends. Performance shown is net of fees and expenses.

The following table discloses the commencement of operations and diversification status of each Fund:

Fund Name	Commencement of Operations	Diversification Status
PIMCO Corporate & Income Opportunity Fund	12/27/02	Diversified
PIMCO Corporate & Income Strategy Fund	12/21/01	Diversified
PIMCO High Income Fund	04/30/03	Diversified
PIMCO Income Strategy Fund	08/29/03	Diversified
PIMCO Income Strategy Fund II	10/29/04	Diversified

An investment in a Fund is not a deposit of a bank and is not guaranteed or insured by the Federal Deposit Insurance Corporation or any other government agency. It is possible to lose money on investments in the Funds.

The Trustees are responsible generally for overseeing the management of the Funds. The Trustees authorize the Funds to enter into service agreements with the Investment Manager and other service providers in order to provide, and in some cases authorize service providers to procure through other parties, necessary or desirable services on behalf of the Funds. Shareholders are not parties to or third-party beneficiaries of such service agreements. Neither a Fund's original or any subsequent prospectus or Statement of Additional Information (SAI), any press release or shareholder report, any contracts filed as exhibits

to a Fund's registration statement, nor any other communications, disclosure documents or regulatory filings from or on behalf of a Fund creates a contract between or among any shareholders of a Fund, on the one hand, and the Fund, a service provider to the Fund, and/or the Trustees or officers of the Fund, on the other hand, other than pursuant to any rights under federal or state law that cannot be waived. The Trustees (or the Funds and their officers, service providers or other delegates acting under authority of the Trustees) may amend its most recent or use a new prospectus or SAI with respect to a Fund, adopt and disclose new or amended policies and other changes in press releases and shareholder reports and/or amend, file and/or issue any other communications, disclosure documents or regulatory filings, and may amend or enter into any contracts to which a Fund is a party, and interpret the investment objective(s), policies, restrictions and contractual provisions applicable to any Fund, without shareholder input or approval, except in circumstances in which shareholder approval is specifically required by law (such as changes to fundamental investment policies) or where a shareholder approval requirement was specifically disclosed in a Fund's prospectus, SAI or shareholder report and is otherwise still in effect.

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PIMCO has adopted written proxy voting policies and procedures (Proxy Policy) as required by Rule 10b(4)-6 under the Investment Advisers Act of 1940. The Proxy Policy has been adopted by the Funds as the policies and procedures that PIMCO will use when voting proxies on behalf of the Funds. A description of the policies and procedures that PIMCO uses to vote proxies relating to portfolio securities of each Fund, and information about how each Fund voted proxies relating to portfolio securities held during the most recent twelve-month period ended June 30, are available without charge, upon request, by calling the Funds at (844) 33-PIMCO (844-337-4626), on the Funds' website at www.pimco.com, and on the Securities and Exchange Commission's (SEC) website at <http://www.sec.gov>.

Each Fund files a complete schedule of its portfolio holdings with the SEC for the first and third quarters of its fiscal year on Form N-Q. A copy of each Fund's Form N-Q is available on the SEC's website at <http://www.sec.gov> and may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C., and is available without charge, upon request by calling the Funds at (844) 33-PIMCO (844-337-4626) and on the Funds' website at www.pimco.com.

Updated portfolio holdings information about a Fund will be available at www.pimco.com approximately 15 calendar days after such Fund's most recent fiscal quarter end, and will remain accessible until such Fund files a Form N-Q or a shareholder report for the period which includes the date of the information. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

8 PIMCO CLOSED-END FUNDS

PIMCO Corporate & Income Opportunity Fund

Symbol on NYSE - **PTY**

Allocation Breakdown as of 01/31/2017 §

Corporate Bonds & Notes	44.7%
Non-Agency Mortgage-Backed Securities	21.3%
Asset-Backed Securities	13.4%
Short-Term Instruments	6.7%
Municipal Bonds & Notes	5.5%
Other	8.4%
% of Investments, at value.	

§ Allocation Breakdown and % of investments exclude securities sold short and financial derivative instruments, if any.

Fund Information (as of January 31, 2017)⁽¹⁾

Market Price	\$15.45
NAV	\$13.81
Premium/(Discount) to NAV	11.88%
Market Price Distribution Yield ⁽²⁾	10.10%
NAV Distribution Yield ⁽²⁾	11.30%
Total Effective Leverage ⁽³⁾	44%

Average Annual Total Return⁽¹⁾ for the period ended January 31, 2017

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (12/27/02)
Market Price	12.12%	33.85%	10.30%	12.97%	13.76%
NAV	11.61%	23.49%	14.81%	14.21%	14.14%

All Fund returns are net of fees and expenses.

* Cumulative return

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or market price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the estimated

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composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.

- (3) Represents total effective leverage outstanding, as a percentage of total managed assets. Total effective leverage consists of preferred shares, reverse repurchase agreements and other borrowings, credit default swap notional and floating rate notes issued in tender option bond transactions, as applicable (collectively "Total Effective Leverage"). The Fund may engage in other transactions not included in Total Effective Leverage disclosed above that may give rise to a form of leverage, including certain derivative transactions. For the purpose of calculating Total Effective Leverage outstanding as a percentage of total managed assets, total managed assets refer to total assets (including assets attributable to Total Effective Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Total Effective Leverage).

Investment Objective and Strategy Overview

PIMCO Corporate & Income Opportunity Fund's primary investment objective is to seek maximum total return through a combination of current income and capital appreciation.

Fund Insights at NAV

The following impacted performance during the reporting period:

- » The Fund's exposure to non-agency mortgage-backed securities contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to high yield corporate debt contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to U.S. dollar-denominated Brazilian corporate debt contributed to performance, as the asset class generated a positive return.
- » The Fund's selection of collateralized loan obligations (CLOs) contributed to performance, as select senior tranches outperformed the broader CLO sector.
- » The Fund's selection of agency collateralized mortgage obligations (CMOs) contributed to performance, as select floating-rate positions outperformed the broader agency CMO sector.
- » The Fund's exposure to U.S. duration detracted from performance, as U.S. interest rates increased.
- » The Fund's exposure to the middle of the U.K. yield curve modestly detracted from performance, as intermediate-term U.K. interest rates increased.

PIMCO Corporate & Income Strategy Fund

Symbol on NYSE - **PCN**

Allocation Breakdown as of 01/31/2017 [§]

Corporate Bonds & Notes	47.7%
Non-Agency Mortgage-Backed Securities	22.7%
Asset-Backed Securities	15.0%
Municipal Bonds & Notes	3.5%
Short-Term Instruments	2.2%
Other	8.9%
% of Investments, at value.	

[§] Allocation Breakdown and % of investments exclude securities sold short and financial derivative instruments, if any.

Fund Information (as of January 31, 2017)⁽¹⁾

Market Price	\$15.61
NAV	\$14.46
Premium/(Discount) to NAV	7.95%
Market Price Distribution Yield ⁽²⁾	8.65%
NAV Distribution Yield ⁽²⁾	9.34%
Total Effective Leverage ⁽³⁾	20%

Average Annual Total Return⁽¹⁾ for the period ended January 31, 2017

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (12/21/01)
Market Price	9.04%	30.93%	10.29%	11.65%	11.87%
NAV	9.23%	18.91%	13.84%	12.79%	12.13%

All Fund returns are net of fees and expenses.

* Cumulative return

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or market price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the estimated composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099-DIV sent to shareholders each January.

⁽³⁾ Represents total effective leverage outstanding, as a percentage of total managed assets. Total effective leverage consists of preferred shares, reverse repurchase agreements and other borrowings, credit default swap notional and floating rate notes issued in tender option bond transactions, as applicable (collectively Total Effective Leverage). The Fund may engage in other transactions not included in Total Effective Leverage disclosed above that may give rise to a form of leverage, including certain derivative transactions. For the purpose of calculating Total Effective Leverage outstanding as a percentage of total managed assets, total managed assets refer to total assets (including assets attributable to Total Effective Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Total Effective Leverage).

Investment Objective and Strategy Overview

PIMCO Corporate & Income Strategy Fund's primary investment objective is to seek high current income, with capital preservation and appreciation as secondary objectives.

Fund Insights at NAV

The following impacted performance during the reporting period:

- » The Fund's exposure to non-agency mortgage-backed securities contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to high yield corporate bonds contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to U.S. dollar-denominated Brazilian corporate debt contributed to performance, as the asset class generated a positive return.
- » The Fund's selection of collateralized loan obligations (CLOs) contributed to performance, as select senior tranches outperformed the broader CLO sector.
- » The Fund's selection of investment grade banking issuers benefited performance, as select subordinated positions outperformed the broader banking sector.
- » The Fund's exposure to U.S. duration detracted from performance, as U.S. interest rates increased.
- » The Fund's exposure to the middle of the U.K. yield curve modestly detracted from performance, as intermediate-term U.K. interest rates increased.

10 PIMCO CLOSED-END FUNDS

PIMCO High Income Fund

Symbol on NYSE - **PHK**

Allocation Breakdown as of 01/31/2017 [§]

Corporate Bonds & Notes	54.5%
Non-Agency Mortgage-Backed Securities	13.4%
Asset-Backed Securities	12.8%
Short-Term Instruments	8.1%
Municipal Bonds & Notes	6.1%
Other	5.1%
% of Investments, at value.	

[§] Allocation Breakdown and % of investments exclude securities sold short and financial derivative instruments, if any.

Fund Information (as of January 31, 2017)⁽¹⁾

Market Price	\$9.88
NAV	\$6.57
Premium/(Discount) to NAV	50.38%
Market Price Distribution Yield ⁽²⁾	12.57%
NAV Distribution Yield ⁽²⁾	18.90%
Total Effective Leverage ⁽³⁾	28%

Average Annual Total Return⁽¹⁾ for the period ended January 31, 2017

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (04/30/03)
Market Price	5.51%	44.74%	8.51%	9.96%	11.02%
NAV	8.87%	21.80%	16.72%	11.01%	11.59%

All Fund returns are net of fees and expenses.

* Cumulative return

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or market price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the estimated

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composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.

- (3) Represents total effective leverage outstanding, as a percentage of total managed assets. Total effective leverage consists of preferred shares, reverse repurchase agreements and other borrowings, credit default swap notional and floating rate notes issued in tender option bond transactions, as applicable (collectively "Total Effective Leverage"). The Fund may engage in other transactions not included in Total Effective Leverage disclosed above that may give rise to a form of leverage, including certain derivative transactions. For the purpose of calculating Total Effective Leverage outstanding as a percentage of total managed assets, total managed assets refer to total assets (including assets attributable to Total Effective Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Total Effective Leverage).

Investment Objective and Strategy Overview

PIMCO High Income Fund's primary investment objective is to seek high current income, with capital appreciation as a secondary objective.

Fund Insights at NAV

The following impacted performance during the reporting period:

- » The Fund's exposure to non-agency mortgage-backed securities contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to high yield corporate bonds contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to U.S. dollar-denominated Brazilian corporate debt contributed to performance, as the asset class generated a positive return.
- » The Fund's selection of collateralized loan obligations (CLOs) contributed to performance, as select senior tranches outperformed the broader CLO sector.
- » The Fund's selection of investment grade financial issuers benefited performance, as select subordinated banking positions and senior brokerage positions outperformed the broader financial sector.
- » The Fund's exposure to U.S. duration detracted from performance, as U.S. interest rates increased.
- » The Fund's exposure to the middle of the U.K. yield curve modestly detracted from performance, as intermediate-term U.K. interest rates increased.

PIMCO Income Strategy Fund

Symbol on NYSE - **PFL**

Allocation Breakdown as of 01/31/2017 [§]

Corporate Bonds & Notes	52.5%
Asset-Backed Securities	19.0%
Non-Agency Mortgage-Backed Securities	13.0%
Short-Term Instruments	4.0%
Municipal Bonds & Notes	4.0%
Other	7.5%
% of Investments, at value.	

[§] Allocation Breakdown and % of investments exclude securities sold short and financial derivative instruments, if any.

Fund Information (as of January 31, 2017)⁽¹⁾

Market Price	\$10.87
NAV	\$10.97
Premium/(Discount) to NAV	(0.91)%
Market Price Distribution Yield ⁽²⁾	9.94%
NAV Distribution Yield ⁽²⁾	9.85%
Total Effective Leverage ⁽³⁾	26%

Average Annual Total Return⁽¹⁾ for the period ended January 31, 2017

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (08/29/03)
Market Price	9.12%	29.93%	10.27%	5.23%	6.15%
NAV	9.55%	20.75%	11.94%	6.41%	6.65%

All Fund returns are net of fees and expenses.

* Cumulative return

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or market price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the estimated

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composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.

- (3) Represents total effective leverage outstanding, as a percentage of total managed assets. Total effective leverage consists of preferred shares, reverse repurchase agreements and other borrowings, credit default swap notional and floating rate notes issued in tender option bond transactions, as applicable (collectively "Total Effective Leverage"). The Fund may engage in other transactions not included in Total Effective Leverage disclosed above that may give rise to a form of leverage, including certain derivative transactions. For the purpose of calculating Total Effective Leverage outstanding as a percentage of total managed assets, total managed assets refer to total assets (including assets attributable to Total Effective Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Total Effective Leverage).

Investment Objective and Strategy Overview

PIMCO Income Strategy Fund's primary investment objective is to seek high current income, consistent with the preservation of capital.

Fund Insights at NAV

The following impacted performance during the reporting period:

- » The Fund's exposure to non-agency mortgage-backed securities contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to high yield corporate bonds contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to U.S. dollar-denominated Brazilian corporate debt contributed to performance, as the asset class generated a positive return.
- » The Fund's selection of agency collateralized mortgage obligations (CMOs) contributed to performance, as select floating-rate positions outperformed the broader agency CMO sector.
- » The Fund's selection of investment grade banking issuers benefited performance, as select subordinated positions outperformed the broader banking sector.
- » The Fund's selection of collateralized loan obligations (CLOs) contributed to performance, as select senior tranches outperformed the broader CLO sector.
- » The Fund's exposure to U.S. duration detracted from performance, as U.S. interest rates increased.
- » The Fund's exposure to the middle of the U.K. yield curve modestly detracted from performance, as intermediate-term U.K. interest rates increased.

12 PIMCO CLOSED-END FUNDS

PIMCO Income Strategy Fund II

Symbol on NYSE - **PFN**

Allocation Breakdown as of 01/31/2017 [§]

Corporate Bonds & Notes	45.5%
Non-Agency Mortgage-Backed Securities	19.6%
Asset-Backed Securities	16.1%
Municipal Bonds & Notes	5.5%
Short-Term Instruments	5.0%
Other	8.3%
% of Investments, at value.	

[§] Allocation Breakdown and % of investments exclude securities sold short and financial derivative instruments, if any.

Fund Information (as of January 31, 2017)⁽¹⁾

Market Price	\$9.79
NAV	\$9.83
Premium/(Discount) to NAV	(0.41)%
Market Price Distribution Yield ⁽²⁾	9.81%
NAV Distribution Yield ⁽²⁾	9.77%
Total Effective Leverage ⁽³⁾	24%

Average Annual Total Return⁽¹⁾ for the period ended January 31, 2017

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (10/29/04)
Market Price	9.64%	29.13%	11.14%	4.70%	5.19%
NAV	9.69%	19.58%	12.33%	5.15%	5.59%

All Fund returns are net of fees and expenses.

* Cumulative return

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or market price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the estimated

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composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.

- (3) Represents total effective leverage outstanding, as a percentage of total managed assets. Total effective leverage consists of preferred shares, reverse repurchase agreements and other borrowings, credit default swap notional and floating rate notes issued in tender option bond transactions, as applicable (collectively "Total Effective Leverage"). The Fund may engage in other transactions not included in Total Effective Leverage disclosed above that may give rise to a form of leverage, including certain derivative transactions. For the purpose of calculating Total Effective Leverage outstanding as a percentage of total managed assets, total managed assets refer to total assets (including assets attributable to Total Effective Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Total Effective Leverage).

Investment Objective and Strategy Overview

PIMCO Income Strategy Fund II's primary investment objective is to seek high current income, consistent with the preservation of capital.

Fund Insights at NAV

The following impacted performance during the reporting period:

- » The Fund's exposure to non-agency mortgage-backed securities contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to high yield corporate bonds contributed to performance, as the asset class generated a positive return.
- » The Fund's exposure to U.S. dollar-denominated Brazilian corporate debt contributed to performance, as the asset class generated a positive return.
- » The Fund's selection of agency collateralized mortgage obligations (CMOs) contributed to performance, as select floating-rate positions outperformed the broader agency CMO sector.
- » The Fund's selection of investment grade banking issuers benefited performance, as select subordinated positions outperformed the broader banking sector.
- » The Fund's selection of collateralized loan obligations (CLOs) contributed to performance, as select senior tranches outperformed the broader CLO sector.
- » The Fund's exposure to U.S. duration detracted from performance, as U.S. interest rates increased.
- » The Fund's exposure to the middle of the U.K. yield curve modestly detracted from performance, as intermediate-term U.K. interest rates increased.

Financial Highlights

	Investment Operations			Less Distributions to Preferred Shareholders ^(b)			Less Distributions to Common Shareholders ^(b)			Net Increase (Decrease) in Net Assets Applicable to Common Shareholders		
	Net Asset Value Beginning of Period	Net Investment Income ^(a)	Net Realized/Unrealized Gain (Loss)	From Net Investment Income	From Net Realized Capital Gains	From Net Realized Capital Gains	From Net Investment Income	From Net Realized Capital Gains	From Net Realized Capital Gains	Tax Basis Return of Capital	Total	
PIMCO Corporate & Income Opportunity Fund												
08/01/2016 - 01/31/2017+	\$ 13.27	\$ 0.60	\$ 0.91	\$ (0.02)	\$ 0.00	\$ 1.49	\$ (0.95)	\$ 0.00	\$ 0.00	\$ 0.00	\$ (0.95)	
07/31/2016	14.23	1.30	(0.65)	(0.02)	0.00	0.63	(1.59)	0.00	0.00	0.00	(1.59)	
12/01/2014 - 07/31/2015 ^(g)	15.41	0.68	(0.33)	(0.00) [^]	0.00	0.35	(1.69)	0.00	0.00	0.00	(1.69) ^(j)	
11/30/2014	16.62	1.14	1.06	(0.00) [^]	(0.01)	2.19	(1.56)	(1.84)	0.00	0.00	(3.40)	
11/30/2013	17.58	1.43	0.19	(0.00) [^]	(0.00) [^]	1.62	(1.82)	(0.76)	0.00	0.00	(2.58)	
11/30/2012	14.22	1.68	3.87	(0.01)	0.00	5.54	(2.18)	0.00	0.00	0.00	(2.18)	
11/30/2011	16.29	1.88	(1.87)	(0.01)	0.00	0.00	(2.07)	0.00	0.00	0.00	(2.07)	
PIMCO Corporate & Income Strategy Fund												
08/01/2016 - 01/31/2017+	\$ 14.28	\$ 0.55	\$ 0.73	\$ (0.00) [^]	\$ 0.00	\$ 1.28	\$ (1.10)	\$ 0.00	\$ 0.00	\$ 0.00	\$ (1.10)	
07/31/2016	14.75	1.24	(0.84) ^(k)	(0.01)	0.00	0.39 ^(l)	(1.37)	0.00	0.00	0.00	(1.37)	
11/01/2014 - 07/31/2015 ^(h)	15.60	0.73	(0.21)	(0.00) [^]	0.00	0.52	(1.37)	0.00	0.00	0.00	(1.37) ^(j)	
10/31/2014	16.04	0.99	0.87	(0.00) [^]	(0.00) [^]	1.86	(1.35)	(0.95)	0.00	0.00	(2.30)	
10/31/2013	15.90	1.28	0.44	(0.01)	0.00	1.71	(1.57)	0.00	0.00	0.00	(1.57)	
10/31/2012	13.67	1.57	2.47	(0.01)	0.00	4.03	(1.80)	0.00	0.00	0.00	(1.80)	
10/31/2011	15.51	1.72	(1.87)	(0.01)	0.00	(0.16)	(1.68)	0.00	0.00	0.00	(1.68)	
PIMCO High Income Fund												
08/01/2016 - 01/31/2017+	\$ 6.63	\$ 0.34	\$ 0.22	\$ (0.00) [^]	\$ 0.00	\$ 0.56	\$ (0.62)	\$ 0.00	\$ 0.00	\$ 0.00	\$ (0.62)	
07/31/2016	7.37	0.74	(0.48) ^(k)	(0.00) [^]	0.00	0.26 ^(l)	(1.18)	0.00	(0.08)	0.00	(1.26)	
04/01/2015 - 07/31/2015 ⁽ⁱ⁾	7.59	0.21	0.06	(0.00) [^]	0.00	0.27	(0.33)	0.00	(0.16)	0.00	(0.49) ^(j)	
03/31/2015	8.23	0.94	(0.12)	(0.00) [^]	0.00	0.82	(1.46)	0.00	0.00	0.00	(1.46)	
03/31/2014	8.65	0.84	0.20	(0.00) [^]	0.00	1.04	(1.35)	0.00	(0.11)	0.00	(1.46)	
03/31/2013	7.87	0.81	1.43	(0.00) [^]	0.00	2.24	(1.42)	0.00	(0.04)	0.00	(1.46)	
03/31/2012	9.42	0.96	(1.05)	(0.00) [^]	0.00	(0.09)	(1.39)	0.00	(0.07)	0.00	(1.46)	
PIMCO Income Strategy Fund												
08/01/2016 - 01/31/2017+	\$ 10.53	\$ 0.43	\$ 0.57	\$ (0.02)	\$ 0.00	\$ 0.98	\$ (0.54)	\$ 0.00	\$ 0.00	\$ 0.00	\$ (0.54)	
07/31/2016	11.46	0.88	(0.70)	(0.03)	0.00	0.15	(1.08)	0.00	0.00	0.00	(1.08)	
07/31/2015	12.15	0.79	(0.34)	(0.03)	0.00	0.42	(1.22)	0.00	0.00	0.00	(1.22)	
07/31/2014	11.70	0.79	0.78	(0.04)	0.00	1.53	(1.08)	0.00	0.00	0.00	(1.08)	
07/31/2013	11.35	0.92	0.87	(0.04)	0.00	1.75	(1.40)	0.00	0.00	0.00	(1.40)	
07/31/2012	11.39	1.16	(0.04)	(0.05)	0.00	1.07	(1.11)	0.00	0.00	0.00	(1.11)	
PIMCO Income Strategy Fund II												
08/01/2016 - 01/31/2017+	\$ 9.42	\$ 0.41	\$ 0.49	\$ (0.01)	\$ 0.00	\$ 0.89	\$ (0.48)	\$ 0.00	\$ 0.00	\$ 0.00	\$ (0.48)	
07/31/2016	10.27	0.87	(0.67)	(0.02)	0.00	0.18	(1.03)	0.00	0.00	0.00	(1.03)	
07/31/2015	10.88	0.70	(0.29)	(0.03)	0.00	0.38	(1.11)	0.00	0.00	0.00	(1.11)	
07/31/2014	10.29	0.72	0.87	(0.04)	0.00	1.55	(0.96)	0.00	0.00	0.00	(0.96)	
07/31/2013	10.23	0.88	0.68	(0.04)	0.00	1.52	(1.46)	0.00	0.00	0.00	(1.46)	
07/31/2012	10.04	1.03	0.03	(0.04)	0.00	1.02	(0.83)	0.00	0.00	0.00	(0.83)	

+ Unaudited

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* Annualized

^ Reflects an amount rounding to less than one cent.

(a) Per share amounts based on average number of common shares outstanding during the year or period.

(b) The tax characterization of distributions is determined in accordance with federal income tax regulations. The actual tax characterization of distributions paid is determined at the end of the fiscal year. See Note 2 in the Notes to Financial Statements for more information.

(c) See Note 12 in the Notes to Financial Statements.

(d) Total investment return is calculated assuming a purchase of a common share at the market price on the first day and a sale of a common share at the market price on the last day of each year or period reported. Dividends and distributions, if any, are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Funds' dividend reinvestment plan. Total investment return does not reflect brokerage commissions in connection with the purchase or sale of Fund shares.

(e) Calculated on the basis of income and expenses applicable to both common and preferred shares relative to the average net assets of common shareholders. The expense ratio and net investment income do not reflect the effects of dividend payments to preferred shareholders.

(f) Interest expense primarily relates to participation in borrowing and financing transactions. See Note 5 in the Notes to Financial Statements for more information.

(g) Fiscal year end changed from November 30th to July 31st.

(h) Fiscal year end changed from October 31st to July 31st.

(i) Fiscal year end changed from March 31st to July 31st.

(j) Total distributions for the period ended July 31, 2015 may be lower than prior fiscal years due to fiscal year end changes resulting in a reduction of the amount of days in the period ended July 31, 2015.

(k) The amount previously reported in the Funds' Annual Report has been revised due to a misstatement. The misstatement was not considered material to the prior period Annual Report. In the Funds' Annual Report, PIMCO Corporate & Income Strategy Fund and PIMCO High Income Fund reported amounts of (0.33) and (0.22), respectively.

(l) The amount previously reported in the Funds' Annual Report has been revised due to a misstatement. The misstatement was not considered material to the prior period Annual Report. In the Funds' Annual Report, PIMCO Corporate & Income Strategy Fund and PIMCO High Income Fund reported amounts of 0.90 and 0.52, respectively.

14 PIMCO CLOSED-END FUNDS

See Accompanying Notes

Common Share				Ratios/Supplemental Data Ratios to Average Net Assets						
Increase Resulting from Tender and Repurchase of Auction-Rate Preferred Shares ^(c)	Net Asset Value End of Year or Period	Market Price End of Year or Period	Total Investment Return ^(d)	Net Assets Applicable to Common Shareholders (000s)	Expenses ^{(e)(f)}	Expenses Excluding Interest Expense ^(e)	Net Investment Income ^(e)	Preferred Shares Asset Coverage Per Share	Portfolio Turnover Rate	
\$ 0.00	\$ 13.81	\$ 15.45	12.12%	991,181	1.01%*	0.85%*	8.80%*	129,122	22%	
0.00	13.27	14.75	16.09	946,843	0.89	0.85	9.93	124,468	45	
0.16	14.23	14.31	(13.61)	1,006,484	0.91*	0.90*	7.01*	130,743	34	
0.00	15.41	18.50	26.04	1,082,000	0.91	0.91	7.36	108,229	44	
0.00	16.62	17.75	(0.15)	1,149,779	0.91	0.91	8.49	113,443	118	
0.00	17.58	20.37	36.86	1,205,090	1.05	0.93	10.63	117,697	29	
0.00	14.22	16.78	9.24	967,195	1.09	0.94	11.76	99,399	53	
\$ 0.00	\$ 14.46	\$ 15.61	9.04%	563,695	1.17%*	0.94%*	7.53%*	278,772	23%	
0.51	14.28	15.43	24.21	553,569	1.10	1.02	8.91	274,223	43	
0.00	14.75	13.71	(7.12)	570,122	1.07*	1.07*	6.51*	109,336	40	
0.00	15.60	16.18	8.84	599,980	1.09	1.09	6.32	113,753	48	
0.00	16.04	17.15	3.48	612,225	1.10	1.09	7.91	115,565	108	
0.00	15.90	18.17	33.21	603,483	1.32	1.14	11.03	114,270	28	
0.00	13.67	15.27	4.78	515,041	1.30	1.16	11.56	101,188	32	
\$ 0.00	\$ 6.57	\$ 9.88	5.51%	838,173	1.26%*	0.90%*	10.21%*	230,459	18%	
0.26	6.63	10.03	19.92	841,102	1.08	0.95	11.20	231,185	42	
0.00	7.37	9.71	(18.40)	925,598	1.05*	1.03*	8.14*	104,245	8	
0.00	7.59	12.48	12.30	949,880	1.18	1.02	11.53	106,324	58	
0.00	8.23	12.56	15.51	1,021,120	1.14	1.03	10.14	112,424	159	
0.00	8.65	12.35	8.53	1,063,863	1.06	1.05	10.00	116,082	70	
0.00	7.87	12.84	3.28	960,496	1.16	1.07	11.76	107,233	24	
\$ 0.00	\$ 10.97	\$ 10.87	9.12%	277,765	1.33%*	1.18%*	7.99%*	160,384	22%	
0.00	10.53	10.48	12.41	266,347	1.17	1.13	8.49	154,837	38	
0.11	11.46	10.39	(2.62)	289,909	1.30	1.25	6.67	166,328	67	
0.00	12.15	11.87	9.95	306,475	1.19	1.18	6.71	122,004	113	
0.00	11.70	11.83	5.69	294,017	1.24	1.21	7.59	118,058	63	
0.00	11.35	11.52	12.02	283,285	1.85	1.65	10.93	114,654	23	
\$ 0.00	\$ 9.83	\$ 9.79	9.64%	581,071	1.29%*	1.12%*	8.37%*	182,094	15%	
0.00	9.42	9.39	11.92	556,840	1.14	1.07	9.25	175,544	38	
0.12	10.27	9.41	(0.12)	606,974	1.16	1.13	6.58	189,105	63	
0.00	10.88	10.50	12.39	642,119	1.14	1.14	6.79	124,695	119	
0.00	10.29	10.24	6.80	605,843	1.16	1.14	8.20	119,060	71	
0.00	10.23	10.96	16.33	597,683	1.48	1.37	10.87	117,792	17	

Statements of Assets and Liabilities

January 31, 2017 (Unaudited)

	PIMCO Corporate & Income Opportunity Fund	PIMCO Corporate & Income Strategy Fund	PIMCO High Income Fund	PIMCO Income Strategy Fund	PIMCO Income Strategy Fund II
(Amounts in thousands, except per share amounts)					
Assets:					
<i>Investments, at value</i>					
Investments in securities*	\$ 1,326,021	\$ 697,129	\$ 1,161,940	\$ 361,023	\$ 733,372
<i>Financial Derivative Instruments</i>					
Exchange-traded or centrally cleared	2,828	1,537	5,270	855	1,975
Over the counter	962	485	3,969	299	583
Cash	118	1	1	0	0
Deposits with counterparty	93,445	5,814	8,946	5,292	7,597
Foreign currency, at value	647	53	624	689	419
Receivable for investments sold	21,228	13,714	23,316	2,286	9,605
Interest and/or dividends receivable	12,781	6,344	12,584	3,820	6,570
Other assets	5	3	40	2	6
Total Assets	1,458,035	725,080	1,216,690	374,266	760,127
Liabilities:					
<i>Borrowings & Other Financing Transactions</i>					
Payable for reverse repurchase agreements	\$ 149,643	\$ 87,974	\$ 226,859	\$ 34,842	\$ 63,539
<i>Financial Derivative Instruments</i>					
Exchange-traded or centrally cleared	3,251	1,597	6,686	958	2,297
Over the counter	43,654	3,158	7,970	2,334	4,759
Payable for investments purchased	21,747	8,270	17,723	4,400	10,269
Deposits from counterparty	460	0	3,466	0	170
Distributions payable to common shareholders	9,328	4,386	13,195	2,278	4,728
Distributions payable to preferred shareholders	36	7	13	17	21
Accrued management fees	631	395	561	247	479
Other liabilities	154	73	69	150	344
Total Liabilities	228,904	105,860	276,542	45,226	86,606
Preferred Shares (\$0.00001 par value and \$25,000 liquidation preference per share)	237,950	55,525	101,975	51,275	92,450
Net Assets Applicable to Common Shareholders	\$ 991,181	\$ 563,695	\$ 838,173	\$ 277,765	\$ 581,071
Net Assets Applicable to Common Shareholders Consist of:					
Common Shares:					
Par value (\$0.00001 per share)	\$ 1	\$ 0	\$ 1	\$ 0	\$ 1
Paid in capital in excess of par	1,040,387	574,254	1,500,516	419,625	950,673
Undistributed (overdistributed) net investment income	(14,574)	(12,540)	(53,144)	(2,039)	1,392
Accumulated undistributed net realized (loss)	(197,904)	(70,807)	(545,039)	(158,668)	(416,174)
Net unrealized appreciation (depreciation)	163,271	72,788	(64,161)	18,847	45,179
Net Assets Applicable to Common Shareholders	\$ 991,181	\$ 563,695	\$ 838,173	\$ 277,765	\$ 581,071
Net Asset Value Per Common Share	\$ 13.81	\$ 14.46	\$ 6.57	\$ 10.97	\$ 9.83
Common Shares Issued and Outstanding	71,750	38,990	127,534	25,313	59,103
Preferred Shares Issued and Outstanding	10	2	4	2	4
Cost of investments in securities	\$ 1,310,901	\$ 695,269	\$ 1,171,271	\$ 362,115	\$ 738,293
Cost of foreign currency held	\$ 643	\$ 53	\$ 629	\$ 686	\$ 424
Cost or premiums of financial derivative instruments, net	\$ (57,609)	\$ (1,210)	\$ (1,282)	\$ (801)	\$ (1,679)
* Includes repurchase agreements of:	\$ 11,582	\$ 8,056	\$ 48,400	\$ 2,581	\$ 21,636

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A zero balance may reflect actual amounts rounding to less than one thousand.

16 PIMCO CLOSED-END FUNDS

See Accompanying Notes

Statements of Operations

Six Months Ended January 31, 2017 (Unaudited)

(Amounts in thousands)	PIMCO Corporate & Income Opportunity Fund	PIMCO Corporate & Income Strategy Fund	PIMCO High Income Fund	PIMCO Income Strategy Fund	PIMCO Income Strategy Fund II
Investment Income:					
Interest, net of foreign taxes*	\$ 47,360	\$ 24,135	\$ 48,122	\$ 12,565	\$ 27,032
Dividends	518	471	231	188	627
Total Income	47,878	24,606	48,353	12,753	27,659
Expenses:					
Management fees	3,957	2,520	3,595	1,529	3,056
Trustee fees and related expenses	90	51	81	25	50
Interest expense	796	639	1,526	209	488
Auction agent fees and commissions	118	49	73	31	54
Auction rate preferred shares related expenses	12	27	22	21	22
Total Expenses	4,973	3,286	5,297	1,815	3,670
Net Investment Income	42,905	21,320	43,056	10,938	23,989
Net Realized Gain (Loss):					
Investments in securities	(6,636)	(2,977)	7,450	(283)	(2,139)
Exchange-traded or centrally cleared financial derivative instruments	19,121	4,903	91,164	19,805	46,966
Over the counter financial derivative instruments	12,447	7,993	18,233	4,121	7,706
Foreign currency	(64)	(47)	(84)	(36)	31
Net Realized Gain	24,868	9,872	116,763	23,607	52,564
Net Change in Unrealized Appreciation (Depreciation):					
Investments in securities	27,234	23,390	21,007	9,242	17,885
Exchange-traded or centrally cleared financial derivative instruments	(957)	(3,635)	(109,184)	(17,509)	(39,508)
Over the counter financial derivative instruments	13,848	(1,201)	(1,597)	(894)	(1,520)
Foreign currency assets and liabilities	(133)	33	98	13	15
Net Change in Unrealized Appreciation (Depreciation)	39,992	18,587	(89,676)	(9,148)	(23,128)
Net Increase in Net Assets Resulting from Operations	\$ 107,765	\$ 49,779	\$ 70,143	\$ 25,397	\$ 53,425
Distributions on Preferred Shares from Net Investment Income	\$ (1,103)	\$ (193)	\$ (378)	\$ (458)	\$ (825)
Net Increase in Net Assets Applicable to Common Shareholders Resulting from Operations	\$ 106,662	\$ 49,586	\$ 69,765	\$ 24,939	\$ 52,600
* Foreign tax withholdings	\$ 0	\$ 2	\$ 7	\$ 0	\$ 0

A zero balance may reflect actual amounts rounding to less than one thousand.

Statements of Changes in Net Assets

	PIMCO Corporate & Income Opportunity Fund		PIMCO Corporate & Income Strategy Fund	
	Six Months Ended January 31, 2017 (Unaudited)	Year Ended July 31, 2016	Six Months Ended January 31, 2017 (Unaudited)	Year Ended July 31, 2016
(Amounts in thousands)				
Increase (Decrease) in Net Assets from:				
Operations:				
Net investment income	\$ 42,905	\$ 92,254	\$ 21,320	\$ 47,966
Net realized gain (loss)	24,868	(89,368)	9,872	(44,520)
Net change in unrealized appreciation (depreciation)	39,992	43,914	18,587	11,894
Net Increase in Net Assets Resulting from Operations	107,765	46,800	49,779	15,340
Distributions on preferred shares from net investment income ^(a)	(1,103)	(1,253)	(193)	(275)
Net Increase in Net Assets Applicable to Common Shareholders Resulting from Operations	106,662	45,547	49,586	15,065
Distributions to Common Shareholders:				
From net investment income	(67,984)	(112,955)	(42,564)	(53,009)
Tax basis return of capital	0	0	0	0
Total Distributions to Common Shareholders^(a)	(67,984)	(112,955)	(42,564)	(53,009)
Preferred Share Transactions:				
Net Increase resulting from tender and repurchase of Auction-Rate Preferred Shares	0	0	0	19,858
Common Share Transactions**:				
Issued as reinvestment of distributions	5,660	7,767	3,104	1,533
Total Increase (Decrease) in Net Assets	44,338	(59,641)	10,126	(16,553)
Net Assets Applicable to Common Shareholders:				
Beginning of period	946,843	1,006,484	553,569	570,122
End of period*	\$ 991,181	\$ 946,843	\$ 563,695	\$ 553,569
* Including undistributed (overdistributed) net investment income of:	\$ (14,574)	\$ 11,608	\$ (12,540)	\$ 8,897
** Common Share Transactions:				
Shares issued as reinvestment of distributions	411	583	215	110

A zero balance may reflect actual amounts rounding to less than one thousand.

(a) The tax characterization of distributions is determined in accordance with federal income tax regulations. The actual tax characterization of distributions paid is determined at the end of the fiscal year. See Note 2 in the Notes to Financial Statements for more information.

PIMCO High Income Fund		PIMCO Income Strategy Fund		PIMCO Income Strategy Fund II	
Six Months Ended January 31, 2017 (Unaudited)	Year Ended July 31, 2016	Six Months Ended January 31, 2017 (Unaudited)	Year Ended July 31, 2016	Six Months Ended January 31, 2017 (Unaudited)	Year Ended July 31, 2016
\$ 43,056	\$ 93,715	\$ 10,938	\$ 22,312	\$ 23,989	\$ 51,163
116,763	42,044	23,607	(27,474)	52,564	(66,963)
(89,676)	(103,962)	(9,148)	9,720	(23,128)	27,977
70,143	31,797	25,397	4,558	53,425	12,177
(378)	(528)	(458)	(797)	(825)	(1,437)
69,765	31,269	24,939	3,761	52,600	10,740
(78,979)	(149,487)	(13,668)	(27,324)	(28,369)	(60,876)
0	(9,562)	0	0	0	0
(78,979)	(159,049)	(13,668)	(27,324)	(28,369)	(60,876)
0	32,304	0	0	0	0
6,285	10,980	147	1	0	2
(2,929)	(84,496)	11,418	(23,562)	24,231	(50,134)
841,102	925,598	266,347	289,909	556,840	606,974
\$ 838,173	\$ 841,102	\$ 277,765	\$ 266,347	\$ 581,071	\$ 556,840
\$ (53,144)	\$ (16,843)	\$ (2,039)	\$ 1,149	\$ 1,392	\$ 6,597
699	1,307	13	0	0	0

Statements of Cash Flows

Six Months Ended January 31, 2017 (Unaudited)

	PIMCO Corporate & Income Strategy Fund	PIMCO High Income Fund
(Amounts in thousands)		
Cash Flows Provided by (Used for) Operating Activities:		
Net Increase in Net Assets Resulting from Operations	\$ 49,779	\$ 70,143
Adjustments to Reconcile Net Increase in Net Assets from Operations to Net Cash Provided by (Used for) Operating Activities:		
Purchases of long-term securities	(169,473)	(213,678)
Proceeds from sales of long-term securities	178,126	232,572
(Purchases) Proceeds from sales of short-term portfolio investments, net	4,726	(64,433)
Decrease in deposits with counterparty	2,825	12,524
(Increase) decrease in receivable for investments sold	4,402	(23,195)
(Increase) decrease in interest and/or dividends receivable	(212)	288
Proceeds from (Payments on) exchange-traded or centrally cleared financial derivative instruments	1,319	(17,879)
Proceeds from over the counter financial derivative instruments	8,037	16,495
Increase (decrease) in payable for investments purchased	(3,752)	10,095
Increase (decrease) in deposits from counterparty	(1,820)	41
(Decrease) in accrued management fees	(18)	(39)
Proceeds from (Payments on) foreign currency transactions	(14)	14
(Decrease) in other liabilities	(97)	(134)
<i>Net Realized (Gain) Loss</i>		
Investments in securities	2,977	(7,450)
Exchange-traded or centrally cleared financial derivative instruments	(4,903)	(91,164)
Over the counter financial derivative instruments	(7,993)	(18,233)
Foreign currency	47	84
<i>Net Change in Unrealized (Appreciation) Depreciation</i>		
Investments in securities	(23,390)	(21,007)
Exchange-traded or centrally cleared financial derivative instruments	3,635	109,184
Over the counter financial derivative instruments	1,201	1,597
Foreign currency assets and liabilities	(33)	(98)
Net amortization (accretion) on investments	(2,329)	(3,319)
Net Cash Provided by (Used for) Operating Activities	43,040	(7,592)
Cash Flows Received from (Used for) Financing Activities:		
(Decrease) in overdraft due to custodian	0	(23)
Cash distributions paid to common shareholders*	(39,436)	(72,621)
Cash distributions paid to preferred shareholders	(191)	(374)
Proceeds from reverse repurchase agreements	268,880	643,858
Payments on reverse repurchase agreements	(272,307)	(562,879)
Net Cash Received from (Used for) Financing Activities	(43,054)	7,961
Net Increase (Decrease) in Cash and Foreign Currency	(14)	369
Cash and Foreign Currency:		
Beginning of period	68	256
End of period	\$ 54	\$ 625
* Reinvestment of distributions to common shareholders	\$ 3,104	\$ 6,285
Supplemental Disclosure of Cash Flow Information:		
Interest expense paid during the period	\$ 358	\$ 1,283

A zero balance may reflect actual amounts rounding to less than one thousand.

Schedule of Investments PIMCO Corporate & Income Opportunity Fund

January 31, 2017 (Unaudited)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 133.8%		
BANK LOAN OBLIGATIONS 4.3%		
Avolon		
TBD% due 07/20/2020	\$ 80	\$ 81
Avolon Holdings Ltd.		
TBD% due 01/13/2022	610	619
BJ's Wholesale Club, Inc.		
TBD% due 01/26/2024	100	100
BMC Software Finance, Inc.		
5.000% due 09/10/2020	980	979
CH Hold Corp.		
TBD% due 01/18/2024	300	303
Charter Communications Operating LLC		
3.020% due 01/03/2021	370	371
Concordia International Corp.		
5.250% due 10/21/2021	2,487	1,960
Fortescue Metals Group Ltd.		
3.750% due 06/30/2019	1,539	1,550
iHeartCommunications, Inc.		
7.528% due 01/30/2019	8,198	6,892
Lightstone Generation LLC		
TBD% due 11/22/2023	2,900	2,941
Prestige Brands, Inc.		
TBD% due 01/26/2024	200	202
Sequa Corp.		
5.250% due 06/19/2017	10,777	10,336
Sprint Communications, Inc.		
TBD% due 01/13/2024	2,800	2,800
Team Health Holdings, Inc.		
TBD% due 01/17/2024	600	600
Vistra Operations Co. LLC		
4.017% due 12/14/2023	1,100	1,112
Westmoreland Coal Co.		
7.500% due 12/16/2020	12,896	11,575
Ziggo Secured Finance BV		
TBD% due 04/23/2025	EUR 150	164
Total Bank Loan Obligations (Cost \$43,663)		42,585
CORPORATE BONDS & NOTES 59.9%		
BANKING & FINANCE 24.9%		
AGFC Capital Trust		
2.772% due 01/15/2067	\$ 1,800	990
Ally Financial, Inc.		
8.000% due 11/01/2031	8,291	9,887
8.000% due 11/01/2031 (j)	2,521	3,006
Banco Bilbao Vizcaya Argentaria S.A.		
6.750% due 02/18/2020 (g)	EUR 3,400	3,508
8.875% due 04/14/2021 (g)	400	467
Banco do Brasil S.A.		
6.250% due 04/15/2024 (g)	\$ 4,200	3,381
9.000% due 06/18/2024 (g)(j)	9,298	9,437
Banco Espirito Santo S.A.		
2.625% due 05/08/2017 ^	EUR 500	173

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4.000% due 01/21/2019 ^		5,000	1,727
4.750% due 01/15/2018 ^		1,000	345
Banco Santander S.A.			
6.250% due 09/11/2021 (g)		400	415
Barclays PLC			
6.500% due 09/15/2019 (g)		1,600	1,736
8.000% due 12/15/2020 (g)		200	234
Blackstone CQP Holdco LP			
9.296% due 03/19/2019	\$	16,393	16,536
BNP Paribas S.A.			
7.375% due 08/19/2025 (g)		6,650	6,741
Cantor Commercial Real Estate Co. LP			
7.750% due 02/15/2018		2,940	2,942
Cantor Fitzgerald LP			
6.500% due 06/17/2022 (j)		10,000	10,890
CBL & Associates LP			
5.950% due 12/15/2026		3,700	3,671
		PRINCIPAL	MARKET
		AMOUNT	VALUE
		(000S)	(000S)
Cooperatieve Rabobank UA			
6.625% due 06/29/2021 (g)	EUR	1,800	\$ 2,087
Credit Agricole S.A.			
7.500% due 06/23/2026 (g)	GBP	670	859
7.875% due 01/23/2024 (g)(j)	\$	11,400	11,640
Credit Suisse Group AG			
7.500% due 12/11/2023 (g)		2,336	2,478
Deutsche Bank AG			
4.250% due 10/14/2021 (j)		3,600	3,619
EPR Properties			
4.750% due 12/15/2026		5,400	5,369
Flagstar Bancorp, Inc.			
6.125% due 07/15/2021		6,000	6,407
GSPA Monetization Trust			
6.422% due 10/09/2029 (j)		8,966	9,895
Hexion U.S. Finance Corp.			
10.375% due 02/01/2022 (b)		124	127
13.750% due 02/01/2022 (b)		98	99
HSBC Holdings PLC			
6.000% due 09/29/2023 (g)	EUR	4,977	5,678
Jefferies Finance LLC			
6.875% due 04/15/2022	\$	1,900	1,853
7.375% due 04/01/2020		3,525	3,578
7.500% due 04/15/2021		2,391	2,418
Jefferies LoanCore LLC			
6.875% due 06/01/2020 (j)		10,500	10,237
Lloyds Bank PLC			
12.000% due 12/16/2024 (g)(j)		4,270	5,668
Lloyds Banking Group PLC			
7.875% due 06/27/2029 (g)	GBP	600	813
MPT Operating Partnership LP			
5.250% due 08/01/2026	\$	2,203	2,170
Nationwide Building Society			
10.250% due 06/29/2049 (g)	GBP	21	3,624
Navient Corp.			
5.500% due 01/15/2019 (j)	\$	4,950	5,074
5.625% due 08/01/2033		228	181
Neuberger Berman Group LLC			
4.875% due 04/15/2045 (j)		3,400	2,717
Novo Banco S.A.			
5.000% due 04/04/2019	EUR	371	303
5.000% due 04/23/2019		152	125
5.000% due 05/14/2019		315	258
5.000% due 05/21/2019		73	60
5.000% due 05/23/2019		213	174
Omega Healthcare Investors, Inc.			
4.375% due 08/01/2023 (j)	\$	2,600	2,603
OneMain Financial Holdings LLC			
6.750% due 12/15/2019		2,116	2,203
PHH Corp.			

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6.375% due 08/15/2021		3,580		3,634
7.375% due 09/01/2019		3,050		3,347
Provident Funding Associates LP				
6.750% due 06/15/2021		4,750		4,821
Rio Oil Finance Trust				
9.250% due 07/06/2024		6,097		6,021
9.750% due 01/06/2027		235		231
Royal Bank of Scotland Group PLC				
7.500% due 08/10/2020 (g)(j)		6,840		6,652
8.000% due 08/10/2025 (g)(j)		10,735		10,561
8.625% due 08/15/2021 (g)		2,900		3,002
Sberbank of Russia Via SB Capital S.A.				
6.125% due 02/07/2022		500		545
Spirit Realty LP				
4.450% due 09/15/2026 (j)		2,600		2,497
Springleaf Finance Corp.				
5.250% due 12/15/2019		2,680		2,700
8.250% due 12/15/2020		6,680		7,189
Stearns Holdings LLC				
9.375% due 08/15/2020		600		606
Tesco Property Finance PLC				
6.052% due 10/13/2039	GBP	1,342		1,806
		PRINCIPAL		MARKET
		AMOUNT		VALUE
		(000S)		(000S)
TIG FinCo PLC				
8.500% due 03/02/2020	GBP	1,154	\$	1,498
8.750% due 04/02/2020 (j)		14,604		17,729
WP Carey, Inc.				
4.250% due 10/01/2026 (j)	\$	5,000		4,932
				246,174
INDUSTRIALS 29.0%				
ADT Corp.				
4.875% due 07/15/2032 (j)		7,366		5,967
Aeropuertos Argentina S.A.				
6.875% due 02/01/2027 (b)		800		810
Altice Financing S.A.				
7.500% due 05/15/2026 (j)		6,700		7,089
American Airlines Pass-Through Trust				
4.950% due 08/15/2026		3,400		3,460
BCD Acquisition, Inc.				
9.625% due 09/15/2023		1,280		1,376
BMC Software Finance, Inc.				
8.125% due 07/15/2021		3,031		2,940
Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)				
9.000% due 10/15/2019 (c)(j)		8,226		8,020
Caesars Entertainment Operating Co., Inc.				
9.000% due 02/15/2020 ^		26,699		29,809
Carlson Travel, Inc.				
6.750% due 12/15/2023		300		312
Cheniere Corpus Christi Holdings LLC				
5.875% due 03/31/2025		400		425
Chesapeake Energy Corp.				
4.272% due 04/15/2019		157		157
Concordia International Corp.				
9.000% due 04/01/2022		533		454
Diamond Resorts International, Inc.				
10.750% due 09/01/2024		4,300		4,322
DriveTime Automotive Group, Inc.				
8.000% due 06/01/2021		9,300		9,230
Enterprise Inns PLC				
6.375% due 09/26/2031	GBP	1,000		1,300
Forbes Energy Services Ltd.				
9.000% due 06/15/2019 ^	\$	3,458		2,092
Ford Motor Co.				
7.700% due 05/15/2097 (j)		31,901		37,225
Fresh Market, Inc.				

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9.750% due 05/01/2023		12,200	10,889
Greene King Finance PLC			
5.702% due 12/15/2034	GBP	350	409
Hampton Roads PPV LLC			
6.171% due 06/15/2053	\$	1,800	1,847
Harvest Operations Corp.			
2.330% due 04/14/2021		5,778	5,680
HCA, Inc.			
4.500% due 02/15/2027		1,550	1,533
7.500% due 11/15/2095		4,800	4,620
iHeartCommunications, Inc.			
9.000% due 09/15/2022		5,810	4,379
Intelsat Jackson Holdings S.A.			
7.250% due 04/01/2019		3,700	3,198
Intelsat Luxembourg S.A.			
7.750% due 06/01/2021		11,443	4,034
8.125% due 06/01/2023		1,939	654
Intrepid Aviation Group Holdings LLC			
6.875% due 02/15/2019		12,290	11,245
Kinder Morgan Energy Partners LP			
6.375% due 03/01/2041 (j)		800	894
Kinder Morgan, Inc.			
7.750% due 01/15/2032 (j)		3,100	3,879
7.800% due 08/01/2031 (j)		6,000	7,529
Kinetic Concepts, Inc.			
9.625% due 10/01/2021		11,600	12,450
Koppers, Inc.			
6.000% due 02/15/2025		25	26

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Opportunity Fund (Cont.)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Mallinckrodt International Finance S.A.		
4.750% due 04/15/2023	\$ 6,000	\$ 4,946
5.500% due 04/15/2025	1,560	1,351
MDC Partners, Inc.		
6.500% due 05/01/2024	2,000	1,750
N&W Global Vending SpA		
7.000% due 10/15/2023	EUR 1,360	1,549
Park Aerospace Holdings Ltd.		
5.250% due 08/15/2022 (b)	\$ 470	482
5.500% due 02/15/2024 (b)	240	247
Petroleos Mexicanos		
5.375% due 03/13/2022	100	102
6.500% due 03/13/2027	446	460
Prime Security Services Borrower LLC		
9.250% due 05/15/2023	4,195	4,557
QVC, Inc.		
5.450% due 08/15/2034	1,650	1,511
Radiate Holdco LLC		
6.625% due 02/15/2025 (b)	108	108
Russian Railways via RZD Capital PLC		
7.487% due 03/25/2031	GBP 1,500	2,220
Sabine Pass Liquefaction LLC		
5.875% due 06/30/2026	\$ 4,300	4,795
Safeway, Inc.		
7.250% due 02/01/2031 (j)	9,392	9,275
Scientific Games International, Inc.		
10.000% due 12/01/2022	3,750	3,861
Sequa Corp.		
7.000% due 12/15/2017	13,090	7,200
SFR Group S.A.		
6.250% due 05/15/2024 (j)	12,500	12,625
7.375% due 05/01/2026 (j)	2,200	2,266
Silversea Cruise Finance Ltd.		
7.250% due 02/01/2025	36	37
Soho House Bond Ltd.		
9.125% due 10/01/2018	GBP 4,650	6,002
Spanish Broadcasting System, Inc.		
12.500% due 04/15/2017	\$ 1,100	1,097
Spirit Issuer PLC		
3.067% due 12/28/2031	GBP 1,855	2,198
6.582% due 12/28/2027	2,500	3,462
Tech Data Corp.		
3.700% due 02/15/2022	\$ 60	60
4.950% due 02/15/2027	70	70
Tembec Industries, Inc.		
9.000% due 12/15/2019	2,100	2,137
Tennessee Merger Sub, Inc.		
6.375% due 02/01/2025 (b)	177	174
Transocean, Inc.		
9.000% due 07/15/2023	1,193	1,276
Trinidad Drilling Ltd.		
6.625% due 02/15/2025 (b)	56	57
UAL Pass-Through Trust		
7.336% due 01/02/2021	1,795	1,887
UCP, Inc.		
8.500% due 10/21/2017	10,900	10,842
Unique Pub Finance Co. PLC		
5.659% due 06/30/2027	GBP 6,961	9,375
Virgin Media Secured Finance PLC		
5.000% due 04/15/2027 (b)	900	1,125

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Zayo Group LLC			
5.750% due 01/15/2027	\$	57	58
			287,416
UTILITIES 6.0%			
Frontier Communications Corp.			
11.000% due 09/15/2025		940	954
Gazprom OAO Via Gaz Capital S.A.			
9.250% due 04/23/2019		11,200	12,725
Illinois Power Generating Co.			
6.300% due 04/01/2020 ^		4,570	1,714
7.000% due 04/15/2018 ^		8,855	3,321
	PRINCIPAL		MARKET
	AMOUNT		VALUE
	(000S)		(000S)
7.950% due 06/01/2032 ^	\$	1,175	\$ 435
Mountain States Telephone & Telegraph Co.			
7.375% due 05/01/2030 (j)		15,730	16,536
Odebrecht Drilling Norbe Ltd.			
6.350% due 06/30/2022		501	234
Odebrecht Offshore Drilling Finance Ltd.			
6.625% due 10/01/2023		4,787	1,664
6.750% due 10/01/2023		4,542	1,544
Petrobras Global Finance BV			
6.125% due 01/17/2022		308	319
6.250% due 12/14/2026	GBP	6,100	7,399
6.625% due 01/16/2034		800	911
6.750% due 01/27/2041	\$	4,100	3,671
7.375% due 01/17/2027		380	397
Sprint Capital Corp.			
6.900% due 05/01/2019		2,000	2,140
Terraform Global Operating LLC			
9.750% due 08/15/2022		4,290	4,751
TerraForm Power Operating LLC			
6.375% due 02/01/2023		1,075	1,110
			59,825
Total Corporate Bonds & Notes (Cost \$589,109)			593,415
CONVERTIBLE BONDS & NOTES 0.7%			
INDUSTRIALS 0.7%			
DISH Network Corp.			
3.375% due 08/15/2026		5,900	6,921
Total Convertible Bonds & Notes			6,921
(Cost \$5,900)			
MUNICIPAL BONDS & NOTES 7.3%			
CALIFORNIA 3.8%			
Riverside County, California Redevelopment Successor Agency Tax Allocation Bonds, Series 2010			
7.500% due 10/01/2030		3,425	3,693
San Diego Redevelopment Agency, California Tax Allocation Bonds, Series 2010			
7.750% due 09/01/2040		21,545	24,602
Stockton Public Financing Authority, California Revenue Bonds, (BABs), Series 2009			
7.942% due 10/01/2038		8,500	9,352
			37,647
ILLINOIS 2.5%			
Chicago, Illinois General Obligation Bonds, (BABs), Series 2010			
7.517% due 01/01/2040		23,700	24,229
Chicago, Illinois General Obligation Bonds, Series 2017			
7.045% due 01/01/2029 (b)		200	204

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24,433

VIRGINIA 0.1%

Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007

6.706% due 06/01/2046 1,400 1,128

WEST VIRGINIA 0.9%

Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007

7.467% due 06/01/2047 10,710 9,521

Total Municipal Bonds & Notes (Cost \$67,811)

72,729

U.S. GOVERNMENT AGENCIES 3.2%

Fannie Mae

3.000% due 01/25/2042 (a) 1,417 139

3.500% due 02/25/2033 (a) 3,385 487

**PRINCIPAL
AMOUNT
(000S)**

**MARKET
VALUE
(000S)**

5.021% due 01/25/2029 \$ 800 \$ 849

5.329% due 07/25/2040 (a) 1,653 229

Freddie Mac

2.563% due 11/25/2055 14,708 8,274

6.333% due 02/15/2034 (a) 2,848 536

7.534% due 07/15/2039 3,126 3,392

8.321% due 12/25/2027 4,447 4,976

8.697% due 03/15/2044 1,485 1,714

9.944% due 02/15/2036 5,434 7,126

9.954% due 04/15/2044 373 451

11.521% due 03/25/2025 2,371 2,899

Ginnie Mae

3.000% due 12/20/2042 (a) 74 12

3.500% due 09/16/2041 - 06/20/2042 (a) 2,004 295

5.973% due 01/20/2042 (a) 3,054 407

Total U.S. Government Agencies (Cost \$29,673)

31,786

NON-AGENCY MORTGAGE-BACKED SECURITIES 28.5%

Banc of America Alternative Loan Trust

6.000% due 01/25/2036 ^ 263 225

6.000% due 04/25/2036 ^ 4,697 4,157

Banc of America Funding Trust

5.500% due 01/25/2036 237 244

6.000% due 07/25/2037 ^ 743 582

BCAP LLC Trust

3.068% due 03/27/2036 3,856 2,080

4.242% due 07/26/2037 671 23

5.078% due 03/26/2037 2,209 670

7.000% due 12/26/2036 6,766 5,898

8.089% due 10/26/2036 5,699 5,331

Bear Stearns ALT-A Trust

3.110% due 11/25/2036 ^ 972 796

3.200% due 08/25/2046 6,367 4,954

3.201% due 08/25/2036 ^ 4,289 3,176

3.422% due 11/25/2034 417 398

3.477% due 09/25/2035 ^ 1,594 1,316

Bear Stearns Asset-Backed Securities Trust

1.171% due 04/25/2037 22,019 16,127

Bear Stearns Commercial Mortgage Securities Trust

5.714% due 04/12/2038 370 285

Bear Stearns Mortgage Funding Trust

7.500% due 08/25/2036 2,776 2,666

Chase Mortgage Finance Trust

3.189% due 12/25/2035 ^ 29 28

6.000% due 02/25/2037 ^ 2,478 2,013

6.000% due 03/25/2037 ^ 530 454

6.000% due 07/25/2037 ^ 1,971 1,637

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Chase Mortgage Trust		
3.750% due 12/25/2045	899	840
Citigroup Mortgage Loan Trust, Inc.		
3.174% due 04/25/2037 ^	4,383	3,574
3.842% due 11/25/2035	18,164	10,331
4.404% due 03/25/2037 ^	1,376	1,186
6.000% due 11/25/2036	15,197	10,804
Citigroup/Deutsche Bank Commercial Mortgage Trust		
5.398% due 12/11/2049	399	361
CitiMortgage Alternative Loan Trust		
5.750% due 04/25/2037 ^	3,683	3,185
Commercial Mortgage Loan Trust		
6.096% due 12/10/2049	3,476	2,204
Countrywide Alternative Loan Resecuritization Trust		
6.000% due 08/25/2037 ^	2,781	2,170
Countrywide Alternative Loan Trust		
0.987% due 03/20/2046	6,416	4,825
1.041% due 08/25/2035	402	263
4.266% due 06/25/2047	4,624	3,766
4.479% due 04/25/2037 ^(a)	29,896	4,638
5.250% due 05/25/2021 ^	23	22
5.500% due 03/25/2035	763	605
5.500% due 09/25/2035 ^	6,504	5,878
5.500% due 03/25/2036 ^	250	195
5.750% due 01/25/2035	891	898
5.750% due 02/25/2035	987	957

22 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2017 (Unaudited)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
6.000% due 02/25/2035	\$ 898	\$ 918
6.000% due 04/25/2036	2,369	1,748
6.000% due 05/25/2036 ^	2,598	2,039
6.000% due 02/25/2037 ^	884	611
6.000% due 02/25/2037	3,253	2,578
6.000% due 04/25/2037 ^	8,988	6,378
6.000% due 08/25/2037 ^	23,749	18,752
6.250% due 10/25/2036 ^	3,481	2,742
6.250% due 12/25/2036 ^	4,363	3,222
6.500% due 08/25/2036 ^	1,130	764
6.500% due 09/25/2036 ^	585	493
18.806% due 02/25/2036	2,599	3,164
Countrywide Home Loan Mortgage Pass-Through Trust		
5.500% due 07/25/2037 ^	962	805
6.000% due 04/25/2036 ^	754	682
Credit Suisse Commercial Mortgage Trust		
5.870% due 09/15/2040	5,500	5,199
Credit Suisse Mortgage Capital Mortgage-Backed Trust		
5.750% due 04/25/2036 ^	2,004	1,573
Epic Drummond Ltd.		
0.000% due 01/25/2022	EUR 656	697
Fannie Mae		
4.316% due 07/25/2029	\$ 2,210	2,247
6.516% due 07/25/2029	2,010	2,151
First Horizon Alternative Mortgage Securities Trust		
6.000% due 08/25/2036 ^	2,975	2,521
GS Mortgage Securities Trust		
5.622% due 11/10/2039	2,700	2,522
GSR Mortgage Loan Trust		
3.215% due 11/25/2035 ^	2,313	2,124
3.356% due 03/25/2037 ^	4,393	3,818
5.500% due 05/25/2036 ^	362	344
IndyMac Mortgage Loan Trust		
6.500% due 07/25/2037 ^	7,045	4,312
JPMorgan Alternative Loan Trust		
2.939% due 03/25/2037	13,879	11,433
JPMorgan Chase Commercial Mortgage Securities Trust		
5.623% due 05/12/2045	2,873	2,477
JPMorgan Mortgage Trust		
3.069% due 06/25/2036 ^	1,398	1,231
3.111% due 10/25/2035	77	74
3.154% due 01/25/2037 ^	1,827	1,638
3.297% due 02/25/2036 ^	3,158	2,814
Lehman Mortgage Trust		
6.000% due 07/25/2036 ^	5,600	4,348
6.000% due 07/25/2037 ^	372	334
25.184% due 11/25/2035 ^	327	473
Lehman XS Trust		
0.991% due 06/25/2047	5,246	4,049
MASTR Alternative Loan Trust		
6.750% due 07/25/2036	4,163	2,935
Merrill Lynch Mortgage Investors Trust		
3.019% due 03/25/2036 ^	4,444	3,069
Mesdag Delta BV		
0.094% due 01/25/2020	EUR 2,135	2,181
RBSSP Resecuritization Trust		
0.976% due 10/27/2036	\$ 3,609	312
0.996% due 08/27/2037	8,000	2,265

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Residential Accredit Loans, Inc. Trust		
0.961% due 08/25/2036	1,465	1,154
1.001% due 05/25/2037 ^	537	132
6.000% due 08/25/2036 ^	966	818
6.000% due 05/25/2037 ^	3,103	2,796
Residential Asset Securitization Trust		
5.750% due 02/25/2036 ^	516	403
6.000% due 02/25/2037 ^	2,567	2,009
6.250% due 09/25/2037 ^	5,711	3,902
Residential Funding Mortgage Securities, Inc. Trust		
3.894% due 02/25/2037	4,187	3,388
Structured Adjustable Rate Mortgage Loan Trust		
3.139% due 07/25/2035 ^	3,144	2,718
3.235% due 11/25/2036 ^	7,047	5,444
3.254% due 01/25/2036 ^	9,194	6,983
3.502% due 07/25/2036 ^	1,602	1,272
4.850% due 03/25/2037 ^	1,288	900
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Structured Asset Mortgage Investments Trust		
0.891% due 08/25/2036	\$ 254	\$ 205
Suntrust Adjustable Rate Mortgage Loan Trust		
3.097% due 04/25/2037 ^	1,132	964
3.408% due 02/25/2037 ^	978	873
3.979% due 02/25/2037 ^	10,326	8,780
WaMu Mortgage Pass-Through Certificates Trust		
2.616% due 07/25/2037 ^	1,141	943
3.627% due 02/25/2037 ^	1,577	1,496
4.326% due 07/25/2037 ^	2,631	2,418
5.972% due 10/25/2036 ^	2,291	1,824
Washington Mutual Mortgage Pass-Through Certificates Trust		
1.436% due 05/25/2047 ^	575	34
6.000% due 10/25/2035 ^	2,159	1,712
6.000% due 03/25/2036 ^	3,217	3,065
6.000% due 02/25/2037	7,755	6,777
Total Non-Agency Mortgage-Backed Securities (Cost \$277,063)		282,809
ASSET-BACKED SECURITIES 17.9%		
Airspeed Ltd.		
1.037% due 06/15/2032	5,838	4,594
Ameriquest Mortgage Securities, Inc. Asset-Backed Pass-Through Certificates		
2.121% due 03/25/2033	94	91
BlueMountain CLO Ltd.		
6.472% due 04/13/2027	1,000	981
CIFC Funding Ltd.		
0.000% due 05/24/2026 (e)	4,100	3,018
0.000% due 07/22/2026	3,000	1,844
Citigroup Mortgage Loan Trust, Inc.		
0.931% due 12/25/2036	7,584	4,712
1.171% due 11/25/2046	8,862	7,612
Cork Street CLO Designated Activity Co.		
0.000% due 11/27/2028 (e)	EUR 2,667	2,438
3.600% due 11/27/2028	1,197	1,296
4.500% due 11/27/2028	1,047	1,135
6.200% due 11/27/2028	1,296	1,409
Countrywide Asset-Backed Certificates		
0.941% due 03/25/2037	\$ 4,990	4,655
0.971% due 06/25/2047	19,738	15,209
1.081% due 09/25/2037 ^	19,068	9,450
3.246% due 08/25/2033	307	249
Credit-Based Asset Servicing and Securitization LLC		
4.010% due 12/25/2035 ^	127	125
First Franklin Mortgage Loan Trust		
0.931% due 10/25/2036	5,785	4,181
Fremont Home Loan Trust		
0.921% due 01/25/2037	7,591	4,034
Glacier Funding CDO Ltd.		

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1.146% due 08/04/2035		8,819	2,465
Grosvenor Place CLO BV			
0.000% due 04/30/2029	EUR	750	667
IndyMac Home Equity Mortgage Loan Asset-Backed Trust			
0.931% due 07/25/2037	\$	3,760	2,339
JPMorgan Mortgage Acquisition Trust			
5.830% due 07/25/2036 ^		150	83
Lehman XS Trust			
6.290% due 06/24/2046		4,421	4,079
Long Beach Mortgage Loan Trust			
1.071% due 01/25/2036		8,000	5,698
Merrill Lynch Mortgage Investors Trust			
4.063% due 03/25/2037		7,779	2,588
Morgan Stanley ABS Capital, Inc. Trust			
0.921% due 10/25/2036		8,438	5,286
Morgan Stanley Mortgage Loan Trust			
6.250% due 07/25/2047 ^		1,563	1,116
Park Place Securities, Inc. Asset-Backed Pass-Through Certificates			
1.421% due 07/25/2035		6,000	3,621
		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Renaissance Home Equity Loan Trust			
5.612% due 04/25/2037	\$	11,774	\$ 5,579
7.238% due 09/25/2037 ^		9,813	5,921
Residential Asset Securities Corp. Trust			
1.336% due 08/25/2034		11,526	9,287
Securitized Asset-Backed Receivables LLC Trust			
1.051% due 03/25/2036		12,150	6,197
SLM Student Loan Trust			
0.000% due 01/25/2042 (e)		7	6,980
0.000% due 10/28/2029 (e)		8	7,453
Sound Point CLO Ltd.			
5.891% due 01/23/2027		1,000	935
South Coast Funding Ltd.			
1.482% due 08/10/2038		20,837	4,303
Taberna Preferred Funding Ltd.			
1.158% due 08/05/2036		807	581
1.158% due 08/05/2036 ^		15,628	11,252
1.241% due 12/05/2036		495	356
1.281% due 02/05/2036		9,451	7,277
Tropic CDO Ltd.			
1.923% due 04/15/2034		25,000	16,000
Total Asset-Backed Securities (Cost \$179,517)			177,096
SOVEREIGN ISSUES 2.1%			
Argentine Government International Bond			
2.260% due 12/31/2038	EUR	300	191
3.875% due 01/15/2022		300	315
5.000% due 01/15/2027		1,200	1,185
5.625% due 01/26/2022	\$	240	241
6.875% due 01/26/2027		420	416
7.820% due 12/31/2033	EUR	5,023	5,530
Autonomous Community of Catalonia			
4.900% due 09/15/2021		2,650	3,026
Republic of Greece Government International Bond			
3.800% due 08/08/2017	JPY	695,000	5,956
4.750% due 04/17/2019	EUR	600	598
Saudi Government International Bond			
3.250% due 10/26/2026	\$	400	382
4.500% due 10/26/2046		2,600	2,549
Total Sovereign Issues (Cost \$19,986)			20,389

SHARES

COMMON STOCKS 0.1%

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FINANCIALS 0.1%

TIG FinCo PLC (h)	794,831	740
Total Common Stocks (Cost \$1,179)		740

PREFERRED SECURITIES 0.8%

BANKING & FINANCE 0.8%

Farm Credit Bank of Texas		
10.000% due 12/15/2020 (g)	6,945	8,351
Morgan Stanley		
5.850% due 04/15/2027 (g)	2,950	74
Total Preferred Securities (Cost \$7,873)		8,425

SHORT-TERM INSTRUMENTS 9.0%

REPURCHASE AGREEMENTS (i) 1.2%

		11,582
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SHORT-TERM NOTES 0.3%

Federal Home Loan Bank		
0.492% due 02/13/2017 (f)	\$ 3,000	3,000

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Opportunity Fund (Cont.)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
U.S. TREASURY BILLS 7.5%		
0.468% due 02/02/2017 - 03/16/2017 (d)(e)(l)(n)	\$ 74,573	\$ 74,544
Total Short-Term Instruments (Cost \$89,127)		89,126
Total Investments in Securities (Cost \$1,310,901)		1,326,021
Total Investments 133.8% (Cost \$1,310,901)		\$ 1,326,021
Financial Derivative Instruments (k)(m) (4.4)% (Cost or Premiums, net \$(57,609))		(43,115)
Preferred Shares (24.0)%		(237,950)
Other Assets and Liabilities, net (5.4)%		(53,775)
Net Assets Applicable to Common Shareholders 100.0%		\$ 991,181

NOTES TO SCHEDULE OF INVESTMENTS (AMOUNTS IN THOUSANDS*):

- * A zero balance may reflect actual amounts rounding to less than one thousand.
- ^ Security is in default.
- (a) Interest only security.
- (b) When-issued security.
- (c) Payment in-kind security.
- (d) Coupon represents a weighted average yield to maturity.
- (e) Zero coupon security.
- (f) Coupon represents a yield to maturity.
- (g) Perpetual maturity; date shown, if applicable, represents next contractual call date.

(h) RESTRICTED SECURITIES:

Issuer Description	Acquisition Date	Cost	Market Value	Market Value as Percentage of Net Assets
TIG FinCo PLC	04/02/2015	\$ 1,179	\$ 740	0.07%

BORROWINGS AND OTHER FINANCING TRANSACTIONS

(i) REPURCHASE AGREEMENTS:

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Counterparty	Lending Rate	Settlement Date	Maturity Date	Principal Amount	Collateralized By	Collateral (Received)	Repurchase Agreements, at Value	Repurchase Agreement Proceeds to be Received ⁽¹⁾
JPS	0.620%	01/31/2017	02/01/2017	\$ 3,800	U.S. Treasury Bonds 3.125% due 08/15/2044	\$ (3,881)	\$ 3,800	\$ 3,800
	0.690	01/31/2017	02/01/2017	5,200	Ginnie Mae 3.000% due 01/20/2047	(5,393)	5,200	5,200
SSB	0.010	01/31/2017	02/01/2017	2,582	U.S. Treasury Bonds 1.000% due 08/15/2044 ⁽²⁾	(2,636)	2,582	2,582
Total Repurchase Agreements						\$ (11,910)	\$ 11,582	\$ 11,582

(1) Includes accrued interest.

(2) Collateral is held in custody by the counterparty.

REVERSE REPURCHASE AGREEMENTS:

Counterparty	Borrowing Rate ⁽³⁾	Settlement Date	Maturity Date	Amount Borrowed ⁽³⁾	Payable for Reverse Repurchase Agreements
BCY	0.000%	12/16/2016	12/16/2017	\$ (1,912)	\$ (1,912)
BPS	1.740	12/01/2016	03/02/2017	(2,030)	(2,036)
	1.780	12/08/2016	03/08/2017	(9,254)	(9,279)
	1.890	01/31/2017	05/01/2017	(1,375)	(1,375)

24 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2017 (Unaudited)

Counterparty	Borrowing Rate ⁽³⁾	Settlement Date	Maturity Date	Amount Borrowed ⁽³⁾	Payable for Reverse Repurchase Agreements
MSC	1.520%	01/19/2017	04/19/2017	\$ (8,988)	\$ (8,993)
RDR	1.330	11/28/2016	02/28/2017	(3,384)	(3,392)
	1.170	01/17/2017	02/13/2017	(5,112)	(5,115)
	1.350	01/20/2017	04/07/2017	(4,803)	(4,805)
SOG	1.650	12/01/2016	02/27/2017	(16,662)	(16,709)
	1.600	01/27/2017	04/26/2017	(6,077)	(6,078)
UBS	1.700	11/02/2016	02/02/2017	(7,358)	(7,390)
	1.100	11/18/2016	02/20/2017	GBP (1,805)	(2,276)
	1.220	11/21/2016	02/22/2017	\$ (10,250)	(10,275)
	1.300	11/22/2016	02/22/2017	(13,185)	(13,219)
	1.470	11/25/2016	02/27/2017	(2,540)	(2,547)
	1.520	11/25/2016	02/27/2017	(4,271)	(4,283)
	1.730	11/28/2016	02/28/2017	(4,945)	(4,961)
	1.650	12/15/2016	02/02/2017	(5,122)	(5,133)
	1.650	12/16/2016	02/02/2017	(5,862)	(5,875)
	1.850	12/28/2016	03/14/2017	(7,915)	(7,929)
	1.360	01/06/2017	04/07/2017	(7,578)	(7,585)
	1.780	02/02/2017	05/02/2017	(10,814)	(10,814)
	1.830	02/02/2017	05/02/2017	(7,662)	(7,662)
Total Reverse Repurchase Agreements					\$ (149,643)

⁽³⁾ The average amount of borrowings outstanding during the period ended January 31, 2017 was \$(113,437) at a weighted average interest rate of 1.341%. Average borrowings includes sale-buyback transactions, of which there were none open at period end.

BORROWINGS AND OTHER FINANCING TRANSACTIONS SUMMARY

The following is a summary by counterparty of the market value of Borrowings and Other Financing Transactions and collateral pledged/(received) as of January 31, 2017:

(j) Securities with an aggregate market value of \$170,233 have been pledged as collateral under the terms of the following master agreements as of January 31, 2017.

Counterparty	Repurchase Agreement Proceeds to be Received	Payable for Reverse Repurchase Agreements	Payable for Sale-Buyback Transactions	Total Borrowings and Other Financing Transactions	Collateral Pledged/(Received)	Net Exposure ⁽⁴⁾
Global/Master Repurchase Agreement						
BCY	\$ 0	\$ (1,912)	\$ 0	\$ (1,912)	\$ 2,205	\$ 293
BPS	0	(12,690)	0	(12,690)	15,758	3,068
JPS	9,000	0	0	9,000	(9,138)	(138)
MSC	0	(8,993)	0	(8,993)	9,875	882
RDR	0	(13,312)	0	(13,312)	13,811	499
SOG	0	(22,787)	0	(22,787)	24,682	1,895

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SSB	2,582	0	0	2,582	(2,636)	(54)
UBS	0	(89,949)	0	(89,949)	101,428	11,479
Total Borrowings and Other Financing Transactions	\$ 11,582	\$ (149,643)	\$ 0			

(4) Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from borrowings and other financing transactions can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

CERTAIN TRANSFERS ACCOUNTED FOR AS SECURED BORROWINGS

Remaining Contractual Maturity of the Agreements

	Overnight and Continuous	Up to 30 days	31-90 days	Greater Than 90 days	Total
Reverse Repurchase Agreements					
Corporate Bonds & Notes	\$ 0	\$ (83,211)	\$ (46,044)	\$ (1,912)	\$ (131,167)
Total Borrowings	\$ 0	\$ (83,211)	\$ (46,044)	\$ (1,912)	\$ (131,167)
Gross amount of recognized liabilities for reverse repurchase agreements⁽⁵⁾					\$ (131,167)

(5) Unsettled reverse repurchase agreements liability of \$(18,476) is outstanding at period end.

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Opportunity Fund (Cont.)**(k) FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED****SWAP AGREEMENTS:****CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION⁽¹⁾**

Reference Entity	Fixed Receive Rate	Maturity Date	Implied	Notional Amount ⁽³⁾	Market Value ⁽⁴⁾	Unrealized Appreciation	Variation Margin	
			Credit Spread at January 31, 2017 ⁽²⁾				Asset	Liability
Navient Corp.	5.000%	12/20/2021	4.278%	\$ 15,900	\$ 579	\$ 609	\$ 66	\$ 0

CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION⁽¹⁾

Index/Tranches	Fixed Receive Rate	Maturity Date	Notional Amount ⁽³⁾	Market Value ⁽⁴⁾	Unrealized Appreciation	Variation Margin	
						Asset	Liability
CDX.HY-26 5-Year Index	5.000%	06/20/2021	\$ 2,772	\$ 217	\$ 90	\$ 0	\$ 0
CDX.HY-27 5-Year Index	5.000	12/20/2021	27,423	1,876	672	0	(68)
CDX.IG-27 5-Year Index	1.000	12/20/2021	25,800	428	109	0	(11)
				\$ 2,521	\$ 871	\$ 0	\$ (79)

⁽¹⁾ If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash, securities or other deliverable obligations equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

⁽²⁾ Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate or sovereign issues as of period end serve as indicators of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

⁽³⁾ The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.

⁽⁴⁾ The prices and resulting values for credit default swap agreements on credit indices serve as indicators of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement be closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced indices' credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

INTEREST RATE SWAPS

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Pay/Receive	Floating Rate Index	Fixed Rate	Maturity Date	Notional Amount	Market Value	Unrealized Appreciation/ (Depreciation)	Variation Margin		
							Asset	Liability	
Pay	1-Year BRL-CDI	11.250%	01/04/2021	BRL 105,000	\$ (503)	\$ 777	\$ 0	\$ (5)	
Pay	1-Year BRL-CDI	11.500	01/04/2021	22,400	(28)	195	0	(1)	
Pay	3-Month USD-LIBOR	2.750	06/17/2025	\$ 145,380	5,433	(3,760)	381	0	
Pay	3-Month USD-LIBOR	2.250	06/15/2026	44,400	(335)	(2,434)	130	0	
Pay	3-Month USD-LIBOR	3.500	06/19/2044	305,100	52,417	62,370	2,213	0	
Receive	3-Month USD-LIBOR	2.500	06/15/2046	469,700	12,475	74,457	0	(3,166)	
Pay	6-Month AUD-BBR-BBSW	3.500	06/17/2025	AUD 13,400	517	185	38	0	
						\$ 69,976	\$ 131,790	\$ 2,762	\$ (3,172)
Total Swap Agreements						\$ 73,076	\$ 133,270	\$ 2,828	\$ (3,251)

FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED SUMMARY

The following is a summary of the market value and variation margin of Exchange-Traded or Centrally Cleared Financial Derivative Instruments as of January 31, 2017:

- (l) Securities with an aggregate market value of \$26,399 and cash of \$93,445 have been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of January 31, 2017. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

	Financial Derivative Assets				Financial Derivative Liabilities				
	Variation Margin				Variation Margin				
	Market Value		Asset		Market Value		Liability		
	Purchased	Options	Futures	Swap	Written	Options	Futures	Swap	
Total Exchange-Traded or Centrally Cleared	\$ 0	\$ 0	\$ 2,828	\$ 2,828	\$ 0	\$ 0	\$ (3,251)	\$ (3,251)	

January 31, 2017 (Unaudited)

(m) FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER**FORWARD FOREIGN CURRENCY CONTRACTS:**

Counterparty	Settlement Month	Currency to be Delivered	Currency to be Received	Unrealized Appreciation/ (Depreciation)	
				Asset	Liability
BOA	02/2017	BRL 1,644	\$ 526	\$ 4	\$ 0
	02/2017	EUR 36,379	37,887	0	(1,384)
BPS	02/2017	\$ 496	BRL 1,645	26	0
	02/2017	EUR 93	\$ 100	0	(1)
CBK	02/2017	GBP 163	198	0	(7)
	02/2017	EUR 1,447	1,556	0	(6)
	02/2017	\$ 8,604	EUR 8,093	133	0
	02/2017	9,693	GBP 7,725	25	0
	02/2017	6,165	JPY 704,349	73	0
	03/2017	EUR 293	\$ 314	0	(3)
	03/2017	GBP 7,725	9,698	0	(25)
	03/2017	JPY 704,349	6,171	0	(72)
	02/2017	GBP 80	99	0	(2)
FBF	02/2017	BRL 629	198	0	(2)
GLM	02/2017	EUR 1,707	1,826	0	(17)
	02/2017	GBP 1,333	1,633	0	(44)
	02/2017	\$ 201	BRL 629	0	(1)
	03/2017	GBP 878	\$ 1,092	0	(13)
IND	02/2017	42,372	51,910	0	(1,394)
JPM	02/2017	AUD 946	689	0	(28)
	02/2017	BRL 640	198	0	(5)
	02/2017	GBP 379	475	0	(2)
	02/2017	JPY 704,349	5,999	0	(239)
	02/2017	\$ 205	BRL 640	0	(2)
	02/2017	34,444	EUR 32,206	322	0
	03/2017	EUR 32,206	\$ 34,484	0	(318)
	02/2017	GBP 323	393	0	(13)
SCX	02/2017	EUR 2,287	2,451	0	(17)
SOG	02/2017	GBP 1,354	1,703	0	0
	02/2017	401	494	0	(10)
TOR	02/2017	EUR 93	98	0	(2)
	02/2017	GBP 78	95	0	(3)
UAG	02/2017	\$ 48,587	GBP 38,758	170	0
	03/2017	GBP 38,758	\$ 48,613	0	(168)
Total Forward Foreign Currency Contracts				\$ 753	\$ (3,778)

SWAP AGREEMENTS:**CREDIT DEFAULT SWAPS ON CORPORATE AND SOVEREIGN ISSUES - SELL PROTECTION⁽¹⁾**

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Counterparty	Reference Entity	Fixed Receive Rate	Maturity Date	Implied Credit Spread at January 31, 2017 ⁽²⁾	Notional Amount ⁽³⁾	Premiums (Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value	Asset	Liability
BPS	Banco Espirito Santo S.A.	5.000%	09/20/2020	17.421%	EUR 3,000	\$ (115)	\$ (716)	\$ 0	\$ (831)	
	Petrobras Global Finance BV	1.000	12/20/2024	4.214	\$ 1,800	(352)	(6)	0	(358)	
BRC	Springleaf Finance Corp.	5.000	12/20/2021	4.423	2,700	(40)	121	81	0	
DUB	Petroleos Mexicanos	1.000	12/20/2021	3.026	100	(9)	0	0	(9)	
GST	Petrobras Global Finance BV	1.000	09/20/2020	2.864	20	(3)	2	0	(1)	
	Petrobras Global Finance BV	1.000	12/20/2024	4.214	2,400	(476)	(2)	0	(478)	
HUS	Petrobras Global Finance BV	1.000	12/20/2019	2.314	500	(41)	23	0	(18)	
	Petrobras Global Finance BV	1.000	09/20/2020	2.864	60	(8)	4	0	(4)	
	Petrobras Global Finance BV	1.000	12/20/2024	4.214	3,000	(623)	25	0	(598)	
JPM	Banco Espirito Santo S.A.	5.000	09/20/2020	17.421	EUR 5,000	(207)	(1,179)	0	(1,386)	
	Russia Government International Bond	1.000	06/20/2019	0.86	\$ 28,600	(1,957)	2,085	128	0	
	Russia Government International Bond	1.000	12/20/2020	1.422	1,300	(149)	130	0	(19)	
MYC	Banco Espirito Santo S.A.	5.000	09/20/2020	17.421	EUR 3,000	(28)	(803)	0	(831)	
	Petrobras Global Finance BV	1.000	12/20/2019	2.314	\$ 14,500	(1,342)	832	0	(510)	
						\$ (5,350)	\$ 516	\$ 209	\$ (5,043)	

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Opportunity Fund (Cont.)

CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION⁽¹⁾

Counterparty	Index/Tranches	Fixed Receive Rate	Maturity Date	Notional Amount ⁽³⁾	Premiums (Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value ⁽⁴⁾	Asset	Liability
BOA	ABX.HE.AAA.6-2 Index	0.110%	05/25/2046	\$ 63,515	\$ (12,415)	\$ 4,324	\$ 0	\$ (8,091)	
BRC	ABX.HE.AAA.6-2 Index	0.110	05/25/2046	79,116	(16,147)	6,068	0	(10,079)	
DUB	CMBX.NA.BBB-.6 Index	3.000	05/11/2063	2,900	(159)	(20)	0	(179)	
	CMBX.NA.BBB-.8 Index	3.000	10/17/2057	4,400	(507)	(33)	0	(540)	
	CMBX.NA.BBB-.9 Index	3.000	09/17/2058	2,600	(325)	51	0	(274)	
GST	ABX.HE.AAA.6-2 Index	0.110	05/25/2046	5,558	(1,142)	427	0	(715)	
	CMBX.NA.BB.6 Index	5.000	05/11/2063	2,900	(392)	4	0	(388)	
	CMBX.NA.BBB-.6 Index	3.000	05/11/2063	6,500	(358)	(42)	0	(400)	
	CMBX.NA.BBB-.7 Index	3.000	01/17/2047	1,100	(56)	(1)	0	(57)	
	CMBX.NA.BBB-.9 Index	3.000	09/17/2058	6,400	(797)	121	0	(676)	
MEI	ABX.HE.AAA.6-2 Index	0.110	05/25/2046	76,576	(15,080)	5,325	0	(9,755)	
MYC	ABX.HE.AAA.6-2 Index	0.110	05/25/2046	19,849	(3,785)	1,214	0	(2,571)	
	CMBX.NA.BBB-.6 Index	3.000	05/11/2063	9,500	(548)	(37)	0	(585)	
	CMBX.NA.BBB-.7 Index	3.000	01/17/2047	2,200	(97)	(17)	0	(114)	
	CMBX.NA.BBB-.8 Index	3.000	10/17/2057	1,100	(127)	(8)	0	(135)	
	CMBX.NA.BBB-.9 Index	3.000	09/17/2058	2,600	(324)	50	0	(274)	
					\$ (52,259)	\$ 17,426	\$ 0	\$ (34,833)	
Total Swap Agreements					\$ (57,609)	\$ 17,942	\$ 209	\$ (39,876)	

- (1) If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash, securities or other deliverable obligations equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.
- (2) Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate or sovereign issues as of period end serve as indicators of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.
- (3) The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.
- (4) The prices and resulting values for credit default swap agreements on credit indices serve as indicators of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement be closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced indices' credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER SUMMARY

The following is a summary by counterparty of the market value of OTC financial derivative instruments and collateral pledged/(received) as of January 31, 2017:

(n)

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Securities with an aggregate market value of \$41,283 have been pledged as collateral for financial derivative instruments as governed by International Swaps and Derivatives Association, Inc. master agreements as of January 31, 2017.

Counterparty	Financial Derivative Assets				Financial Derivative Liabilities				Net Market Value of Derivatives	Collateral Pledged/ (Received)	Net Exposure ⁽⁵⁾
	Forward Foreign Contracts	Purchased Options	Swap Agreements	Total Over the Counter	Forward Foreign Contracts	Written Options	Swap Agreements	Total Over the Counter			
BOA	\$ 30	\$ 0	\$ 0	\$ 30	\$ (1,384)	\$ 0	\$ (8,091)	\$ (9,475)	\$ (9,445)	\$ 9,160	\$ (285)
BPS	0	0	0	0	(8)	0	(1,189)	(1,197)	(1,197)	1,258	61
BRC	0	0	81	81	0	0	(10,079)	(10,079)	(9,998)	10,276	278
CBK	231	0	0	231	(106)	0	0	(106)	125	0	125
DUB	0	0	0	0	0	0	(1,002)	(1,002)	(1,002)	3	(999)
FBF	0	0	0	0	(2)	0	0	(2)	(2)	0	(2)
GLM	0	0	0	0	(77)	0	0	(77)	(77)	0	(77)
GST	0	0	0	0	0	0	(2,715)	(2,715)	(2,715)	2,498	(217)
HUS	0	0	0	0	0	0	(620)	(620)	(620)	750	130
IND	0	0	0	0	(1,394)	0	0	(1,394)	(1,394)	1,132	(262)
JPM	322	0	128	450	(594)	0	(1,405)	(1,999)	(1,549)	1,447	(102)
MEI	0	0	0	0	0	0	(9,755)	(9,755)	(9,755)	9,835	80
MSB	0	0	0	0	(13)	0	0	(13)	(13)	0	(13)
MYC	0	0	0	0	0	0	(5,020)	(5,020)	(5,020)	4,426	(594)
SCX	0	0	0	0	(17)	0	0	(17)	(17)	0	(17)
SOG	0	0	0	0	(10)	0	0	(10)	(10)	0	(10)

28 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2017 (Unaudited)

Counterparty	Financial Derivative Assets				Financial Derivative Liabilities				Net		
	Forward Foreign Currency Contracts	Purchased Options	Swap Agreements	Total Over the Counter	Forward Foreign Currency Contracts	Written Options	Swap Agreements	Total Over the Counter	Market Value of Derivatives	Collateral (Received)	Net Exposure ⁽⁵⁾
TOR	\$ 0	\$ 0	\$ 0	\$ 0	\$ (5)	\$ 0	\$ 0	\$ (5)	\$ (5)	\$ 0	\$ (5)
UAG	170	0	0	170	(168)	0	0	(168)	2	0	2
Total Over the Counter	\$ 753	\$ 0	\$ 209	\$ 962	\$ (3,778)	\$ 0	\$ (39,876)	\$ (43,654)			

⁽⁵⁾ Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from OTC financial derivative instruments can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

FAIR VALUE OF FINANCIAL DERIVATIVE INSTRUMENTS

The following is a summary of the fair valuation of the Fund's derivative instruments categorized by risk exposure. See Note 7, Principal Risks, in the Notes to Financial Statements on risks of the Fund.

Fair Values of Financial Derivative Instruments on the Statements of Assets and Liabilities as of January 31, 2017:

	Derivatives not accounted for as hedging instruments						Total
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts		
Financial Derivative Instruments - Assets							
Exchange-traded or centrally cleared							
Swap Agreements	\$ 0	\$ 66	\$ 0	\$ 0	\$ 2,762	\$ 2,828	
Over the counter							
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 753	\$ 0	\$ 753	
Swap Agreements	0	209	0	0	0	209	
	\$ 0	\$ 209	\$ 0	\$ 753	\$ 0	\$ 962	
	\$ 0	\$ 275	\$ 0	\$ 753	\$ 2,762	\$ 3,790	
Financial Derivative Instruments - Liabilities							
Exchange-traded or centrally cleared							
Swap Agreements	\$ 0	\$ 79	\$ 0	\$ 0	\$ 3,172	\$ 3,251	
Over the counter							
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 3,778	\$ 0	\$ 3,778	
Swap Agreements	0	39,876	0	0	0	39,876	

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\$ 0	\$ 39,876	\$ 0	\$ 3,778	\$ 0	\$ 43,654
\$ 0	\$ 39,955	\$ 0	\$ 3,778	\$ 3,172	\$ 46,905

The effect of Financial Derivative Instruments on the Statements of Operations for the period ended January 31, 2017:

	Derivatives not accounted for as hedging instruments					
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts	Total
Net Realized Gain (Loss) on Financial Derivative Instruments						
Exchange-traded or centrally cleared						
Swap Agreements	\$ 0	\$ 2,339	\$ 0	\$ 0	\$ 16,782	\$ 19,121
Over the counter						
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 12,404	\$ 0	\$ 12,404
Swap Agreements	0	2,504	0	0	(2,461)	43
	\$ 0	\$ 2,504	\$ 0	\$ 12,404	\$ (2,461)	\$ 12,447
	\$ 0	\$ 4,843	\$ 0	\$ 12,404	\$ 14,321	\$ 31,568
Net Change in Unrealized Appreciation (Depreciation) on Financial Derivative Instruments						
Exchange-traded or centrally cleared						
Swap Agreements	\$ 0	\$ 603	\$ 0	\$ 0	\$ (1,560)	\$ (957)
Over the counter						
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ (3,136)	\$ 0	\$ (3,136)
Swap Agreements	0	14,673	0	0	2,311	16,984
	\$ 0	\$ 14,673	\$ 0	\$ (3,136)	\$ 2,311	\$ 13,848
	\$ 0	\$ 15,276	\$ 0	\$ (3,136)	\$ 751	\$ 12,891

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Opportunity Fund (Cont.)**FAIR VALUE MEASUREMENTS**

The following is a summary of the fair valuations according to the inputs used as of January 31, 2017 in valuing the Fund's assets and liabilities:

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 01/31/2017
Investments in Securities, at Value				
Bank Loan Obligations	\$ 2,800	\$ 27,907	\$ 11,878	\$ 42,585
Corporate Bonds & Notes				
Banking & Finance	0	236,279	9,895	246,174
Industrials	0	276,574	10,842	287,416
Utilities	0	59,825	0	59,825
Convertible Bonds & Notes				
Industrials	0	6,921	0	6,921
Municipal Bonds & Notes				
California	0	37,647	0	37,647
Illinois	0	24,433	0	24,433
Virginia	0	1,128	0	1,128
West Virginia	0	9,521	0	9,521
U.S. Government Agencies	0	23,512	8,274	31,786
Non-Agency Mortgage-Backed Securities	0	282,809	0	282,809
Asset-Backed Securities	0	162,663	14,433	177,096
Sovereign Issues	0	20,389	0	20,389
Common Stocks				
Financials	0	0	740	740
Preferred Securities				
Banking & Finance	0	8,425	0	8,425
Short-Term Instruments				
Repurchase Agreements	0	11,582	0	11,582
Short-Term Notes	0	3,000	0	3,000
U.S. Treasury Bills	0	74,544	0	74,544
Total Investments	\$ 2,800	\$ 1,267,159	\$ 56,062	\$ 1,326,021

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 01/31/2017
Financial Derivative Instruments - Assets				
Exchange-traded or centrally cleared	\$ 0	\$ 2,828	\$ 0	\$ 2,828
Over the counter	0	962	0	962
	\$ 0	\$ 3,790	\$ 0	\$ 3,790
Financial Derivative Instruments - Liabilities				
Exchange-traded or centrally cleared	0	(3,251)	0	(3,251)
Over the counter	0	(43,654)	0	(43,654)
	\$ 0	\$ (46,905)	\$ 0	\$ (46,905)
Total Financial Derivative Instruments	\$ 0	\$ (43,115)	\$ 0	\$ (43,115)

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Totals \$ 2,800 \$ 1,224,044 \$ 56,062 \$ 1,282,906

There were no significant transfers among Levels 1 and 2 during the period ended January 31, 2017.

The following is a reconciliation of the fair valuations using significant unobservable inputs (Level 3) for the Fund during the period ended January 31, 2017:

Category and Subcategory	Beginning Balance at 07/31/2016	Net Purchases	Net Sales	Accrued Discounts/ (Premiums)	Realized Gain/ (Loss)	Net Change in Unrealized Appreciation/Transfers into (Depreciation) ⁽¹⁾	Transfers into Level 3	Transfers out of Level 3	Ending Balance at 01/31/2017	Net Change in Unrealized Appreciation/ (Depreciation) on Investments Held at 01/31/2017 ⁽¹⁾
Investments in Securities, at Value										
Bank Loan Obligations	\$ 5,670	\$ 4,752	\$ (51)	\$ 123	\$ 4	\$ 1,380	\$ 0	\$ 0	\$ 11,878	\$ 1,506
Corporate Bonds & Notes										
Banking & Finance	10,421	0	(142)	3	1	(388)	0	0	9,895	(365)
Industrials	10,850	0	0	7	0	(15)	0	0	10,842	(15)
U.S. Government										
Agencies	7,929	0	(71)	32	29	355	0	0	8,274	350
Asset-Backed Securities	17,050	0	0	0	0	(2,617)	0	0	14,433	(2,617)
Common Stocks										
Financials	505	0	0	0	0	235	0	0	740	235
Totals	\$ 52,425	\$ 4,752	\$ (264)	\$ 165	\$ 34	\$ (1,050)	\$ 0	\$ 0	\$ 56,062	\$ (906)

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See Accompanying Notes

January 31, 2017 (Unaudited)

The following is a summary of significant unobservable inputs used in the fair valuations of assets and liabilities categorized within Level 3 of the fair value hierarchy:

Category and Subcategory	Ending Balance at 01/31/2017	Valuation Technique	Unobservable Inputs	Input Value(s) (% Unless Noted Otherwise)
Investments in Securities, at Value				
Bank Loan Obligations	\$ 11,878	Third Party Vendor	Broker Quote	89.750-101.000
Corporate Bonds & Notes				
Banking & Finance	9,895	Proxy Pricing	Base Price	110.500
Industrials	10,842	Proxy Pricing	Base Price	99.500
U.S. Government Agencies	8,274	Proxy Pricing	Base Price	56.094
Asset-Backed Securities	14,433	Proxy Pricing	Base Price	89,450-99,920
Common Stocks				
Financials	740	Other Valuation Techniques ⁽²⁾		
Total	\$ 56,062			

⁽¹⁾ Any difference between Net Change in Unrealized Appreciation/(Depreciation) and Net Change in Unrealized Appreciation/(Depreciation) on Investments Held at January 31, 2017 may be due to an investment no longer held or categorized as Level 3 at period end.

⁽²⁾ Includes valuation techniques not defined in the Notes to Financial Statements as securities valued using such techniques are not considered significant to the Fund.

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Strategy Fund

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 123.7%		
BANK LOAN OBLIGATIONS 2.7%		
Avolon		
TBD% due 07/20/2020	\$ 50	\$ 51
Avolon Holdings Ltd.		
TBD% due 01/13/2022	350	355
BMC Software Finance, Inc.		
TBD% due 09/10/2020	500	499
iHeartCommunications, Inc.		
7.528% due 01/30/2019	5,800	4,876
Sequa Corp.		
5.250% due 06/19/2017	6,074	5,826
Sprint Communications, Inc.		
TBD% due 01/13/2024	1,600	1,600
Team Health Holdings, Inc.		
TBD% due 01/17/2024	300	300
Westmoreland Coal Co.		
7.500% due 12/16/2020	2,095	1,880
Total Bank Loan Obligations (Cost \$15,973)		15,387
CORPORATE BONDS & NOTES 58.9%		
BANKING & FINANCE 28.2%		
AGFC Capital Trust		
2.772% due 01/15/2067	2,300	1,265
Ally Financial, Inc.		
8.000% due 11/01/2031 (k)	6,486	7,735
Banco Bilbao Vizcaya Argentaria S.A.		
6.750% due 02/18/2020 (h)	EUR 600	619
Banco do Brasil S.A.		
6.250% due 04/15/2024 (h)	\$ 4,460	3,590
9.000% due 06/18/2024 (h)	3,827	3,884
Banco Espirito Santo S.A.		
2.625% due 05/08/2017 ^	EUR 1,100	380
4.000% due 01/21/2019 ^	4,300	1,485
4.750% due 01/15/2018 ^	5,100	1,762
Banco Santander S.A.		
6.250% due 09/11/2021 (h)	1,300	1,348
Barclays PLC		
6.500% due 09/15/2019 (h)	700	759
8.000% due 12/15/2020 (h)	2,100	2,453
Blackstone CQP Holdco LP		
9.296% due 03/19/2019	\$ 9,620	9,704
BNP Paribas S.A.		
7.375% due 08/19/2025 (h)	4,020	4,075
Cantor Commercial Real Estate Co. LP		
7.750% due 02/15/2018	1,640	1,641
Cantor Fitzgerald LP		
6.500% due 06/17/2022 (k)	8,000	8,712
Credit Agricole S.A.		
7.875% due 01/23/2024 (h)(k)	7,530	7,689
Credit Suisse Group AG		
7.500% due 12/11/2023 (h)(k)	7,105	7,537
Deutsche Bank AG		
4.250% due 10/14/2021 (k)	2,000	2,011
EPR Properties		
4.750% due 12/15/2026 (k)	3,100	3,082
Flagstar Bancorp, Inc.		
6.125% due 07/15/2021	3,500	3,737

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GSPA Monetization Trust		
6.422% due 10/09/2029 (k)		5,239
	4,747	
Hexion U.S. Finance Corp.		
10.375% due 02/01/2022 (c)		72
13.750% due 02/01/2022 (c)	70	
	56	57
HSBC Holdings PLC		
6.000% due 09/29/2023 (h)	EUR	3,643
	3,193	
Jefferies Finance LLC		
6.875% due 04/15/2022	\$	975
	1,000	
7.375% due 04/01/2020		2,131
	2,100	
7.500% due 04/15/2021		1,460
	1,444	
Jefferies LoanCore LLC		
6.875% due 06/01/2020 (k)		5,947
	6,100	
	PRINCIPAL	MARKET
	AMOUNT	VALUE
	(000S)	(000S)
Lloyds Banking Group PLC		
7.625% due 06/27/2023 (h)	GBP	2,907
	2,166	\$
7.875% due 06/27/2029 (h)		2,033
	1,500	
MPT Operating Partnership LP		
5.250% due 08/01/2026	\$	1,264
	1,283	
Nationwide Building Society		
10.250% due 06/29/2049 (h)	GBP	2,096
	12	
Navient Corp.		
5.500% due 01/15/2019 (k)	\$	7,611
	7,425	
5.625% due 08/01/2033		1,860
	2,339	
Novo Banco S.A.		
5.000% due 04/04/2019	EUR	244
	298	
5.000% due 04/23/2019		417
	508	
5.000% due 05/14/2019		329
	402	
5.000% due 05/21/2019		184
	225	
5.000% due 05/23/2019		183
	224	
Omega Healthcare Investors, Inc.		
4.375% due 08/01/2023 (k)	\$	1,502
	1,500	
OneMain Financial Holdings LLC		
6.750% due 12/15/2019		1,405
	1,349	
PHH Corp.		
6.375% due 08/15/2021		579
	570	
7.375% due 09/01/2019		768
	700	
Rio Oil Finance Trust		
9.250% due 07/06/2024		4,085
	4,137	
9.750% due 01/06/2027		231
	235	
Royal Bank of Scotland Group PLC		
7.500% due 08/10/2020 (h)		3,958
	4,070	
8.000% due 08/10/2025 (h)		6,286
	6,390	
8.625% due 08/15/2021 (h)		1,759
	1,700	
Santander UK Group Holdings PLC		
7.375% due 06/24/2022 (h)	GBP	4,539
	3,520	
Sberbank of Russia Via SB Capital S.A.		
5.717% due 06/16/2021	\$	2,038
	1,900	
6.125% due 02/07/2022		1,636
	1,500	
Spirit Realty LP		
4.450% due 09/15/2026 (k)		1,537
	1,600	
Springleaf Finance Corp.		
5.250% due 12/15/2019		338
	335	
8.250% due 12/15/2020		2,906
	2,700	
Tesco Property Finance PLC		
7.623% due 07/13/2039	GBP	632
	422	
TIG FinCo PLC		
8.500% due 03/02/2020		327
	252	
8.750% due 04/02/2020		12,611
	10,389	
		159,257
INDUSTRIALS 23.3%		
ADT Corp.		
4.875% due 07/15/2032	\$	1,395
	1,722	
Aeropuertos Argentina S.A.		
6.875% due 02/01/2027 (c)		506
	500	

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Altice Financing S.A.			
7.500% due 05/15/2026		1,800	1,905
BCD Acquisition, Inc.			
9.625% due 09/15/2023		780	839
BMC Software Finance, Inc.			
8.125% due 07/15/2021		1,688	1,637
Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)			
9.000% due 10/15/2019 (d)(k)		4,342	4,233
Caesars Entertainment Operating Co., Inc.			
8.500% due 02/15/2020 ^		3,246	3,627
9.000% due 02/15/2020 ^		1,854	2,067
11.250% due 06/01/2017 ^		8,039	8,782
Chesapeake Energy Corp.			
4.272% due 04/15/2019		115	115
Concordia International Corp.			
9.000% due 04/01/2022		355	303
Continental Airlines Pass-Through Trust			
9.798% due 10/01/2022		947	1,052
DriveTime Automotive Group, Inc.			
8.000% due 06/01/2021 (k)		4,100	4,069
		PRINCIPAL	MARKET
		AMOUNT	VALUE
		(000S)	(000S)
Forbes Energy Services Ltd.			
9.000% due 06/15/2019 ^	\$	608	\$ 368
Ford Motor Co.			
7.700% due 05/15/2097 (k)		7,830	9,137
Fresh Market, Inc.			
9.750% due 05/01/2023		5,650	5,043
Harvest Operations Corp.			
2.330% due 04/14/2021		4,332	4,259
HCA, Inc.			
7.500% due 11/15/2095		1,200	1,155
iHeartCommunications, Inc.			
9.000% due 09/15/2022		3,440	2,593
Intelsat Jackson Holdings S.A.			
7.250% due 04/01/2019		2,100	1,815
Intelsat Luxembourg S.A.			
7.750% due 06/01/2021		6,692	2,359
8.125% due 06/01/2023		1,121	378
Intrepid Aviation Group Holdings LLC			
6.875% due 02/15/2019		7,070	6,469
Kinder Morgan Energy Partners LP			
6.375% due 03/01/2041 (k)		400	447
Kinder Morgan, Inc.			
7.800% due 08/01/2031 (k)		3,580	4,493
Kinetic Concepts, Inc.			
9.625% due 10/01/2021		6,800	7,298
Koppers, Inc.			
6.000% due 02/15/2025		15	16
Mallinckrodt International Finance S.A.			
4.750% due 04/15/2023		960	791
5.500% due 04/15/2025		770	667
MDC Partners, Inc.			
6.500% due 05/01/2024		1,200	1,050
N&W Global Vending SpA			
7.000% due 10/15/2023	EUR	880	1,003
Park Aerospace Holdings Ltd.			
5.250% due 08/15/2022 (c)	\$	270	277
5.500% due 02/15/2024 (c)		140	144
Prime Security Services Borrower LLC			
9.250% due 05/15/2023 (k)		2,475	2,688
QVC, Inc.			
5.450% due 08/15/2034		900	824
5.950% due 03/15/2043		1,600	1,463
Radiate Holdco LLC			
6.625% due 02/15/2025 (c)		61	61
Russian Railways via RZD Capital PLC			
7.487% due 03/25/2031	GBP	1,000	1,480
Safeway, Inc.			

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7.250% due 02/01/2031	\$	1,345	1,328
Sequa Corp.			
7.000% due 12/15/2017		7,480	4,114
SFR Group S.A.			
7.375% due 05/01/2026 (k)		5,340	5,500
Silversea Cruise Finance Ltd.			
7.250% due 02/01/2025		21	22
Soho House Bond Ltd.			
9.125% due 10/01/2018	GBP	2,700	3,485
Spanish Broadcasting System, Inc.			
12.500% due 04/15/2017	\$	2,100	2,095
Spirit Issuer PLC			
3.067% due 12/28/2031	GBP	1,000	1,185
6.582% due 12/28/2027		1,400	1,939
Tech Data Corp.			
3.700% due 02/15/2022	\$	30	30
4.950% due 02/15/2027		40	40
Tembec Industries, Inc.			
9.000% due 12/15/2019 (k)		2,200	2,238
Tennessee Merger Sub, Inc.			
6.375% due 02/01/2025 (c)		99	97
Times Square Hotel Trust			
8.528% due 08/01/2026		1,738	2,055
Transocean, Inc.			
9.000% due 07/15/2023		724	774

32 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2017 (Unaudited)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Trinidad Drilling Ltd.		
6.625% due 02/15/2025 (c)	\$ 32	\$ 33
UCP, Inc.		
8.500% due 10/21/2017	6,000	5,968
Unique Pub Finance Co. PLC		
5.659% due 06/30/2027	GBP 3,738	5,034
6.542% due 03/30/2021	1,687	2,296
Virgin Media Secured Finance PLC		
5.000% due 04/15/2027 (c)	600	750
Westmoreland Coal Co.		
8.750% due 01/01/2022	\$ 5,955	5,449
Zayo Group LLC		
5.750% due 01/15/2027	30	31
		131,271
UTILITIES 7.4%		
Gazprom Neft OAO Via GPN Capital S.A.		
4.375% due 09/19/2022 (k)	8,800	8,799
4.375% due 09/19/2022	280	280
6.000% due 11/27/2023 (k)	4,900	5,255
Illinois Power Generating Co.		
6.300% due 04/01/2020 ^	6,400	2,400
7.000% due 04/15/2018 ^	1,900	713
7.950% due 06/01/2032 ^	700	259
Mountain States Telephone & Telegraph Co.		
7.375% due 05/01/2030	8,200	8,620
Odebrecht Drilling Norbe Ltd.		
6.350% due 06/30/2022	286	134
Odebrecht Offshore Drilling Finance Ltd.		
6.625% due 10/01/2023	2,650	921
6.750% due 10/01/2023	2,860	972
Petrobras Global Finance BV		
6.125% due 01/17/2022	175	181
6.250% due 12/14/2026	GBP 4,800	5,822
6.625% due 01/16/2034	100	114
6.750% due 01/27/2041	\$ 2,300	2,059
7.375% due 01/17/2027	220	230
Sprint Capital Corp.		
6.900% due 05/01/2019	1,100	1,177
Terraform Global Operating LLC		
9.750% due 08/15/2022	2,760	3,057
TerraForm Power Operating LLC		
6.375% due 02/01/2023	625	645
		41,638
Total Corporate Bonds & Notes (Cost \$336,125)		332,166
CONVERTIBLE BONDS & NOTES 0.7%		
INDUSTRIALS 0.7%		
DISH Network Corp.		
3.375% due 08/15/2026	3,400	3,989
Total Convertible Bonds & Notes (Cost \$3,400)		3,989

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MUNICIPAL BONDS & NOTES 4.3%

CALIFORNIA 0.9%

Riverside County, California Redevelopment Successor Agency Tax Allocation Bonds, Series 2010		
7.750% due 10/01/2037	1,220	1,302
Stockton Public Financing Authority, California Revenue Bonds, (BABs), Series 2009		
7.942% due 10/01/2038	3,400	3,741
		5,043

ILLINOIS 2.3%

Chicago, Illinois General Obligation Bonds, (BABs), Series 2010		
7.517% due 01/01/2040	12,700	12,984
	PRINCIPAL	MARKET
	AMOUNT	VALUE
	(000S)	(000S)
Chicago, Illinois General Obligation Bonds, Series 2017		
7.045% due 01/01/2029 (c)	\$ 110	\$ 112
		13,096

VIRGINIA 0.1%

Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007		
6.706% due 06/01/2046	785	632

WEST VIRGINIA 1.0%

Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007		
7.467% due 06/01/2047	5,995	5,330

Total Municipal Bonds & Notes (Cost \$23,392)		24,101
--	--	---------------

U.S. GOVERNMENT AGENCIES 4.1%

Fannie Mae		
3.000% due 02/25/2043 (a)	62,311	13,058
5.021% due 01/25/2029	400	424
Freddie Mac		
2.563% due 11/25/2055	8,292	4,664
8.321% due 12/25/2027	3,298	3,690
11.521% due 03/25/2025	741	906
Total U.S. Government Agencies (Cost \$20,652)		22,742

NON-AGENCY MORTGAGE-BACKED SECURITIES 28.1%

Banc of America Alternative Loan Trust		
5.500% due 10/25/2035 ^	5,133	4,553
6.000% due 01/25/2036 ^	142	121
Banc of America Funding Trust		
6.000% due 07/25/2037 ^	384	301
Banc of America Mortgage Trust		
3.117% due 03/25/2035	125	113
5.500% due 11/25/2035 ^	2,295	2,247
6.000% due 03/25/2037 ^	487	444
6.500% due 09/25/2033	215	212
BCAP LLC Trust		
3.068% due 03/27/2036	2,229	1,202
3.259% due 08/28/2037	6,643	5,230
5.078% due 03/26/2037	1,156	351
8.419% due 07/26/2036	1,687	1,664
Bear Stearns ALT-A Trust		
1.271% due 01/25/2036 ^	1,695	1,518
3.083% due 11/25/2035 ^	7,805	7,102
3.104% due 09/25/2047 ^	7,633	5,450
3.110% due 11/25/2036 ^	4,963	4,065
3.201% due 08/25/2036 ^	1,196	885
3.477% due 09/25/2035 ^	825	681
Bear Stearns Commercial Mortgage Securities Trust		
5.714% due 04/12/2038	210	162

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Bear Stearns Mortgage Funding Trust		
7.500% due 08/25/2036	1,495	1,435
Chase Mortgage Finance Trust		
3.189% due 12/25/2035 ^	14	14
6.000% due 07/25/2037 ^	1,014	842
Chase Mortgage Trust		
3.750% due 12/25/2045	539	504
Citigroup Mortgage Loan Trust, Inc.		
3.174% due 04/25/2037 ^	323	264
4.593% due 09/25/2037 ^	3,398	2,773
Citigroup/Deutsche Bank Commercial Mortgage Trust		
5.398% due 12/11/2049	227	205
Commercial Mortgage Loan Trust		
6.096% due 12/10/2049	1,973	1,251
Countrywide Alternative Loan Resecuritization Trust		
6.000% due 08/25/2037 ^	1,411	1,101
Countrywide Alternative Loan Trust		
5.500% due 03/25/2035	393	311
5.500% due 03/25/2036 ^	200	156
5.750% due 01/25/2035	485	489
5.750% due 02/25/2035	535	519
	PRINCIPAL	MARKET
	AMOUNT	VALUE
	(000S)	(000S)
5.750% due 03/25/2037 ^	\$ 979	\$ 847
6.000% due 02/25/2035	1,262	1,289
6.000% due 04/25/2036	1,347	994
6.000% due 02/25/2037 ^	7,057	4,882
6.000% due 04/25/2037 ^	1,565	1,111
6.000% due 07/25/2037 ^	383	370
6.250% due 12/25/2036 ^	1,880	1,389
6.500% due 08/25/2036 ^	633	428
Countrywide Home Loan Mortgage Pass-Through Trust		
3.019% due 09/20/2036 ^	387	311
6.000% due 07/25/2037	2,329	1,881
Credit Suisse Commercial Mortgage Trust		
5.870% due 09/15/2040	3,200	3,025
Credit Suisse Mortgage Capital Certificates		
3.193% due 10/26/2036	7,449	4,602
Epic Drummond Ltd.		
0.000% due 01/25/2022	EUR 383	407
Fannie Mae		
4.316% due 07/25/2029	\$ 1,260	1,281
6.516% due 07/25/2029	1,150	1,231
First Horizon Alternative Mortgage Securities Trust		
6.000% due 08/25/2036 ^	5,877	4,980
GS Mortgage Securities Trust		
5.622% due 11/10/2039	1,500	1,401
GSR Mortgage Loan Trust		
3.285% due 08/25/2034	614	588
5.500% due 05/25/2036 ^	543	516
6.000% due 02/25/2036 ^	3,721	3,007
HarborView Mortgage Loan Trust		
1.009% due 01/19/2036 ^	5,423	3,626
3.367% due 06/19/2036 ^	9,093	5,717
IndyMac Mortgage Loan Trust		
6.500% due 07/25/2037 ^	3,623	2,218
Jefferies Resecuritization Trust		
6.000% due 05/26/2036	16,450	11,681
JPMorgan Alternative Loan Trust		
3.013% due 03/25/2037 ^	2,274	2,031
6.000% due 12/25/2035 ^	2,307	2,105
JPMorgan Chase Commercial Mortgage Securities Trust		
5.623% due 05/12/2045	1,654	1,426
JPMorgan Mortgage Trust		
3.154% due 01/25/2037 ^	950	852
3.176% due 04/25/2037	13	12
3.297% due 02/25/2036 ^	3,812	3,396
LB-UBS Commercial Mortgage Trust		
5.407% due 11/15/2038	917	708

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5.562% due 02/15/2040		1,798	1,343
Lehman Mortgage Trust			
6.000% due 07/25/2036 ^		1,184	920
6.000% due 07/25/2037 ^		256	229
Lehman XS Trust			
0.991% due 06/25/2047		3,088	2,384
MASTR Alternative Loan Trust			
6.750% due 07/25/2036		2,140	1,509
Merrill Lynch Mortgage Investors Trust			
3.019% due 03/25/2036 ^		917	633
Mesdag Delta BV			
0.000% due 01/25/2020	EUR	1,299	1,327
Residential Accredited Loans, Inc. Trust			
1.001% due 05/25/2037 ^	\$	265	65
4.184% due 12/26/2034 ^		2,473	1,965
6.000% due 08/25/2036 ^		463	393
Residential Asset Mortgage Products Trust			
6.500% due 12/25/2031		709	719
Residential Asset Securitization Trust			
6.000% due 11/25/2036 ^		3,144	2,171
6.250% due 09/25/2037 ^		2,954	2,018
6.250% due 06/25/2046		1,528	1,270
Residential Funding Mortgage Securities, Inc. Trust			
3.894% due 02/25/2037		2,217	1,794
6.500% due 03/25/2032		230	240
Sequoia Mortgage Trust			
3.362% due 02/20/2047		492	445
4.724% due 07/20/2037 ^		1,046	928

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Strategy Fund (Cont.)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Structured Adjustable Rate Mortgage Loan Trust		
3.139% due 07/25/2035 ^	\$ 1,086	\$ 938
3.228% due 07/25/2036 ^	8,406	5,833
3.235% due 11/25/2036 ^	3,684	2,846
3.254% due 01/25/2036 ^	2,893	2,198
3.502% due 07/25/2036 ^	845	671
4.850% due 03/25/2037 ^	3,817	2,666
Suntrust Adjustable Rate Mortgage Loan Trust		
3.097% due 04/25/2037 ^	862	734
3.408% due 02/25/2037 ^	511	456
WaMu Mortgage Pass-Through Certificates Trust		
2.616% due 07/25/2037 ^	598	494
3.627% due 02/25/2037 ^	788	748
4.326% due 07/25/2037 ^	1,396	1,283
5.972% due 10/25/2036 ^	3,054	2,432
Washington Mutual Mortgage Pass-Through Certificates Trust		
1.436% due 05/25/2047 ^	284	17
6.000% due 10/25/2035 ^	2,273	1,802
Wells Fargo Mortgage-Backed Securities Trust		
2.997% due 07/25/2036 ^	553	525
3.090% due 05/25/2036 ^	100	96
Total Non-Agency Mortgage-Backed Securities (Cost \$156,859)		158,569
ASSET-BACKED SECURITIES 18.6%		
ACE Securities Corp. Home Equity Loan Trust		
1.161% due 02/25/2036	29,616	11,299
Airspeed Ltd.		
1.037% due 06/15/2032	3,366	2,649
Argent Securities Trust		
0.961% due 03/25/2036	4,174	2,205
Bear Stearns Asset-Backed Securities Trust		
0.911% due 10/25/2036 ^	6,046	5,579
6.500% due 10/25/2036 ^	381	292
BlueMountain CLO Ltd.		
6.472% due 04/13/2027	1,000	981
CIFC Funding Ltd.		
0.000% due 05/24/2026 (f)	2,300	1,693
0.000% due 07/22/2026	1,500	922
Citigroup Mortgage Loan Trust, Inc.		
0.931% due 12/25/2036	4,457	2,769
Countrywide Asset-Backed Certificates		
0.911% due 06/25/2047 ^	1,915	1,390
0.941% due 03/25/2037	2,947	2,749
1.491% due 01/25/2036	4,000	3,386
First Franklin Mortgage Loan Trust		
1.401% due 09/25/2035	3,949	2,081
1.746% due 05/25/2036	7,817	3,474
Fremont Home Loan Trust		
1.701% due 06/25/2035 ^	6,000	4,741
Grosvenor Place CLO BV		
0.000% due 04/30/2029	EUR 500	445
Highbridge Loan Management Ltd.		
6.331% due 05/05/2027	\$ 500	489
HSI Asset Securitization Corp. Trust		
0.000% due 10/25/2036 (b)(f)	3,522	1,592
IndyMac Home Equity Mortgage Loan Asset-Backed Trust		
0.931% due 07/25/2037	11,592	7,212
JPMorgan Mortgage Acquisition Corp.		

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		783	733
		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
1.061% due 01/25/2036			
JPMorgan Mortgage Acquisition Trust			
0.916% due 11/25/2036	\$	5,379	\$ 4,463
4.805% due 10/25/2030 ^		7,062	5,183
Lehman XS Trust			
5.170% due 08/25/2035 ^		377	364
Long Beach Mortgage Loan Trust			
1.071% due 01/25/2036		5,000	3,566
Magnetite Ltd.			
6.173% due 04/15/2027		1,000	968
Merrill Lynch Mortgage Investors Trust			
0.916% due 04/25/2037		597	336
Morgan Stanley ABS Capital, Inc. Trust			
0.921% due 06/25/2036		1,785	1,547
Morgan Stanley Mortgage Loan Trust			
6.250% due 07/25/2047 ^		834	595
Park Place Securities, Inc. Asset-Backed Pass-Through Certificates			
1.291% due 08/25/2035		5,000	3,851
2.541% due 10/25/2034		573	506
Residential Asset Mortgage Products Trust			
1.851% due 12/25/2033		221	205
1.971% due 01/25/2035 ^		2,920	2,077
SLM Student Loan Trust			
0.000% due 10/28/2029 (f)		3	3,035
0.000% due 01/25/2042 (f)		4	3,989
Soundview Home Loan Trust			
1.021% due 08/25/2037		2,000	1,467
South Coast Funding Ltd.			
1.482% due 08/10/2038		10,593	2,188
Taberna Preferred Funding Ltd.			
1.158% due 08/05/2036		478	344
1.158% due 08/05/2036 ^		8,845	6,368
1.469% due 07/05/2035		9,303	7,070
Total Asset-Backed Securities (Cost \$103,489)			104,803
SOVEREIGN ISSUES 2.0%			
Argentine Government International Bond			
2.260% due 12/31/2038	EUR	150	94
3.875% due 01/15/2022		200	210
5.000% due 01/15/2027		700	691
5.625% due 01/26/2022	\$	160	161
6.875% due 01/26/2027		280	277
7.820% due 12/31/2033	EUR	2,972	3,273
Autonomous Community of Catalonia			
4.900% due 09/15/2021		1,500	1,713
Republic of Greece Government International Bond			
3.000% due 02/24/2023		142	121
3.000% due 02/24/2024		142	119
3.000% due 02/24/2025		142	116
3.000% due 02/24/2026		142	114
3.000% due 02/24/2027		142	112
3.000% due 02/24/2028		142	107
3.000% due 02/24/2029		142	104
3.000% due 02/24/2030		142	101
3.000% due 02/24/2031		142	100
3.000% due 02/24/2032		142	98
3.000% due 02/24/2033		142	96
3.000% due 02/24/2034		142	94
3.000% due 02/24/2035		142	93
3.000% due 02/24/2036		142	92
3.000% due 02/24/2037		142	91
3.000% due 02/24/2038		142	90
		PRINCIPAL AMOUNT	MARKET VALUE

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		(000S)	(000S)
3.000% due 02/24/2039	EUR	142	\$ 90
3.000% due 02/24/2040		142	90
3.000% due 02/24/2041		142	90
3.000% due 02/24/2042		142	89
3.800% due 08/08/2017	JPY	47,000	403
4.750% due 04/17/2019	EUR	400	398
Saudi Government International Bond			
3.250% due 10/26/2026	\$	200	191
4.500% due 10/26/2046		1,600	1,568
Total Sovereign Issues (Cost \$10,688)			10,986
SHARES			
COMMON STOCKS 0.0%			
FINANCIALS 0.0%			
TIG FinCo PLC (i)		182,606	170
Total Common Stocks (Cost \$271)			170
PREFERRED SECURITIES 1.6%			
BANKING & FINANCE 1.6%			
Farm Credit Bank of Texas			
10.000% due 12/15/2020 (h)		7,450	8,959
Morgan Stanley			
5.850% due 04/15/2027 (h)		1,675	42
Total Preferred Securities (Cost \$9,205)			9,001
SHORT-TERM INSTRUMENTS 2.7%			
REPURCHASE AGREEMENTS (j) 1.4%			
			8,056
PRINCIPAL AMOUNT (000S)			
SHORT-TERM NOTES 0.4%			
Federal Home Loan Bank			
0.512% due 02/17/2017 (g)	\$	1,500	1,499
0.533% due 03/10/2017 (f)(g)		400	400
			1,899
U.S. TREASURY BILLS 0.9%			
0.478% due 02/23/2017 - 03/16/2017 (e)(f)(m)(o)		5,262	5,260
Total Short-Term Instruments (Cost \$15,215)			15,215
Total Investments in Securities (Cost \$695,269)			697,129
Total Investments 123.7% (Cost \$695,269)			\$ 697,129
Financial Derivative Instruments (l)(n) (0.5)%			
(Cost or Premiums, net \$(1,210))			(2,733)
Preferred Shares (9.9)%			(55,525)
Other Assets and Liabilities, net (13.3)%			(75,176)
Net Assets Applicable to Common Shareholders 100.0%			\$ 563,695

NOTES TO SCHEDULE OF INVESTMENTS (AMOUNTS IN THOUSANDS*):

* A zero balance may reflect actual amounts rounding to less than one thousand.

^ Security is in default.

- (a) Interest only security.
- (b) Principal only security.
- (c) When-issued security.

34 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2017 (Unaudited)

- (d) Payment in-kind security.
- (e) Coupon represents a weighted average yield to maturity.
- (f) Zero coupon security.
- (g) Coupon represents a yield to maturity.
- (h) Perpetual maturity; date shown, if applicable, represents next contractual call date.

(i) RESTRICTED SECURITIES:

Issuer Description	Acquisition Date	Cost	Market Value	Market Value as Percentage of Net Assets
TIG FinCo PLC	04/02/2015	\$ 271	\$ 170	0.03%

BORROWINGS AND OTHER FINANCING TRANSACTIONS

(j) REPURCHASE AGREEMENTS:

Counterparty	Lending Rate	Settlement Date	Maturity Date	Principal Amount	Collateralized By	Collateral (Received)	Repurchase Agreements, at Value	Repurchase Agreement Proceeds to be Received ⁽¹⁾
JPS	0.690%	01/31/2017	02/01/2017	\$ 7,000	Ginnie Mae 3.000% due 01/20/2047	\$ (7,260)	\$ 7,000	\$ 7,000
SSB	0.010	01/31/2017	02/01/2017	1,056	U.S. Treasury Notes 1.000% due 05/15/2018 ⁽²⁾	(1,078)	1,056	1,056
Total Repurchase Agreements						\$ (8,338)	\$ 8,056	\$ 8,056

⁽¹⁾ Includes accrued interest.

⁽²⁾ Collateral is held in custody by the counterparty

REVERSE REPURCHASE AGREEMENTS:

Counterparty	Borrowing Rate ⁽³⁾	Settlement Date	Maturity Date	Amount Borrowed ⁽³⁾	Payable for Reverse Repurchase Agreements
BCY	0.000%	12/16/2016	12/16/2017	\$ (529)	\$ (529)
JML	1.850	01/10/2017	02/08/2017	(11,284)	(11,297)
MSC	1.400	11/02/2016	02/02/2017	(13,388)	(13,435)

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	1.530	02/02/2017	05/02/2017	(12,600)	(12,600)
RBC	1.880	08/25/2016	02/27/2017	(6,772)	(6,829)
	1.540	11/14/2016	02/14/2017	(1,322)	(1,326)
RDR	1.390	12/27/2016	03/22/2017	(8,089)	(8,100)
	1.380	01/19/2017	04/12/2017	(6,368)	(6,371)
UBS	1.730	11/14/2016	02/14/2017	(4,470)	(4,487)
	1.630	11/22/2016	02/03/2017	(1,898)	(1,904)
	1.300	11/22/2016	02/22/2017	(3,247)	(3,255)
	1.470	11/25/2016	02/27/2017	(2,035)	(2,041)
	1.730	12/01/2016	03/02/2017	(4,682)	(4,696)
	1.810	12/14/2016	03/14/2017	(3,907)	(3,917)
	1.710	12/15/2016	02/21/2017	(4,149)	(4,158)
	1.730	12/15/2016	03/02/2017	(419)	(420)
	1.890	01/20/2017	04/21/2017	(2,607)	(2,609)

Total Reverse Repurchase Agreements **\$ (87,974)**

⁽³⁾ The average amount of borrowings outstanding during the period ended January 31, 2017 was \$(83,972) at a weighted average interest rate of 1.478%. Average borrowings includes sale-buyback transactions, of which there were none open at period end.

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Strategy Fund (Cont.)**BORROWINGS AND OTHER FINANCING TRANSACTIONS SUMMARY**

The following is a summary by counterparty of the market value of Borrowings and Other Financing Transactions and collateral pledged/(received) as of January 31, 2017:

(k) Securities with an aggregate market value of \$98,598 have been pledged as collateral under the terms of the following master agreements as of January 31, 2017.

Counterparty	Repurchase Agreement Proceeds to be Received	Payable for Reverse Repurchase Agreements	Payable for Sale-Buyback Transactions	Total Borrowings and Other Financing Transactions	Collateral Pledged/(Received)	Net Exposure ⁽⁴⁾
Global/Master Repurchase Agreement						
BCY	\$ 0	\$ (529)	\$ 0	\$ (529)	\$ 379	\$ (150)
JML	0	(11,297)	0	(11,297)	13,945	2,648
JPS	7,000	0	0	7,000	(7,260)	(260)
MSC	0	(26,035)	0	(26,035)	27,326	1,291
RBC	0	(8,155)	0	(8,155)	9,098	943
RDR	0	(14,471)	0	(14,471)	14,775	304
SSB	1,056	0	0	1,056	(1,078)	(22)
UBS	0	(27,487)	0	(27,487)	31,941	4,454
Total Borrowings and Other Financing Transactions	\$ 8,056	\$ (87,974)	\$ 0			

⁽⁴⁾ Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from borrowings and other financing transactions can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

CERTAIN TRANSFERS ACCOUNTED FOR AS SECURED BORROWINGS**Remaining Contractual Maturity of the Agreements**

	Overnight and Continuous	Up to 30 days	31-90 days	Greater Than 90 days	Total
Reverse Repurchase Agreements					
Corporate Bonds & Notes	\$ 0	\$ (53,848)	\$ (20,997)	\$ (529)	\$ (75,374)
Total Borrowings	\$ 0	\$ (53,848)	\$ (20,997)	\$ (529)	\$ (75,374)
Gross amount of recognized liabilities for reverse repurchase agreements ⁽⁵⁾					\$ (75,374)

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(5) Unsettled reverse repurchase agreements liability of \$(12,600) is outstanding at period end.

(I) FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED

SWAP AGREEMENTS:

CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION⁽¹⁾

Reference Entity	Fixed Receive Rate	Maturity Date	Implied Credit Spread at January 31, 2017 ⁽²⁾	Notional Amount ⁽³⁾	Market Value ⁽⁴⁾	Unrealized Appreciation/ (Depreciation)	Variation Margin	
							Asset	Liability
Navient Corp.	5.000%	12/20/2021	4.278%	\$ 600	\$ 22	\$ 0	\$ 2	\$ 0

CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION⁽¹⁾

Index/Tranches	Fixed Receive Rate	Maturity Date	Notional Amount ⁽³⁾	Market Value ⁽⁴⁾	Unrealized Appreciation	Variation Margin	
						Asset	Liability
CDX.HY-26 5-Year Index	5.000%	06/20/2021	\$ 1,386	\$ 108	\$ 45	\$ 0	\$ 0
CDX.HY-27 5-Year Index	5.000	12/20/2021	990	68	11	0	(3)
				\$ 176	\$ 56	\$ 0	\$ (3)

(1) If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash, securities or other deliverable obligations equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

(2) Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate issues as of period end serve as indicators of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

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- (3) The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.
- (4) The prices and resulting values for credit default swap agreements on credit indices serve as indicators of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement be closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced indices' credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

INTEREST RATE SWAPS

Pay/Receive	Floating Rate	Floating Rate Index	Fixed Rate	Maturity Date	Notional Amount	Market Value	Unrealized Appreciation/ (Depreciation)	Variation Margin	
								Asset	Liability
Pay		3-Month USD-LIBOR	2.000%	12/16/2020	\$ 59,300	\$ 418	\$ (1,128)	\$ 49	\$ 0
Pay		3-Month USD-LIBOR	2.000	06/15/2021	36,800	180	(1,068)	37	0
Pay		3-Month USD-LIBOR	2.750	06/17/2025	75,590	2,825	(1,838)	198	0
Pay		3-Month USD-LIBOR	3.500	06/19/2044	169,400	29,103	34,629	1,229	0
Receive		3-Month USD-LIBOR	2.250	12/21/2046	234,240	21,544	41,642	0	(1,594)
Pay		6-Month AUD-BBR-BBSW	3.500	06/17/2025	AUD 7,600	293	105	22	0
						\$ 54,363	\$ 72,342	\$ 1,535	\$ (1,594)
Total Swap Agreements						\$ 54,561	\$ 72,398	\$ 1,537	\$ (1,597)

FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED SUMMARY

The following is a summary of the market value and variation margin of Exchange-Traded or Centrally Cleared Financial Derivative Instruments as of January 31, 2017:

- (m) Securities with an aggregate market value of \$2,347 and cash of \$5,814 have been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of January 31, 2017. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

	Financial Derivative Assets				Financial Derivative Liabilities			
	Market Value		Variation Margin		Market Value		Variation Margin	
	Purchased	Options	Asset	Swap	Written	Liability	Swap	Total
	Options	Futures	Agreements	Total	Options	Futures	Agreements	Total
Total Exchange-Traded or Centrally Cleared	\$ 0	\$ 0	\$ 1,537	\$ 1,537	\$ 0	\$ 0	\$ (1,597)	\$ (1,597)

(n) FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER

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FORWARD FOREIGN CURRENCY CONTRACTS:

Counterparty	Settlement Month	Currency to be Delivered	Currency to be Received	Unrealized Appreciation/ (Depreciation)	
				Asset	Liability
BOA	02/2017	EUR 24,949	\$ 25,983	\$ 0	\$ (949)
	02/2017	GBP 46	57	0	(1)
BPS	02/2017	EUR 107	112	0	(4)
	02/2017	GBP 46	56	0	(2)
CBK	02/2017	EUR 935	1,005	0	(4)
	02/2017	\$ 4,814	EUR 4,528	73	0
	03/2017	EUR 195	\$ 209	0	(2)
GLM	02/2017	825	881	0	(10)
	02/2017	GBP 4,659	5,691	0	(170)
	02/2017	JPY 45,200	388	0	(12)
	02/2017	\$ 784	GBP 637	17	0
IND	03/2017	GBP 594	\$ 739	0	(9)
	02/2017	29,801	36,509	0	(980)
JPM	02/2017	AUD 194	141	0	(6)
	02/2017	GBP 2,771	3,343	0	(143)
	02/2017	\$ 24,671	EUR 23,068	231	0
MSB	03/2017	EUR 23,068	\$ 24,699	0	(228)
	02/2017	GBP 229	279	0	(9)
SCX	02/2017	EUR 1,076	1,156	0	(5)
SOG	02/2017	GBP 182	224	0	(4)
TOR	02/2017	EUR 423	447	0	(10)
UAG	02/2017	GBP 227	279	0	(7)
	02/2017	\$ 46,620	GBP 37,189	164	0
	03/2017	GBP 37,189	\$ 46,645	0	(161)
Total Forward Foreign Currency Contracts				\$ 485	\$ (2,716)

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Strategy Fund (Cont.)

SWAP AGREEMENTS:

CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION⁽¹⁾

Counterparty	Reference Entity	Fixed Receive Rate	Maturity Date	Implied Credit Spread at January 31, 2017 ⁽²⁾	Notional Amount ⁽³⁾	Premiums (Received)	Unrealized Swap Agreements, at Value			
							Appreciation/ (Depreciation)	Asset	Liability	
BPS	Banco Espirito Santo S.A.	5.000%	12/20/2021	16.522%	EUR 100	\$ (28)	\$ (3)	\$ 0	\$ (31)	
	Petrobras Global Finance BV	1.000	12/20/2019	2.314	\$ 2,400	(247)	163	0	(84)	
GST	Petrobras Global Finance BV	1.000	12/20/2019	2.314	8,900	(912)	599	0	(313)	
	Petrobras Global Finance BV	1.000	09/20/2020	2.864	10	(1)	0	0	(1)	
	Petrobras Global Finance BV	1.000	12/20/2021	3.528	100	(16)	5	0	(11)	
HUS	Petrobras Global Finance BV	1.000	09/20/2020	2.864	40	(6)	4	0	(2)	
						\$ (1,210)	\$ 768	\$ 0	\$ (442)	
Total Swap Agreements						\$ (1,210)	\$ 768	\$ 0	\$ (442)	

- (1) If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash, securities or other deliverable obligations equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.
- (2) Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate issues as of period end serve as indicators of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.
- (3) The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.

FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER SUMMARY

The following is a summary by counterparty of the market value of OTC financial derivative instruments and collateral pledged/(received) as of January 31, 2017:

- (o) Securities with an aggregate market value of \$1,789 have been pledged as collateral for financial derivative instruments as governed by International Swaps and Derivatives Association, Inc. master agreements as of January 31, 2017.

Counterparty	Financial Derivative Assets				Financial Derivative Liabilities				Net Market Value of OTC Derivatives	Collateral Pledged/ (Received)	Net Exposure ⁽⁴⁾
	Forward Foreign Contracts	Purchased Options	Swap Agreements	Total Over the Counter	Forward Foreign Contracts	Written Options	Swap Agreements	Total Over the Counter			
BOA	\$ 0	\$ 0	\$ 0	\$ 0	\$ (950)	\$ 0	\$ 0	\$ (950)	\$ (950)	\$ 594	\$ (356)

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BPS	0	0	0	0	(6)	0	(115)	(121)	(121)	0	(121)
CBK	73	0	0	73	(6)	0	0	(6)	67	0	67
GLM	17	0	0	17	(201)	0	0	(201)	(184)	0	(184)
GST	0	0	0	0	0	0	(325)	(325)	(325)	398	73
HUS	0	0	0	0	0	0	(2)	(2)	(2)	0	(2)
IND	0	0	0	0	(980)	0	0	(980)	(980)	798	(182)
JPM	231	0	0	231	(377)	0	0	(377)	(146)	0	(146)
MSB	0	0	0	0	(9)	0	0	(9)	(9)	0	(9)
SCX	0	0	0	0	(5)	0	0	(5)	(5)	0	(5)
SOG	0	0	0	0	(4)	0	0	(4)	(4)	0	(4)
TOR	0	0	0	0	(10)	0	0	(10)	(10)	0	(10)
UAG	164	0	0	164	(168)	0	0	(168)	(4)	0	(4)
Total Over the Counter	\$ 485	\$ 0	\$ 0	\$ 485	\$ (2,716)	\$ 0	\$ (442)	\$ (3,158)			

⁽⁴⁾ Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from OTC financial derivative instruments can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

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See Accompanying Notes

January 31, 2017 (Unaudited)

FAIR VALUE OF FINANCIAL DERIVATIVE INSTRUMENTS

The following is a summary of the fair valuation of the Fund's derivative instruments categorized by risk exposure. See Note 7, Principal Risks, in the Notes to Financial Statements on risks of the Fund.

Fair Values of Financial Derivative Instruments on the Statements of Assets and Liabilities as of January 31, 2017:

	Derivatives not accounted for as hedging instruments						Total
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts		
Financial Derivative Instruments - Assets							
Exchange-traded or centrally cleared							
Swap Agreements	\$ 0	\$ 2	\$ 0	\$ 0	\$ 1,535	\$ 1,537	
Over the counter							
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 485	\$ 0	\$ 485	
	\$ 0	\$ 2	\$ 0	\$ 485	\$ 1,535	\$ 2,022	
Financial Derivative Instruments - Liabilities							
Exchange-traded or centrally cleared							
Swap Agreements	\$ 0	\$ 3	\$ 0	\$ 0	\$ 1,594	\$ 1,597	
Over the counter							
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 2,716	\$ 0	\$ 2,716	
Swap Agreements	0	442	0	0	0	442	
	\$ 0	\$ 442	\$ 0	\$ 2,716	\$ 0	\$ 3,158	
	\$ 0	\$ 445	\$ 0	\$ 2,716	\$ 1,594	\$ 4,755	

The effect of Financial Derivative Instruments on the Statements of Operations for the period ended January 31, 2017:

	Derivatives not accounted for as hedging instruments						Total
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts		
Net Realized Gain on Financial Derivative Instruments							
Exchange-traded or centrally cleared							
Swap Agreements	\$ 0	\$ 1,216	\$ 0	\$ 0	\$ 3,687	\$ 4,903	

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Over the counter

Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 7,935	\$ 0	\$ 7,935
Swap Agreements	0	58	0	0	0	58
	\$ 0	\$ 58	\$ 0	\$ 7,935	\$ 0	\$ 7,993
	\$ 0	\$ 1,274	\$ 0	\$ 7,935	\$ 3,687	\$ 12,896

Net Change in Unrealized Appreciation (Depreciation) on Financial Derivative Instruments

Exchange-traded or centrally cleared

Swap Agreements	\$ 0	\$ (523)	\$ 0	\$ 0	\$ (3,112)	\$ (3,635)
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Over the counter

Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ (2,176)	\$ 0	\$ (2,176)
Swap Agreements	0	975	0	0	0	975
	\$ 0	\$ 975	\$ 0	\$ (2,176)	\$ 0	\$ (1,201)
	\$ 0	\$ 452	\$ 0	\$ (2,176)	\$ (3,112)	\$ (4,836)

See Accompanying Notes

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Schedule of Investments PIMCO Corporate & Income Strategy Fund (Cont.)**FAIR VALUE MEASUREMENTS**

The following is a summary of the fair valuations according to the inputs used as of January 31, 2017 in valuing the Fund's assets and liabilities:

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 01/31/2017
Investments in Securities, at Value				
Bank Loan Obligations	\$ 1,600	\$ 11,907	\$ 1,880	\$ 15,387
Corporate Bonds & Notes				
Banking & Finance	0	154,018	5,239	159,257
Industrials	0	125,303	5,968	131,271
Utilities	0	41,638	0	41,638
Convertible Bonds & Notes				
Industrials	0	3,989	0	3,989
Municipal Bonds & Notes				
California	0	5,043	0	5,043
Illinois	0	13,096	0	13,096
Virginia	0	632	0	632
West Virginia	0	5,330	0	5,330
U.S. Government Agencies	0	18,078	4,664	22,742
Non-Agency Mortgage-Backed Securities				
Asset-Backed Securities	0	97,779	7,024	104,803
Sovereign Issues	0	10,986	0	10,986
Common Stocks				
Financials	0	0	170	170
Preferred Securities				
Banking & Finance	0	9,001	0	9,001
Short-Term Instruments				
Repurchase Agreements	0	8,056	0	8,056
Short-Term Notes	0	1,899	0	1,899
U.S. Treasury Bills	0	5,260	0	5,260
Total Investments	\$ 1,600	\$ 670,584	\$ 24,945	\$ 697,129

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 01/31/2017
Financial Derivative Instruments - Assets				
Exchange-traded or centrally cleared	\$ 0	\$ 1,537	\$ 0	\$ 1,537
Over the counter	0	485	0	485
	\$ 0	\$ 2,022	\$ 0	\$ 2,022
Financial Derivative Instruments - Liabilities				
Exchange-traded or centrally cleared	0	(1,597)	0	(1,597)
Over the counter	0	(3,158)	0	(3,158)
	\$ 0	\$ (4,755)	\$ 0	\$ (4,755)

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Total Financial Derivative Instruments	\$	0	\$	(2,733)	\$	0	\$	(2,733)
Totals	\$	1,600	\$	667,851	\$	24,945	\$	694,396

There were no significant transfers among Levels 1 and 2 during the period ended January 31, 2017.

The following is a reconciliation of the fair valuations using significant unobservable inputs (Level 3) for the Fund during the period ended January 31, 2017:

Category and Subcategory	Beginning Balance at 07/31/2016	Net Purchases	Net Sales	Accrued Discounts/ Premiums	Realized Gain/(Loss)	Net Change in Unrealized Appreciation/ (Depreciation) ⁽¹⁾	Transfers in Level 3	Transfers out of Level 3	Ending Balance at 01/31/2017	Net Change in Unrealized Appreciation/ (Depreciation) on Investments Held at 01/31/2017 ⁽¹⁾
Investments in Securities, at Value										
Bank Loan Obligations	\$ 0	\$ 1,675	\$ (5)	\$ 24	\$ 1	\$ 185	\$ 0	\$ 0	\$ 1,880	\$ 185
Corporate Bonds & Notes										
Banking & Finance	5,517	0	(75)	1	1	(205)	0	0	5,239	(193)
Industrials	5,973	0	0	4	0	(9)	0	0	5,968	(9)
U.S. Government Agencies	4,470	0	(40)	18	16	200	0	0	4,664	198
Asset-Backed Securities	8,165	0	0	0	0	(1,141)	0	0	7,024	(1,141)
Common Stocks										
Financials	116	0	0	0	0	54	0	0	170	54
Totals	\$ 24,241	\$ 1,675	\$ (120)	\$ 47	\$ 18	\$ (916)	\$ 0	\$ 0	\$ 24,945	\$ (906)

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See Accompanying Notes

January 31, 2017 (Unaudited)

The following is a summary of significant unobservable inputs used in the fair valuations of assets and liabilities categorized within Level 3 of the fair value hierarchy:

Category and Subcategory	Ending Balance at 01/31/2017	Valuation Technique	Unobservable Inputs	Input Value(s) (% Unless Noted Otherwise)
Investments in Securities, at Value				
Bank Loan Obligations	\$ 1,880	Third Party Vendor	Broker Quote	89.750
Corporate Bonds & Notes				
Banking & Finance	5,239	Proxy Pricing	Base Price	110.500
Industrials	5,968	Proxy Pricing	Base Price	99.500
U.S. Government Agencies	4,664	Proxy Pricing	Base Price	56.094
Asset-Backed Securities	7,024	Proxy Pricing	Base Price	89,450-99,920
Common Stocks				
Financials	170	Other Valuation Techniques ⁽²⁾		
Total	\$ 24,945			

⁽¹⁾ Any difference between Net Change in Unrealized Appreciation/(Depreciation) and Net Change in Unrealized Appreciation/(Depreciation) on Investments Held at January 31, 2017 may be due to an investment no longer held or categorized as Level 3 at period end.

⁽²⁾ Includes valuation techniques not defined in the Notes to Financial Statements as securities valued using such techniques are not considered significant to the Fund.

See Accompanying Notes

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Schedule of Investments PIMCO High Income Fund

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 138.6%		
BANK LOAN OBLIGATIONS 1.9%		
BJ s Wholesale Club, Inc.		
TBD% due 01/26/2024	\$ 100	\$ 100
iHeartCommunications, Inc.		
7.528% due 01/30/2019	10,450	8,786
Sequa Corp.		
5.250% due 06/19/2017	3,457	3,316
Vistra Operations Co. LLC		
4.017% due 12/14/2023	900	910
Westmoreland Coal Co.		
7.500% due 12/16/2020	3,192	2,865
Total Bank Loan Obligations (Cost \$17,007)		15,977
CORPORATE BONDS & NOTES 75.6%		
BANKING & FINANCE 38.4%		
AGFC Capital Trust		
2.772% due 01/15/2067	27,410	15,075
Ally Financial, Inc.		
8.000% due 11/01/2031 (i)	4,962	5,917
Atlantic Marine Corps Communities LLC		
5.383% due 02/15/2048 (i)	4,610	4,374
Banco Bilbao Vizcaya Argentaria S.A.		
6.750% due 02/18/2020 (f)	EUR 3,000	3,096
Banco do Brasil S.A.		
6.250% due 04/15/2024 (f)	\$ 7,350	5,917
9.000% due 06/18/2024 (f)	9,239	9,378
Banco Espirito Santo S.A.		
2.625% due 05/08/2017 ^	EUR 1,900	656
4.000% due 01/21/2019 ^	5,800	2,004
4.750% due 01/15/2018 ^	6,400	2,211
Banco Santander S.A.		
6.250% due 09/11/2021 (f)	2,300	2,385
Barclays PLC		
6.500% due 09/15/2019 (f)	600	651
7.875% due 09/15/2022 (f)	GBP 7,210	9,351
8.000% due 12/15/2020 (f)	EUR 7,340	8,574
Blackstone CQP Holdco LP		
9.296% due 03/19/2019	\$ 8,248	8,320
BNP Paribas S.A.		
7.375% due 08/19/2025 (f)	4,000	4,055
Cantor Fitzgerald LP		
6.500% due 06/17/2022 (i)	13,100	14,265
CBL & Associates LP		
5.950% due 12/15/2026 (i)	3,200	3,175
Co-operative Group Holdings Ltd.		
7.500% due 07/08/2026	GBP 3,000	4,516
Cooperatieve Rabobank UA		
6.625% due 06/29/2021 (f)	EUR 1,600	1,855
Credit Agricole S.A.		
7.500% due 06/23/2026 (f)	GBP 400	513
7.875% due 01/23/2024 (f)(i)	\$ 2,750	2,808
7.875% due 01/23/2024 (f)	1,700	1,736
Doctors Co.		
6.500% due 10/15/2023 (i)	10,000	10,965
Flagstar Bancorp, Inc.		
6.125% due 07/15/2021 (i)	5,300	5,659
GSPA Monetization Trust		

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6.422% due 10/09/2029 (i)		7,911	8,731
Hexion U.S. Finance Corp.			
10.375% due 02/01/2022 (b)		104	107
13.750% due 02/01/2022 (b)		83	84
HSBC Holdings PLC			
6.000% due 09/29/2023 (f)	EUR	2,600	2,966
International Lease Finance Corp.			
6.980% due 10/15/2018	\$	18,000	18,758
Jefferies Finance LLC			
7.375% due 04/01/2020		1,200	1,218
Jefferies LoanCore LLC			
6.875% due 06/01/2020 (i)		17,000	16,575
		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Lloyds Bank PLC			
12.000% due 12/16/2024 (f)(i)	\$	19,040	\$ 25,276
Lloyds Banking Group PLC			
7.875% due 06/27/2029 (f)	GBP	200	271
Midwest Family Housing LLC			
6.631% due 01/01/2051 (i)	\$	4,891	4,166
MPT Operating Partnership LP			
5.250% due 08/01/2026		1,949	1,920
Nationwide Building Society			
10.250% due 06/29/2049 (f)	GBP	19	3,250
Navient Corp.			
5.625% due 08/01/2033 (i)	\$	25,904	20,594
Novo Banco S.A.			
5.000% due 04/04/2019	EUR	439	359
5.000% due 04/23/2019		745	612
5.000% due 05/14/2019		792	648
5.000% due 05/21/2019		387	316
5.000% due 05/23/2019		384	314
Omega Healthcare Investors, Inc.			
4.375% due 08/01/2023 (i)	\$	2,300	2,302
PHH Corp.			
6.375% due 08/15/2021 (i)		3,350	3,400
7.375% due 09/01/2019 (i)		1,990	2,184
Provident Funding Associates LP			
6.750% due 06/15/2021		1,300	1,319
Rio Oil Finance Trust			
9.250% due 07/06/2024		25,729	25,408
Royal Bank of Scotland Group PLC			
7.500% due 08/10/2020 (f)(i)		7,040	6,846
8.000% due 08/10/2025 (f)(i)		7,660	7,536
8.625% due 08/15/2021 (f)		2,500	2,587
Santander UK Group Holdings PLC			
7.375% due 06/24/2022 (f)	GBP	6,363	8,205
Spirit Realty LP			
4.450% due 09/15/2026 (i)	\$	2,300	2,209
Tesco Property Finance PLC			
5.411% due 07/13/2044	GBP	4,434	5,433
6.052% due 10/13/2039		4,653	6,260
TIG FinCo PLC			
8.500% due 03/02/2020		987	1,282
8.750% due 04/02/2020		11,215	13,614
			322,206
INDUSTRIALS 31.6%			
ADT Corp.			
4.875% due 07/15/2032	\$	2,656	2,151
BCD Acquisition, Inc.			
9.625% due 09/15/2023		1,200	1,290
BMC Software Finance, Inc.			
8.125% due 07/15/2021 (i)		2,827	2,742
Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)			
9.000% due 10/15/2019 (c)(i)		8,132	7,929
Caesars Entertainment Operating Co., Inc.			

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9.000% due 02/15/2020 ^		18,786	20,946
11.250% due 06/01/2017 ^		10,528	11,502
Chesapeake Energy Corp.			
4.272% due 04/15/2019		120	120
Concordia International Corp.			
9.000% due 04/01/2022		444	379
Diamond Resorts International, Inc.			
10.750% due 09/01/2024 (i)		3,800	3,819
DriveTime Automotive Group, Inc.			
8.000% due 06/01/2021 (i)		11,130	11,047
Enterprise Inns PLC			
6.000% due 10/06/2023	GBP	500	659
6.875% due 05/09/2025		6,600	8,862
Forbes Energy Services Ltd.			
9.000% due 06/15/2019 ^	\$	3,527	2,134
Ford Motor Co.			
7.700% due 05/15/2097 (i)		16,610	19,382
Fresh Market, Inc.			
9.750% due 05/01/2023 (i)		9,300	8,300
		PRINCIPAL	MARKET
		AMOUNT	VALUE
		(000S)	(000S)
General Shopping Finance Ltd.			
10.000% due 03/03/2017 (f)(i)	\$	5,300	\$ 3,880
General Shopping Investments Ltd.			
12.000% due 03/20/2017 ^ (f)		2,500	725
Hampton Roads PPV LLC			
6.621% due 06/15/2053		20,354	18,264
Harvest Operations Corp.			
2.330% due 04/14/2021		22,056	21,682
HCA, Inc.			
7.500% due 11/15/2095 (i)		3,462	3,332
Hellenic Railways Organization S.A.			
4.028% due 03/17/2017	EUR	300	321
iHeartCommunications, Inc.			
9.000% due 09/15/2022 (i)	\$	6,800	5,125
Intelsat Luxembourg S.A.			
7.750% due 06/01/2021		5,615	1,979
8.125% due 06/01/2023		5,704	1,925
Intrepid Aviation Group Holdings LLC			
6.875% due 02/15/2019		11,650	10,660
Kinder Morgan Energy Partners LP			
6.950% due 01/15/2038 (i)		1,000	1,188
Koppers, Inc.			
6.000% due 02/15/2025		25	26
Mallinckrodt International Finance S.A.			
4.750% due 04/15/2023		400	330
N&W Global Vending SpA			
7.000% due 10/15/2023	EUR	100	114
Petroleos de Venezuela S.A.			
8.500% due 11/02/2017	\$	33	29
Prime Security Services Borrower LLC			
9.250% due 05/15/2023 (i)		3,600	3,910
Russian Railways via RZD Capital PLC			
7.487% due 03/25/2031	GBP	18,100	26,783
Safeway, Inc.			
7.250% due 02/01/2031 (i)	\$	5,348	5,281
Sequa Corp.			
7.000% due 12/15/2017		17,343	9,539
Silversea Cruise Finance Ltd.			
7.250% due 02/01/2025		31	32
Spanish Broadcasting System, Inc.			
12.500% due 04/15/2017		4,220	4,209
Tech Data Corp.			
3.700% due 02/15/2022		50	50
4.950% due 02/15/2027		60	60
Tembec Industries, Inc.			
9.000% due 12/15/2019 (i)		21,675	22,054
Tennessee Merger Sub, Inc.			
6.375% due 02/01/2025 (b)		149	146

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Transocean, Inc.			
9.000% due 07/15/2023		1,021	1,092
Trinidad Drilling Ltd.			
6.625% due 02/15/2025 (b)		47	48
UCP, Inc.			
8.500% due 10/21/2017		10,300	10,245
Unique Pub Finance Co. PLC			
5.659% due 06/30/2027	GBP	298	401
Westmoreland Coal Co.			
8.750% due 01/01/2022	\$	10,638	9,734
Zayo Group LLC			
5.750% due 01/15/2027		45	46
			264,472

UTILITIES 5.6%

CenturyLink, Inc.			
7.200% due 12/01/2025		1,122	1,083
Frontier Communications Corp.			
11.000% due 09/15/2025		840	852
Illinois Power Generating Co.			
6.300% due 04/01/2020 ^		30	11
7.000% due 04/15/2018 ^		16,800	6,300
7.950% due 06/01/2032 ^		900	333

42 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2017 (Unaudited)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Mountain States Telephone & Telegraph Co.		
7.375% due 05/01/2030	\$ 15,200	\$ 15,979
NRG REMA LLC		
9.237% due 07/02/2017	78	65
Odebrecht Drilling Norbe Ltd.		
6.350% due 06/30/2022	4,576	2,139
Odebrecht Offshore Drilling Finance Ltd.		
6.625% due 10/01/2023	5,001	1,738
6.750% due 10/01/2023	10,835	3,684
Petrobras Global Finance BV		
6.250% due 12/14/2026	GBP 8,600	10,432
6.625% due 01/16/2034	200	228
7.375% due 01/17/2027	\$ 320	334
Terraform Global Operating LLC		
9.750% due 08/15/2022 (i)	3,200	3,544
		46,722
Total Corporate Bonds & Notes (Cost \$642,389)		633,400
CONVERTIBLE BONDS & NOTES 0.7%		
INDUSTRIALS 0.7%		
DISH Network Corp.		
3.375% due 08/15/2026	5,100	5,983
Total Convertible Bonds & Notes (Cost \$5,100)		5,983
MUNICIPAL BONDS & NOTES 8.4%		
CALIFORNIA 2.4%		
Anaheim Redevelopment Agency, California Tax Allocation Bonds, (AGM Insured), Series 2007		
6.506% due 02/01/2031	2,000	2,284
Sacramento County, California Revenue Bonds, Series 2013		
7.250% due 08/01/2025	1,500	1,747
San Diego Redevelopment Agency, California Tax Allocation Bonds, Series 2010		
7.625% due 09/01/2030	7,500	8,564
7.750% due 09/01/2040	6,500	7,422
San Diego Tobacco Settlement Funding Corp., California Revenue Bonds, Series 2006		
7.125% due 06/01/2032	275	316
		20,333
DISTRICT OF COLUMBIA 1.2%		
District of Columbia Revenue Bonds, Series 2011		
7.625% due 10/01/2035	9,740	9,926
ILLINOIS 2.4%		
Chicago, Illinois General Obligation Bonds, (BABs), Series 2010		
6.257% due 01/01/2040	11,000	9,587
7.517% due 01/01/2040	9,805	10,024
		19,611
NEW YORK 0.2%		
Erie Tobacco Asset Securitization Corp., New York Revenue Bonds, Series 2005		

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6.000% due 06/01/2028 1,960 1,960

TEXAS 1.0%

El Paso Downtown Development Corp., Texas Revenue Bonds, Series 2013

7.250% due 08/15/2043 7,535 8,546

VIRGINIA 0.1%

Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007

6.706% due 06/01/2046 1,375 1,107

**PRINCIPAL
AMOUNT
(000S)** **MARKET
VALUE
(000S)**

WEST VIRGINIA 1.1%

Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007

7.467% due 06/01/2047 \$ 10,080 \$ 8,961

Total Municipal Bonds & Notes (Cost \$68,258) 70,444

U.S. GOVERNMENT AGENCIES 2.3%

Fannie Mae

3.500% due 09/25/2027 (a) 589 69

5.899% due 10/25/2017 -
01/25/2018 (a) 13,208 93

8.458% due 10/25/2041 762 884

10.000% due 01/25/2034 219 254

12.916% due 05/25/2043 848 870

Freddie Mac

2.563% due 11/25/2055 14,313 8,051

4.000% due 08/15/2020 (a) 493 24

4.500% due 10/15/2037 (a) 1,087 109

5.000% due 06/15/2033 (a) 1,968 293

5.333% due 07/15/2035 (a) 1,432 179

5.433% due 02/15/2042 (a) 2,530 352

6.373% due 08/15/2036 (a) 907 195

9.944% due 12/15/2043 406 441

9.971% due 10/25/2027 4,342 5,295

11.466% due 05/15/2033 63 77

Ginnie Mae

3.500% due 06/20/2042 -
03/20/2043 (a) 3,857 547

4.500% due 07/20/2042 (a) 310 53

5.000% due 09/20/2042 (a) 545 104

5.473% due 02/20/2042 (a) 12,461 1,206

Total U.S. Government Agencies (Cost \$24,852) 19,096

NON-AGENCY MORTGAGE-BACKED SECURITIES 18.6%

Adjustable Rate Mortgage Trust

0.941% due 05/25/2036 4,952 2,762

Banc of America Alternative Loan Trust

4.829% due 06/25/2046 ^ (a) 8,668 1,215

Banc of America Funding Trust

6.000% due 07/25/2037 ^ 666 522

6.250% due 10/26/2036 11,218 8,696

Banc of America Mortgage Trust

3.211% due 02/25/2036 ^ 26 24

BCAP LLC Trust

5.078% due 03/26/2037 2,172 659

6.000% due 05/26/2037 7,074 4,631

7.504% due 10/26/2036 7,416 6,419

8.076% due 09/26/2036 7,073 6,293

11.961% due 06/26/2036 2,861 1,160

Bear Stearns Adjustable Rate Mortgage Trust

3.293% due 11/25/2034 107 101

Bellemeade Re Ltd.

7.071% due 07/25/2025 1,250 1,274

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Chase Mortgage Finance Trust		
3.179% due 09/25/2036 ^	157	141
3.189% due 12/25/2035 ^	30	29
5.500% due 05/25/2036 ^	8	7
Citigroup Mortgage Loan Trust, Inc.		
1.106% due 07/25/2036	4	5
3.161% due 07/25/2037 ^	190	175
3.292% due 08/25/2037 ^	863	725
3.842% due 11/25/2035	16,621	9,453
6.500% due 09/25/2036	4,942	3,789
Citigroup/Deutsche Bank Commercial Mortgage Trust		
5.398% due 12/11/2049	15,271	13,820
Commercial Mortgage Loan Trust		
6.096% due 12/10/2049	2,051	1,300
Countrywide Alternative Loan Trust		
1.021% due 12/25/2046	3,223	2,099
3.175% due 07/25/2046 ^	234	225
3.490% due 02/25/2037 ^	419	367
4.229% due 04/25/2035 (a)	5,480	605
4.825% due 07/25/2021 ^	366	345
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
5.500% due 03/25/2036 ^	\$ 362	\$ 283
6.000% due 02/25/2037 ^	7,363	5,099
6.250% due 12/25/2036 ^	3,945	2,913
6.500% due 06/25/2036 ^	1,143	826
Countrywide Home Loan Mortgage Pass-Through Trust		
3.019% due 09/20/2036 ^	683	549
3.121% due 09/25/2047 ^	74	69
4.579% due 12/25/2036 (a)	4,119	603
Credit Suisse Commercial Mortgage Trust		
5.683% due 02/15/2039	1,000	932
5.870% due 09/15/2040	4,800	4,537
Credit Suisse First Boston Mortgage Securities Corp.		
6.000% due 01/25/2036	2,373	1,805
Epic Drummond Ltd.		
0.000% due 01/25/2022	EUR 611	649
Grifonas Finance PLC		
0.088% due 08/28/2039	5,690	4,776
HarborView Mortgage Loan Trust		
3.007% due 08/19/2036 ^	\$ 571	429
3.353% due 08/19/2036 ^	34	31
IM Pastor Fondo de Titulacion Hipotecaria		
0.000% due 03/22/2043	EUR 7,590	6,567
JPMorgan Alternative Loan Trust		
3.013% due 03/25/2037 ^	\$ 8,929	7,977
JPMorgan Chase Commercial Mortgage Securities Trust		
5.623% due 05/12/2045	2,437	2,102
JPMorgan Mortgage Trust		
5.849% due 01/25/2037 ^ (a)	23,398	6,045
LB-UBS Commercial Mortgage Trust		
5.407% due 11/15/2038	1,411	1,090
5.562% due 02/15/2040	2,787	2,081
Lehman XS Trust		
0.991% due 06/25/2047	4,770	3,682
Nomura Asset Acceptance Corp. Alternative Loan Trust		
3.501% due 04/25/2036 ^	7,321	5,299
RBSSP Resecuritization Trust		
8.884% due 06/26/2037	5,036	3,720
Residential Asset Securitization Trust		
6.250% due 10/25/2036 ^	687	620
6.250% due 09/25/2037 ^	5,573	3,809
6.500% due 08/25/2036 ^	936	520
Structured Adjustable Rate Mortgage Loan Trust		
3.084% due 04/25/2047	872	676
3.254% due 01/25/2036 ^	230	175
Structured Asset Mortgage Investments Trust		
0.961% due 07/25/2046 ^	15,105	11,124
WaMu Mortgage Pass-Through Certificates Trust		

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2.513% due 05/25/2037 ^	195	157
Washington Mutual Mortgage Pass-Through Certificates Trust		
5.909% due 04/25/2037 (a)	14,606	3,965
6.500% due 03/25/2036 ^	8,634	6,426
Total Non-Agency Mortgage-Backed Securities (Cost \$148,829)		156,377
ASSET-BACKED SECURITIES 17.7%		
ACE Securities Corp. Home Equity Loan Trust		
0.911% due 07/25/2036	5,318	3,661
Airspeed Ltd.		
1.037% due 06/15/2032	4,944	3,890
Apidos CLO		
0.000% due 07/22/2026	3,000	1,634
Argent Securities Trust		
0.961% due 03/25/2036	6,439	3,402
CIFC Funding Ltd.		
0.000% due 05/24/2026 (e)	4,000	2,944
0.000% due 07/22/2026	3,000	1,844
Citigroup Mortgage Loan Trust, Inc.		
0.871% due 12/25/2036	11,620	7,164
0.931% due 12/25/2036	6,786	4,216
Cork Street CLO Designated Activity Co.		
0.000% due 11/27/2028 (e)	EUR 2,667	2,438
3.600% due 11/27/2028	1,197	1,296

See Accompanying Notes

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Schedule of Investments PIMCO High Income Fund (Cont.)

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
4.500% due 11/27/2028	EUR	1,047	\$ 1,135
6.200% due 11/27/2028		1,296	1,409
Countrywide Asset-Backed Certificates			
4.820% due 07/25/2036	\$	13,700	11,343
Countrywide Asset-Backed Certificates Trust			
1.026% due 09/25/2046		15,000	7,050
Duke Funding Ltd.			
1.521% due 08/07/2033		19,716	8,005
Glacier Funding CDO Ltd.			
1.146% due 08/04/2035		7,769	2,171
GLG Euro CLO			
0.000% due 04/15/2028	EUR	4,150	3,905
Grosvenor Place CLO BV			
0.000% due 04/30/2029		1,000	889
Halcyon Loan Advisors European Funding BV			
0.000% due 01/15/2027 (e)		1,100	1,117
Long Beach Mortgage Loan Trust			
0.961% due 02/25/2036	\$	1,695	1,130
Merrill Lynch Mortgage Investors Trust			
0.916% due 04/25/2037		994	560
4.063% due 03/25/2037		4,129	1,373
Morgan Stanley Mortgage Loan Trust			
2.568% due 11/25/2036 ^		918	446
5.965% due 09/25/2046 ^		8,624	4,845
NovaStar Mortgage Funding Trust			
0.931% due 10/25/2036		37,586	21,659
People s Financial Realty Mortgage Securities Trust			
0.931% due 09/25/2036		23,049	7,188
Putnam Structured Product Funding Ltd.			
9.092% due 02/25/2037		717	728
Renaissance Home Equity Loan Trust			
5.812% due 11/25/2036		9,568	5,562
6.998% due 09/25/2037 ^		8,228	4,967
7.238% due 09/25/2037 ^		6,938	4,187
Sherwood Funding CDO Ltd.			
1.067% due 11/06/2039		34,624	9,044
South Coast Funding Ltd.			
1.482% due 08/10/2038		27,555	5,690
Taberna Preferred Funding Ltd.			
1.158% due 08/05/2036		717	516
1.158% due 08/05/2036 ^		14,045	10,112
Trainer Wortham First Republic CBO Ltd.			
2.081% due 11/06/2038		888	881
		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Washington Mutual Asset-Backed Certificates Trust			
0.921% due 05/25/2036	\$	294	\$ 218
Total Asset-Backed Securities (Cost \$151,223)			148,619
SOVEREIGN ISSUES 1.8%			
Argentine Government International Bond			
7.820% due 12/31/2033	EUR	7,930	8,731
Autonomous Community of Catalonia			
4.900% due 09/15/2021		2,350	2,683
Republic of Greece Government International Bond			
3.000% due 02/24/2023		25	21
3.000% due 02/24/2024		25	21

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3.000% due 02/24/2025	25	20
3.000% due 02/24/2026	25	20
3.000% due 02/24/2027	25	20
3.000% due 02/24/2028	25	19
3.000% due 02/24/2029	25	18
3.000% due 02/24/2030	25	18
3.000% due 02/24/2031	25	18
3.000% due 02/24/2032	25	17
3.000% due 02/24/2033	25	17
3.000% due 02/24/2034	25	17
3.000% due 02/24/2035	25	16
3.000% due 02/24/2036	25	16
3.000% due 02/24/2037	25	16
3.000% due 02/24/2038	25	16
3.000% due 02/24/2039	25	16
3.000% due 02/24/2040	25	16
3.000% due 02/24/2041	25	16
3.000% due 02/24/2042	25	16
4.750% due 04/17/2019	3,000	2,989
Total Sovereign Issues (Cost \$14,398)		14,757

SHARES

COMMON STOCKS 0.1%

FINANCIALS 0.1%

TIG FinCo PLC (g)	828,934	772
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UTILITIES 0.0%

Warren Resources, Inc.	23,043	84
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Total Common Stocks (Cost \$2,839)

856

SHARES

**MARKET
VALUE
(000S)**

PREFERRED SECURITIES 0.3%

BANKING & FINANCE 0.3%

Farm Credit Bank of Texas

10.000% due 12/15/2020 (f)	2,190	\$	2,633
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Morgan Stanley

5.850% due 04/15/2027 (f)	2,500		63
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Total Preferred Securities (Cost \$2,641)

2,696

SHORT-TERM INSTRUMENTS 11.2%

REPURCHASE AGREEMENTS (h) 5.8%

48,400

**PRINCIPAL
AMOUNT
(000S)**

U.S. TREASURY BILLS 5.4%

0.461% due 02/02/2017 - 03/16/2017 (d)(e)(k)(m)	\$	45,347	45,335
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Total Short-Term Instruments (Cost \$93,735)

93,735

Total Investments in Securities (Cost \$1,171,271)

1,161,940

Total Investments 138.6% (Cost \$1,171,271)

\$ 1,161,940

Financial Derivative

Instruments (j)(l) (0.6)%

(Cost or Premiums, net \$(1,282))

(5,417)

Preferred Shares (12.2)%

(101,975)

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Other Assets and Liabilities, net (25.8)% (216,375)

Net Assets Applicable to Common Shareholders 100.0% \$ 838,173

NOTES TO SCHEDULE OF INVESTMENTS (AMOUNTS IN THOUSANDS*):

- * A zero balance may reflect actual amounts rounding to less than one thousand.
- ^ Security is in default.
- (a) Interest only security.
- (b) When-issued security.
- (c) Payment in-kind security.
- (d) Coupon represents a weighted average yield to maturity.
- (e) Zero coupon security.
- (f) Perpetual maturity; date shown, if applicable, represents next contractual call date.

(g) RESTRICTED SECURITIES:

Issuer Description	Acquisition Date	Cost	Market Value	Market Value as Percentage of Net Assets
TIG FinCo PLC	04/02/2015	\$ 1,229	\$ 772	0.09%

44 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2017 (Unaudited)

BORROWINGS AND OTHER FINANCING TRANSACTIONS**(h) REPURCHASE AGREEMENTS:**

Counterparty	Lending Rate	Settlement Date	Maturity Date	Principal Amount	Collateralized By	Collateral (Received)	Repurchase Agreements, at Value	Repurchase Agreement Proceeds to be Received ⁽¹⁾
BPG	0.690%	01/31/2017	02/01/2017	\$ 42,800	U.S. Treasury Inflation Protected Securities 0.125% due 01/15/2023	\$ (43,759)	\$ 42,800	\$ 42,801
SSB	0.010	01/31/2017	02/01/2017	5,600	U.S. Treasury Notes 1.000% due 05/15/2018 ⁽²⁾	(5,714)	5,600	5,600
Total Repurchase Agreements						\$ (49,473)	\$ 48,400	\$ 48,401

⁽¹⁾ Includes accrued interest.⁽²⁾ Collateral is held in custody by the counterparty.**REVERSE REPURCHASE AGREEMENTS:**

Counterparty	Borrowing Rate ⁽³⁾	Borrowing Date	Maturity Date	Amount Borrowed ⁽³⁾	Payable for Reverse Repurchase Agreements
BCY	0.000%	12/16/2016	12/16/2017	\$ (3,504)	\$ (3,504)
BPS	1.670	11/15/2016	02/15/2017	(3,179)	(3,190)
	1.740	01/23/2017	03/02/2017	(241)	(241)
	1.780	01/23/2017	03/08/2017	(759)	(759)
	1.830	01/30/2017	02/03/2017	(22,751)	(22,753)
	1.830	02/03/2017	04/06/2017	(22,515)	(22,515)
DEU	2.000	12/16/2016	03/16/2017	(5,581)	(5,596)
MSC	1.400	11/29/2016	02/28/2017	(18,168)	(18,213)
RBC	1.540	11/14/2016	02/14/2017	(6,695)	(6,718)
	1.590	11/14/2016	02/14/2017	(5,581)	(5,600)
	1.777	08/04/2016	02/06/2017	(12,578)	(12,690)
	1.940	12/07/2016	06/07/2017	(13,771)	(13,813)
	1.940	12/12/2016	06/07/2017	(2,859)	(2,867)
	1.970	12/15/2016	06/12/2017	(7,432)	(7,452)
	2.020	12/15/2016	06/12/2017	(3,109)	(3,117)
	2.020	01/09/2017	07/10/2017	(4,508)	(4,514)
RDR	1.300	11/03/2016	02/03/2017	(18,043)	(18,102)
	1.380	01/19/2017	04/12/2017	(3,044)	(3,045)
RTA	1.691	01/19/2017	04/21/2017	(8,107)	(8,112)
	1.691	01/20/2017	04/21/2017	(6,861)	(6,865)

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UBS	1.230	11/14/2016	02/14/2017	(3,303)	(3,312)
	1.320	11/25/2016	02/27/2017	(2,075)	(2,080)
	1.380	11/30/2016	03/02/2017	(6,968)	(6,985)
	1.390	12/02/2016	03/02/2017	(10,103)	(10,127)
	1.470	11/25/2016	02/27/2017	(2,783)	(2,791)
	1.730	11/28/2016	02/28/2017	(5,090)	(5,106)
	1.730	12/01/2016	03/02/2017	(8,207)	(8,231)
	1.730	12/16/2016	03/02/2017	(809)	(811)
	1.850	12/28/2016	03/14/2017	(17,718)	(17,750)

Total Reverse Repurchase Agreements **\$ (226,859)**

(3) The average amount of borrowings outstanding during the period ended January 31, 2017 was \$(196,972) at a weighted average interest rate of 1.502%.

BORROWINGS AND OTHER FINANCING TRANSACTIONS SUMMARY

The following is a summary by counterparty of the market value of Borrowings and Other Financing Transactions and collateral pledged/(received) as of January 31, 2017:

(i) Securities with an aggregate market value of \$260,240 and cash of \$330 has been pledged as collateral under the terms of the following master agreements as of January 31, 2017.

Counterparty	Repurchase Agreement Proceeds to be Received	Payable for Reverse Repurchase Agreements	Payable for Sale-Buyback Transactions	Total Borrowings and Other Financing Transactions	Collateral Pledged/(Received)	Net Exposure ⁽⁴⁾
Global/Master Repurchase Agreement						
BCY	\$ 0	\$ (3,504)	\$ 0	\$ (3,504)	\$ 4,047	\$ 543
BPG	42,801	0	0	42,801	(43,754)	(953)
BPS	0	(49,458)	0	(49,458)	56,087	6,629

See Accompanying Notes

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Schedule of Investments PIMCO High Income Fund (Cont.)

Counterparty	Repurchase Agreement Proceeds to be Received	Payable for Reverse Repurchase Agreements	Payable for Sale-Buyback Transactions	Total Borrowings and Other Financing Transactions	Collateral Pledged/(Received)	Net Exposure ⁽⁴⁾
DEU	\$ 0	\$ (5,596)	\$ 0	\$ (5,596)	\$ 7,080	\$ 1,484
MSC	0	(18,213)	0	(18,213)	19,469	1,256
RBC	0	(56,771)	0	(56,771)	62,938	6,167
RDR	0	(21,147)	0	(21,147)	21,737	590
RTA	0	(14,977)	0	(14,977)	17,044	2,067
SSB	5,600	0	0	5,600	(5,714)	(114)
UBS	0	(57,193)	0	(57,193)	65,661	8,468
Total Borrowings and Other Financing Transactions	\$ 48,401	\$ (226,859)	\$ 0			

⁽⁴⁾ Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from borrowings and other financing transactions can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

CERTAIN TRANSFERS ACCOUNTED FOR AS SECURED BORROWINGS**Remaining Contractual Maturity of the Agreements**

	Overnight and Continuous	Up to 30 days	31-90 days	Greater Than 90 days	Total
Reverse Repurchase Agreements					
Corporate Bonds & Notes	\$ 0	\$ (126,950)	\$ (42,127)	\$ (35,267)	\$ (204,344)
Total Borrowings	\$ 0	\$ (126,950)	\$ (42,127)	\$ (35,267)	\$ (204,344)
Gross amount of recognized liabilities for reverse repurchase agreements⁽⁵⁾					\$ (204,344)

⁽⁵⁾ Unsettled reverse repurchase agreements liability of \$(22,515) is outstanding at period end.

(j) FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED**SWAP AGREEMENTS:****INTEREST RATE SWAPS**

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Pay/Receive Floating Rate	Floating Rate Index	Fixed Rate	Maturity Date	Notional Amount	Market Value	Unrealized Appreciation/ (Depreciation)	Variation Margin		
							Asset	Liability	
Pay	3-Month USD-LIBOR	1.550%	01/20/2022	\$ 660,000	\$ (13,889)	\$ (13,888)	\$ 790	\$ 0	
Receive*	3-Month USD-LIBOR	1.500	06/21/2027	222,500	19,139	1,102	0	(687)	
Pay	3-Month USD-LIBOR	3.500	06/19/2044	617,800	106,139	(77,930)	4,480	0	
Receive	3-Month USD-LIBOR	2.250	12/21/2046	68,300	5,633	11,835	0	(456)	
Receive*	3-Month USD-LIBOR	1.750	06/21/2047	840,100	175,096	26,768	0	(5,543)	
						\$ 292,118	\$ (52,113)	\$ 5,270	\$ (6,686)
Total Swap Agreements					\$ 292,118	\$ (52,113)	\$ 5,270	\$ (6,686)	

* This instrument has a forward starting effective date. See Note 2(a) in the Notes to Financial Statements for further information.

FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED SUMMARY

The following is a summary of the market value and variation margin of Exchange-Traded or Centrally Cleared Financial Derivative Instruments as of January 31, 2017:

- (k) Securities with an aggregate market value of \$19,299 and cash of \$8,616 have been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of January 31, 2017. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

	Financial Derivative Assets				Financial Derivative Liabilities			
	Market Value		Variation Margin		Market Value		Variation Margin	
	Purchased		Asset Swap		Written		Liability Swap	
	Options	Futures	Agreements	Total	Options	Futures	Agreements	Total
Total Exchange-Traded or Centrally Cleared	\$ 0	\$ 0	\$ 5,270	\$ 5,270	\$ 0	\$ 0	\$ (6,686)	\$ (6,686)

January 31, 2017 (Unaudited)

(I) FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER**FORWARD FOREIGN CURRENCY CONTRACTS:**

Counterparty	Settlement Month	Currency to be Delivered	Currency to be Received	Unrealized Appreciation/ (Depreciation)	
				Asset	Liability
BOA	02/2017	BRL 797	\$ 243	\$ 0	\$ (10)
	02/2017	EUR 54,143	56,388	0	(2,060)
	02/2017	GBP 202	250	0	(4)
BPS	02/2017	\$ 255	BRL 797	0	(2)
	02/2017	EUR 236	\$ 249	0	(6)
	02/2017	GBP 206	251	0	(9)
CBK	02/2017	148	182	0	(4)
	02/2017	\$ 4,113	EUR 3,858	52	0
	02/2017	101,581	GBP 80,961	267	0
	03/2017	EUR 8,169	\$ 8,751	0	(76)
FBF	03/2017	GBP 80,961	101,634	0	(263)
	02/2017	67	83	0	(2)
	02/2017	EUR 466	497	0	(6)
GLM	02/2017	GBP 270	331	0	(9)
	02/2017	\$ 55,040	EUR 51,463	514	0
JPM	03/2017	EUR 51,463	\$ 55,103	0	(509)
	02/2017	GBP 544	662	0	(22)
MSB	02/2017	EUR 236	250	0	(5)
SCX	02/2017	GBP 78,721	97,117	0	(1,913)
SOG	02/2017	EUR 627	663	0	(14)
TOR	02/2017	GBP 528	645	0	(19)
UAG	02/2017	275	338	0	(8)
Total Forward Foreign Currency Contracts				\$ 833	\$ (4,941)

SWAP AGREEMENTS:**CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION⁽¹⁾**

Counterparty	Reference Entity	Fixed Receive Rate	Maturity Date	Implied Credit Spread at January 31, 2017 ⁽²⁾	Notional Amount ⁽³⁾	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value	
								Asset	Liability
BPS	Banco Espirito Santo S.A.	5.000%	09/20/2020	17.421%	EUR 5,000	\$ 0	\$ (1,386)	\$ 0	\$ (1,386)
	Banco Espirito Santo S.A.	5.000	12/20/2021	16.522	100	(28)	(3)	0	(31)
	Petrobras Global Finance BV	1.000	12/20/2024	4.214	\$ 1,700	(332)	(6)	0	(338)
GST		1.000	12/20/2024	4.214	2,200	(437)	(1)	0	(438)

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	Petrobras Global Finance													
	BV													
HUS	Petrobras Global Finance													
	BV	1.000	12/20/2024	4.214		2,800	(581)	23	0	(558)				
JPM	Banco Espirito Santo S.A.	5.000	12/20/2021	16.522	EUR	200	(54)	(8)	0	(62)				
							\$	(1,432)	\$	(1,381)	\$	0	\$	(2,813)

- (1) If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash, securities or other deliverable obligations equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.
- (2) Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate issues as of period end serve as indicators of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.
- (3) The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.

INTEREST RATE SWAPS

Counterparty	Pay/Receive		Fixed Rate	Maturity Date	Notional Amount	Premiums Paid/(Received)	Unrealized Swap Agreements, at Value							
	Floating Rate	Floating Rate Index					Appreciation	Asset	Liability					
DUB	Pay	3-Month USD-LIBOR	2.500%	03/22/2022	\$ 1,000,000	\$ 470	\$ 2,666	\$ 3,136	\$ 0					
GLM	Pay	3-Month USD-LIBOR	2.300	04/26/2022	1,000,000	(320)	104	0	(216)					
							\$	150	\$	2,770	\$	3,136	\$	(216)
Total Swap Agreements						\$	(1,282)	\$	1,389	\$	3,136	\$	(3,029)	

See Accompanying Notes

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Schedule of Investments PIMCO High Income Fund (Cont.)**FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER SUMMARY**

The following is a summary by counterparty of the market value of OTC financial derivative instruments and collateral pledged/(received) as of January 31, 2017:

(m) Securities with an aggregate market value of \$6,453 have been pledged as collateral for financial derivative instruments as governed by International Swaps and Derivatives Association, Inc. master agreements as of January 31, 2017.

Counterparty	Financial Derivative Assets				Financial Derivative Liabilities				Net			Net Exposure ⁽⁴⁾
	Forward Foreign Contracts	Purchased Options	Swap Agreements	Total Over the Counter	Forward Foreign Contracts	Written Options	Swap Agreements	Total Over the Counter	Market Value of OTC Derivatives	Collateral Pledged/(Received)		
BOA	\$ 0	\$ 0	\$ 0	\$ 0	\$ (2,076)	\$ 0	\$ 0	\$ (2,076)	\$ (2,076)	\$ 1,610	\$ (466)	
BPS	0	0	0	0	(15)	0	(1,755)	(1,770)	(1,770)	1,772	2	
CBK	319	0	0	319	(343)	0	0	(343)	(24)	0	(24)	
DUB	0	0	3,136	3,136	0	0	0	0	3,136	(4,375)	(1,239)	
FBF	0	0	0	0	(2)	0	0	(2)	(2)	0	(2)	
GLM	0	0	0	0	(15)	0	(216)	(231)	(231)	768	537	
GST	0	0	0	0	0	0	(438)	(438)	(438)	454	16	
HUS	0	0	0	0	0	0	(558)	(558)	(558)	688	130	
JPM	514	0	0	514	(509)	0	(62)	(571)	(57)	0	(57)	
MSB	0	0	0	0	(22)	0	0	(22)	(22)	0	(22)	
MYC	0	0	0	0	0	0	0	0	0	(140)	(140)	
SCX	0	0	0	0	(5)	0	0	(5)	(5)	0	(5)	
SOG	0	0	0	0	(1,913)	0	0	(1,913)	(1,913)	1,162	(751)	
TOR	0	0	0	0	(33)	0	0	(33)	(33)	0	(33)	
UAG	0	0	0	0	(8)	0	0	(8)	(8)	0	(8)	
Total Over the Counter	\$ 833	\$ 0	\$ 3,136	\$ 3,969	\$ (4,941)	\$ 0	\$ (3,029)	\$ (7,970)				

⁽⁴⁾ Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from OTC financial derivative instruments can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

FAIR VALUE OF FINANCIAL DERIVATIVE INSTRUMENTS

The following is a summary of the fair valuation of the Fund's derivative instruments categorized by risk exposure. See Note 7, Principal Risks, in the Notes to Financial Statements on risks of the Fund.

Fair Values of Financial Derivative Instruments on the Statements of Assets and Liabilities as of January 31, 2017:

Derivatives not accounted for as hedging instruments

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	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts	Total
Financial Derivative Instruments - Assets						
Exchange-traded or centrally cleared						
Swap Agreements	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,270	\$ 5,270
Over the counter						
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 833	\$ 0	\$ 833
Swap Agreements	0	0	0	0	3,136	3,136
	\$ 0	\$ 0	\$ 0	\$ 833	\$ 3,136	\$ 3,969
	\$ 0	\$ 0	\$ 0	\$ 833	\$ 8,406	\$ 9,239
Financial Derivative Instruments - Liabilities						
Exchange-traded or centrally cleared						
Swap Agreements	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,686	\$ 6,686
Over the counter						
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 4,941	\$ 0	\$ 4,941
Swap Agreements	0	2,813	0	0	216	3,029
	\$ 0	\$ 2,813	\$ 0	\$ 4,941	\$ 216	\$ 7,970
	\$ 0	\$ 2,813	\$ 0	\$ 4,941	\$ 6,902	\$ 14,656

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See Accompanying Notes

January 31, 2017 (Unaudited)

The effect of Financial Derivative Instruments on the Statements of Operations for the period ended January 31, 2017:

	Derivatives not accounted for as hedging instruments						Total
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts		
Net Realized Gain on Financial Derivative Instruments							
Exchange-traded or centrally cleared							
Swap Agreements	\$ 0	\$ 2,419	\$ 0	\$ 0	\$ 88,745	\$ 91,164	
Over the counter							
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 11,419	\$ 0	\$ 11,419	
Swap Agreements	0	1,390	0	0	5,424	6,814	
	\$ 0	\$ 1,390	\$ 0	\$ 11,419	\$ 5,424	\$ 18,233	
	\$ 0	\$ 3,809	\$ 0	\$ 11,419	\$ 94,169	\$ 109,397	
Net Change in Unrealized Appreciation (Depreciation) on Financial Derivative Instruments							
Exchange-traded or centrally cleared							
Swap Agreements	\$ 0	\$ (1,570)	\$ 0	\$ 0	\$ (107,614)	\$ (109,184)	
Over the counter							
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ (3,899)	\$ 0	\$ (3,899)	
Swap Agreements	0	1,006	0	0	1,296	2,302	
	\$ 0	\$ 1,006	\$ 0	\$ (3,899)	\$ 1,296	\$ (1,597)	
	\$ 0	\$ (564)	\$ 0	\$ (3,899)	\$ (106,318)	\$ (110,781)	

FAIR VALUE MEASUREMENTS

The following is a summary of the fair valuations according to the inputs used as of January 31, 2017 in valuing the Fund's assets and liabilities:

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 01/31/2017
Investments in Securities, at Value				
Bank Loan Obligations	\$ 0	\$ 13,112	\$ 2,865	\$ 15,977
Corporate Bonds & Notes				
Banking & Finance	0	313,475	8,731	322,206
Industrials	0	254,227	10,245	264,472
Utilities	0	46,722	0	46,722
Convertible Bonds & Notes				

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Industrials	0	5,983	0	5,983
Municipal Bonds & Notes				
California	0	20,333	0	20,333
District of Columbia	0	9,926	0	9,926
Illinois	0	19,611	0	19,611
New York	0	1,960	0	1,960
Texas	0	8,546	0	8,546
Virginia	0	1,107	0	1,107
West Virginia	0	8,961	0	8,961
U.S. Government Agencies	0	11,045	8,051	19,096
Non-Agency Mortgage-Backed Securities	0	156,377	0	156,377
Asset-Backed Securities	0	148,619	0	148,619
Sovereign Issues	0	14,757	0	14,757
Common Stocks				
Financials	0	0	772	772
Utilities	0	0	84	84
Preferred Securities				
Banking & Finance	0	2,696	0	2,696

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 01/31/2017
Short-Term Instruments				
Repurchase Agreements	\$ 0	\$ 48,400	\$ 0	\$ 48,400
U.S. Treasury Bills	0	45,335	0	45,335
Total Investments	\$ 0	\$ 1,131,192	\$ 30,748	\$ 1,161,940

Financial Derivative Instruments - Assets

Exchange-traded or centrally cleared	0	5,270	0	5,270
Over the counter	0	3,969	0	3,969
	\$ 0	\$ 9,239	\$ 0	\$ 9,239

Financial Derivative Instruments - Liabilities

Exchange-traded or centrally cleared	0	(6,686)	0	(6,686)
Over the counter	0	(7,970)	0	(7,970)
	\$ 0	\$ (14,656)	\$ 0	\$ (14,656)
Total Financial Derivative Instruments	\$ 0	\$ (5,417)	\$ 0	\$ (5,417)

Totals	\$ 0	\$ 1,125,775	\$ 30,748	\$ 1,156,523
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There were no significant transfers among Levels 1 and 2 during the period ended January 31, 2017.

See Accompanying Notes

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Schedule of Investments PIMCO High Income Fund (Cont.)

January 31, 2017 (Unaudited)

The following is a reconciliation of the fair valuations using significant unobservable inputs (Level 3) for the Fund during the period ended January 31, 2017:

Category and Subcategory	Beginning Balance at 07/31/2016	Net Purchases	Net Sales	Accrued Discounts/ Premiums	Realized Gain/(Loss)	Net Change in Unrealized Appreciation/ Depreciation	Transfers in Level 3	Transfers out of Level 3	Ending Balance at 01/31/2017	Net Change in Unrealized Appreciation/ (Depreciation) on Investments Held at 01/31/2017 ⁽¹⁾
Investments in Securities, at Value										
Bank Loan Obligations	\$ 0	\$ 2,552	\$ (8)	\$ 36	\$ 2	\$ 283	\$ 0	\$ 0	\$ 2,865	\$ 283
Corporate Bonds & Notes										
Banking & Finance	9,195	0	(125)	2	1	(342)	0	0	8,731	(322)
Industrials	10,253	0	0	7	0	(15)	0	0	10,245	(15)
U.S. Government Agencies	7,716	0	(70)	32	28	345	0	0	8,051	341
Non-Agency Mortgage-Backed Securities	1,235	0	0	0	0	39	0	(1,274)	0	0
Common Stocks										
Financials	527	0	0	0	0	245	0	0	772	245
Utilities	0	1,610	0	0	0	(1,526)	0	0	84	(1,526)
Totals	\$ 28,926	\$ 4,162	\$ (203)	\$ 77	\$ 31	\$ (971)	\$ 0	\$ (1,274)	\$ 30,748	\$ (994)

The following is a summary of significant unobservable inputs used in the fair valuations of assets and liabilities categorized within Level 3 of the fair value hierarchy:

Category and Subcategory	Ending Balance at 01/31/2017	Valuation Technique	Unobservable Inputs	Input Value(s) (% Unless Noted Otherwise)
Investments in Securities, at Value				
Bank Loan Obligations	\$ 2,865	Third Party Vendor	Broker Quote	89.750
Corporate Bonds & Notes				
Banking & Finance	8,731	Proxy Pricing	Base Price	110.500
Industrials	10,245	Proxy Pricing	Base Price	99.500
U.S. Government Agencies	8,051	Proxy Pricing	Base Price	56.094
Common Stocks				
Financials	772	Other Valuation Techniques ⁽²⁾		
Utilities	84	Other Valuation Techniques ⁽²⁾		
Total	\$ 30,748			

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- (1) Any difference between Net Change in Unrealized Appreciation/(Depreciation) and Net Change in Unrealized Appreciation/(Depreciation) on Investments Held at January 31, 2017 may be due to an investment no longer held or categorized as Level 3 at period end.
- (2) Includes valuation techniques not defined in the Notes to Financial Statements as securities valued using such techniques are not considered significant to the Fund.

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See Accompanying Notes

Schedule of Investments PIMCO Income Strategy Fund

January 31, 2017 (Unaudited)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 130.0%		
BANK LOAN OBLIGATIONS 3.2%		
Avolon		
TBD% due 07/20/2020	\$ 20	\$ 20
Avolon Holdings Ltd.		
TBD% due 01/13/2022	170	172
BMC Software Finance, Inc.		
TBD% due 09/10/2020	200	200
iHeartCommunications, Inc.		
7.528% due 01/30/2019	3,100	2,606
Save-A-Lot		
7.000% due 12/05/2023	1,100	1,097
Sequa Corp.		
5.250% due 06/19/2017	3,106	2,980
Sprint Communications, Inc.		
TBD% due 01/13/2024	800	800
Team Health Holdings, Inc.		
TBD% due 01/17/2024	200	200
Westmoreland Coal Co.		
7.500% due 12/16/2020	997	895
Total Bank Loan Obligations (Cost \$9,267)		8,970
CORPORATE BONDS & NOTES 68.3%		
BANKING & FINANCE 34.1%		
Ally Financial, Inc.		
8.000% due 11/01/2031	2,227	2,656
Banco Bilbao Vizcaya Argentaria S.A.		
6.750% due 02/18/2020 (g)	EUR 1,000	1,032
Banco do Brasil S.A.		
6.250% due 04/15/2024 (g)	\$ 1,700	1,368
9.000% due 06/18/2024 (g)	2,219	2,252
Banco Espirito Santo S.A.		
2.625% due 05/08/2017 ^	EUR 1,400	484
4.000% due 01/21/2019 ^	3,800	1,313
4.750% due 01/15/2018 ^	1,200	415
Banco Santander S.A.		
6.250% due 09/11/2021 (g)	500	519
Barclays Bank PLC		
14.000% due 06/15/2019 (g)	GBP 3,700	5,731
Barclays PLC		
6.500% due 09/15/2019 (g)	EUR 200	217
Blackstone CQP Holdco LP		
9.296% due 03/19/2019	\$ 4,608	4,648
BNP Paribas S.A.		
7.375% due 08/19/2025 (g)(j)	2,100	2,129
Cantor Commercial Real Estate Co. LP		
7.750% due 02/15/2018	750	750
Cantor Fitzgerald LP		
6.500% due 06/17/2022 (j)	3,000	3,267
CBL & Associates LP		
5.950% due 12/15/2026	1,000	992
Co-operative Group Holdings Ltd.		
7.500% due 07/08/2026	GBP 3,050	4,591

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Cooperatieve Rabobank UA			
6.625% due 06/29/2021 (g)	EUR	400	464
Credit Agricole S.A.			
7.875% due 01/23/2024 (g)	\$	1,600	1,634
Credit Suisse Group AG			
7.500% due 12/11/2023 (g)		3,540	3,755
Deutsche Bank AG			
4.250% due 10/14/2021 (j)		3,700	3,720
EPR Properties			
4.750% due 12/15/2026		1,500	1,491
Flagstar Bancorp, Inc.			
6.125% due 07/15/2021		1,700	1,815
GSPA Monetization Trust			
6.422% due 10/09/2029		2,286	2,522
Hexion U.S. Finance Corp.			
10.375% due 02/01/2022 (b)		35	36
13.750% due 02/01/2022 (b)		28	28
		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
HSBC Holdings PLC			
6.000% due 09/29/2023 (g)	EUR	1,800	\$ 2,053
Jefferies Finance LLC			
6.875% due 04/15/2022	\$	3,800	3,705
7.375% due 04/01/2020		200	203
7.500% due 04/15/2021		200	202
Lloyds Bank PLC			
12.000% due 12/16/2024 (g)		300	398
MPT Operating Partnership LP			
5.250% due 08/01/2026		618	609
Nationwide Building Society			
10.250% due 06/29/2049 (g)	GBP	6	950
Navient Corp.			
4.875% due 06/17/2019	\$	200	202
5.500% due 01/15/2019 (j)		4,030	4,131
5.625% due 08/01/2033		100	80
Novo Banco S.A.			
5.000% due 04/04/2019	EUR	101	83
5.000% due 04/23/2019		311	256
5.000% due 05/14/2019		206	168
5.000% due 05/21/2019		115	94
5.000% due 05/23/2019		115	94
Omega Healthcare Investors, Inc.			
4.375% due 08/01/2023	\$	700	701
OneMain Financial Holdings LLC			
6.750% due 12/15/2019		544	566
7.250% due 12/15/2021		25	26
PHH Corp.			
6.375% due 08/15/2021		1,080	1,096
7.375% due 09/01/2019		300	329
Rio Oil Finance Trust			
9.250% due 07/06/2024		4,182	4,130
Royal Bank of Scotland Group PLC			
7.500% due 08/10/2020 (g)(j)		1,600	1,556
8.000% due 08/10/2025 (g)(j)		3,000	2,951
8.625% due 08/15/2021 (g)		800	828
Santander UK Group Holdings PLC			
7.375% due 06/24/2022 (g)	GBP	1,800	2,321
Spirit Realty LP			
4.450% due 09/15/2026	\$	700	672
Springleaf Finance Corp.			
5.250% due 12/15/2019		2,627	2,647
8.250% due 12/15/2020		4,060	4,370
Tesco Property Finance PLC			
5.411% due 07/13/2044	GBP	2,143	2,626
6.052% due 10/13/2039		1,253	1,685
TIG FinCo PLC			
8.500% due 03/02/2020		111	145
8.750% due 04/02/2020		4,532	5,502
WP Carey, Inc.			

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4.250% due 10/01/2026 (j)	\$	1,400	1,381
			94,589
INDUSTRIALS 26.3%			
ADT Corp.			
4.875% due 07/15/2032		661	535
Aeropuertos Argentina S.A.			
6.875% due 02/01/2027 (b)		300	304
Altice Financing S.A.			
7.500% due 05/15/2026		1,700	1,799
BCD Acquisition, Inc.			
9.625% due 09/15/2023		480	516
BMC Software Finance, Inc.			
8.125% due 07/15/2021		866	840
Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)			
9.000% due 10/15/2019 (c)(j)		2,204	2,149
Caesars Entertainment Operating Co., Inc.			
8.500% due 02/15/2020 ^		590	660
9.000% due 02/15/2020 ^		3,792	4,227
11.250% due 06/01/2017 ^		1,957	2,138
Cheniere Corpus Christi Holdings LLC			
5.875% due 03/31/2025		100	106
	PRINCIPAL	AMOUNT	MARKET
	(000S)	(000S)	VALUE
Chesapeake Energy Corp.			
4.272% due 04/15/2019	\$	62	\$ 62
Concordia International Corp.			
9.000% due 04/01/2022		89	76
Continental Airlines Pass-Through Trust			
9.798% due 10/01/2022		758	841
Diamond Resorts International, Inc.			
10.750% due 09/01/2024		1,200	1,206
Enterprise Inns PLC			
6.875% due 02/15/2021	GBP	2,360	3,242
Forbes Energy Services Ltd.			
9.000% due 06/15/2019 ^	\$	712	431
Ford Motor Co.			
7.700% due 05/15/2097 (j)		9,030	10,537
Fresh Market, Inc.			
9.750% due 05/01/2023		3,313	2,957
Harvest Operations Corp.			
2.330% due 04/14/2021		1,827	1,796
HCA, Inc.			
4.500% due 02/15/2027		400	396
7.500% due 11/15/2095		1,050	1,011
iHeartCommunications, Inc.			
9.000% due 09/15/2022		1,000	754
Intelsat Jackson Holdings S.A.			
7.250% due 04/01/2019		1,000	864
Intelsat Luxembourg S.A.			
7.750% due 06/01/2021		3,279	1,156
8.125% due 06/01/2023		524	177
Intrepid Aviation Group Holdings LLC			
6.875% due 02/15/2019		3,430	3,138
Kinder Morgan Energy Partners LP			
6.375% due 03/01/2041		200	224
Kinder Morgan, Inc.			
7.750% due 01/15/2032 (j)		800	1,001
7.800% due 08/01/2031 (j)		1,600	2,008
Kinetic Concepts, Inc.			
9.625% due 10/01/2021		3,300	3,542
Koppers, Inc.			
6.000% due 02/15/2025		10	10
Mallinckrodt International Finance S.A.			
4.750% due 04/15/2023		480	396
5.500% due 04/15/2025		380	329
MDC Partners, Inc.			

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6.500% due 05/01/2024		600	525
N&W Global Vending SpA			
7.000% due 10/15/2023	EUR	430	490
Park Aerospace Holdings Ltd.			
5.250% due 08/15/2022 (b)	\$	130	133
5.500% due 02/15/2024 (b)		70	72
Petroleos Mexicanos			
5.375% due 03/13/2022		40	41
6.500% due 03/13/2027		124	128
Prime Security Services Borrower LLC			
9.250% due 05/15/2023		1,240	1,347
Radiate Holdco LLC			
6.625% due 02/15/2025 (b)		30	30
Russian Railways via RZD Capital PLC			
7.487% due 03/25/2031	GBP	700	1,036
Sabine Pass Liquefaction LLC			
5.875% due 06/30/2026	\$	1,200	1,338
Safeway, Inc.			
7.250% due 02/01/2031		470	464
Scientific Games International, Inc.			
10.000% due 12/01/2022		1,030	1,061
Sequa Corp.			
7.000% due 12/15/2017		3,804	2,092
SFR Group S.A.			
7.375% due 05/01/2026		2,558	2,635
Silversea Cruise Finance Ltd.			
7.250% due 02/01/2025		10	10
Soho House Bond Ltd.			
9.125% due 10/01/2018	GBP	1,300	1,678

See Accompanying Notes

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Schedule of Investments PIMCO Income Strategy Fund (Cont.)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Spanish Broadcasting System, Inc.		
12.500% due 04/15/2017	\$ 1,000	\$ 998
Spirit Issuer PLC		
3.067% due 12/28/2031	GBP 500	592
6.582% due 12/28/2027	700	969
Tech Data Corp.		
3.700% due 02/15/2022	\$ 20	20
4.950% due 02/15/2027	20	20
Tembec Industries, Inc.		
9.000% due 12/15/2019	1,100	1,119
Tennessee Merger Sub, Inc.		
6.375% due 02/01/2025 (b)	49	48
Transocean, Inc.		
9.000% due 07/15/2023	248	265
Trinidad Drilling Ltd.		
6.625% due 02/15/2025 (b)	16	16
Unique Pub Finance Co. PLC		
5.659% due 06/30/2027	GBP 1,917	2,583
6.542% due 03/30/2021	562	765
Virgin Media Secured Finance PLC		
5.000% due 04/15/2027 (b)	300	375
Westmoreland Coal Co.		
8.750% due 01/01/2022	\$ 3,026	2,769
Zayo Group LLC		
5.750% due 01/15/2027	15	15
		73,062
UTILITIES 7.9%		
Frontier Communications Corp.		
11.000% due 09/15/2025	340	345
Gazprom Neft OAO Via GPN Capital S.A.		
6.000% due 11/27/2023 (j)	6,600	7,078
6.000% due 11/27/2023	800	858
Illinois Power Generating Co.		
6.300% due 04/01/2020 ^	1,420	533
7.000% due 04/15/2018 ^	2,600	975
7.950% due 06/01/2032 ^	300	111
Northwestern Bell Telephone		
7.750% due 05/01/2030	7,000	7,671
Odebrecht Drilling Norbe Ltd.		
6.350% due 06/30/2022	215	100
Odebrecht Offshore Drilling Finance Ltd.		
6.625% due 10/01/2023	1,282	446
6.750% due 10/01/2023	1,893	643
Petrobras Global Finance BV		
6.125% due 01/17/2022	86	89
6.625% due 01/16/2034	GBP 100	114
6.750% due 01/27/2041	\$ 1,200	1,074
7.375% due 01/17/2027	100	104
Sprint Capital Corp.		
6.900% due 05/01/2019	600	642
Terraform Global Operating LLC		
9.750% due 08/15/2022	750	831
TerraForm Power Operating LLC		
6.375% due 02/01/2023	300	310
		21,924

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Total Corporate Bonds & Notes (Cost \$194,876)			189,575
CONVERTIBLE BONDS & NOTES 0.7%			
INDUSTRIALS 0.7%			
DISH Network Corp.			
3.375% due 08/15/2026		1,600	1,877
Total Convertible Bonds & Notes (Cost \$1,600)			1,877
		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
MUNICIPAL BONDS & NOTES 5.1%			
CALIFORNIA 0.9%			
Riverside County, California Redevelopment Successor Agency Tax Allocation Bonds, Series 2010			
7.500% due 10/01/2030	\$	600	\$ 647
Stockton Public Financing Authority, California Revenue Bonds, (BABs), Series 2009			
7.942% due 10/01/2038		1,600	1,761
			2,408
ILLINOIS 2.2%			
Chicago, Illinois General Obligation Bonds, (BABs), Series 2010			
7.517% due 01/01/2040		6,000	6,134
Chicago, Illinois General Obligation Bonds, Series 2017			
7.045% due 01/01/2029 (b)		60	61
			6,195
VIRGINIA 0.1%			
Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007			
6.706% due 06/01/2046		395	318
WEST VIRGINIA 1.9%			
Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007			
7.467% due 06/01/2047		6,025	5,356
Total Municipal Bonds & Notes (Cost \$13,892)			14,277
U.S. GOVERNMENT AGENCIES 2.0%			
Fannie Mae			
3.500% due 12/25/2032 (a)		776	106
4.000% due 11/25/2042 (a)		2,775	473
5.021% due 01/25/2029		200	212
12.687% due 12/25/2040		132	192
Freddie Mac			
2.563% due 11/25/2055		4,146	2,332
8.321% due 12/25/2027		1,499	1,677
8.458% due 11/15/2040		231	227
11.521% due 03/25/2025		296	363
Total U.S. Government Agencies (Cost \$5,378)			5,582
NON-AGENCY MORTGAGE-BACKED SECURITIES 16.8%			
Banc of America Alternative Loan Trust			
6.000% due 01/25/2036 ^		61	52
Banc of America Funding Trust			
6.000% due 08/25/2036 ^		2,020	1,974
BCAP LLC Trust			
3.068% due 03/27/2036		1,045	564
5.078% due 03/26/2037		555	168
11.961% due 06/26/2036		252	102
Bear Stearns ALT-A Trust			

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1.091% due 06/25/2046 ^	2,593	2,239
3.104% due 09/25/2047 ^	3,647	2,604
3.110% due 11/25/2036 ^	278	227
3.477% due 09/25/2035 ^	403	333
Bear Stearns Commercial Mortgage Securities Trust		
5.714% due 04/12/2038	100	77
Bear Stearns Mortgage Funding Trust		
7.500% due 08/25/2036	717	688
Chase Mortgage Finance Trust		
3.189% due 12/25/2035 ^	6	6
6.000% due 02/25/2037 ^	619	503
6.000% due 07/25/2037 ^	394	327
6.250% due 10/25/2036 ^	1,176	977
Chase Mortgage Trust		
3.750% due 12/25/2045	270	252
	PRINCIPAL	MARKET
	AMOUNT	VALUE
	(000S)	(000S)
Citicorp Mortgage Securities Trust		
5.500% due 04/25/2037	\$ 75	\$ 74
Citigroup/Deutsche Bank Commercial Mortgage Trust		
5.398% due 12/11/2049	109	99
Commercial Mortgage Loan Trust		
6.096% due 12/10/2049	939	596
Countrywide Alternative Loan Resecuritization Trust		
6.000% due 05/25/2036 ^	1,654	1,386
6.000% due 08/25/2037 ^	706	551
Countrywide Alternative Loan Trust		
1.121% due 05/25/2037 ^	257	138
2.953% due 04/25/2036 ^	712	491
5.500% due 03/25/2035	196	156
5.500% due 12/25/2035 ^	2,153	1,793
5.500% due 03/25/2036 ^	100	78
5.750% due 01/25/2035	234	235
6.000% due 02/25/2035	228	233
6.000% due 08/25/2036 ^	306	268
6.000% due 04/25/2037 ^	783	556
6.250% due 11/25/2036 ^	494	436
6.250% due 12/25/2036 ^	1,143	844
6.500% due 08/25/2036 ^	317	214
Countrywide Home Loan Mortgage Pass-Through Trust		
3.299% due 02/20/2035	36	36
5.500% due 10/25/2035 ^	483	433
6.250% due 09/25/2036 ^	389	329
Credit Suisse Commercial Mortgage Trust		
5.870% due 09/15/2040	1,500	1,418
Deutsche Mortgage Securities, Inc. Mortgage Loan Trust		
2.706% due 06/25/2034	2,030	1,512
Epic Drummond Ltd.		
0.000% due 01/25/2022	EUR 188	200
Fannie Mae		
4.316% due 07/25/2029	\$ 620	630
6.516% due 07/25/2029	570	610
GS Mortgage Securities Trust		
5.622% due 11/10/2039	700	654
GSR Mortgage Loan Trust		
5.500% due 05/25/2036 ^	76	72
6.000% due 02/25/2036 ^	2,968	2,398
HarborView Mortgage Loan Trust		
1.489% due 01/19/2035	223	207
3.213% due 07/19/2035	38	34
IndyMac Mortgage Loan Trust		
6.500% due 07/25/2037 ^	1,771	1,084
JPMorgan Alternative Loan Trust		
3.013% due 03/25/2037 ^	1,137	1,016
3.194% due 03/25/2036 ^	1,269	1,007
JPMorgan Chase Commercial Mortgage Securities Trust		
5.623% due 05/12/2045	783	676
JPMorgan Mortgage Trust		
3.154% due 01/25/2037 ^	365	328

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3.297% due 02/25/2036 ^	338	301
LB-UBS Commercial Mortgage Trust		
5.407% due 11/15/2038	439	339
5.562% due 02/15/2040	809	604
Lehman XS Trust		
0.991% due 06/25/2047	1,477	1,140
Merrill Lynch Mortgage Investors Trust		
3.019% due 03/25/2036 ^	1,203	831
Morgan Stanley Mortgage Loan Trust		
5.962% due 06/25/2036	2,828	1,387
Residential Asset Securitization Trust		
5.750% due 02/25/2036 ^	656	512
6.000% due 07/25/2037 ^	842	580
6.250% due 09/25/2037 ^	1,429	977
Residential Funding Mortgage Securities, Inc. Trust		
4.190% due 08/25/2036 ^	1,155	1,023
6.000% due 09/25/2036 ^	151	141
6.000% due 06/25/2037 ^	1,980	1,815
Structured Adjustable Rate Mortgage Loan Trust		
3.235% due 11/25/2036 ^	1,255	970
3.254% due 01/25/2036 ^	991	753

52 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2017 (Unaudited)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
3.502% due 07/25/2036 ^	\$ 415	\$ 330
4.850% due 03/25/2037 ^	382	267
Suntrust Adjustable Rate Mortgage Loan Trust		
3.097% due 04/25/2037 ^	1,222	1,040
3.408% due 02/25/2037 ^	213	190
WaMu Mortgage Pass-Through Certificates Trust		
2.098% due 12/25/2046	343	333
3.627% due 02/25/2037 ^	394	374
5.972% due 10/25/2036 ^	584	465
Wells Fargo Mortgage-Backed Securities Trust		
2.997% due 07/25/2036 ^	217	206
5.750% due 03/25/2037 ^	202	199
6.000% due 06/25/2037 ^	114	114
Total Non-Agency Mortgage-Backed Securities (Cost \$44,435)		46,776
ASSET-BACKED SECURITIES 24.7%		
Airspeed Ltd.		
1.037% due 06/15/2032	1,630	1,283
Argent Securities Trust		
0.961% due 03/25/2036	8,169	4,316
Asset-Backed Funding Certificates Trust		
0.921% due 10/25/2036	7,189	6,243
Bear Stearns Asset-Backed Securities Trust		
6.500% due 10/25/2036 ^	238	183
BlueMountain CLO Ltd.		
6.472% due 04/13/2027	1,000	981
CIFC Funding Ltd.		
0.000% due 05/24/2026 (e)	1,200	883
0.000% due 07/22/2026	1,000	615
Citigroup Mortgage Loan Trust, Inc.		
0.921% due 12/25/2036	3,953	2,112
0.931% due 12/25/2036	2,129	1,323
Countrywide Asset-Backed Certificates		
0.911% due 06/25/2047 ^	898	652
0.971% due 06/25/2047	5,679	4,376
1.016% due 09/25/2046 ^	3,189	2,650
Grosvenor Place CLO BV		
0.000% due 04/30/2029	EUR 250	222
GSAMP Trust		
1.031% due 02/25/2046	\$ 4,584	3,808
1.746% due 03/25/2035 ^	7,497	5,037
Highbridge Loan Management Ltd.		
6.331% due 05/05/2027	1,000	977
JPMorgan Mortgage Acquisition Corp.		
1.061% due 01/25/2036	391	367
JPMorgan Mortgage Acquisition Trust		
1.076% due 04/25/2036	6,000	4,511
Lehman XS Trust		
6.290% due 06/24/2046	2,476	2,284
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
MASTR Asset-Backed Securities Trust		
5.233% due 11/25/2035	\$ 51	\$ 51
Merrill Lynch Mortgage Investors Trust		
0.916% due 04/25/2037	298	168
Morgan Stanley Mortgage Loan Trust		
0.891% due 04/25/2037	4,038	1,921

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6.250% due 07/25/2047 ^	417	298
Residential Asset Mortgage Products Trust		
1.051% due 09/25/2036	365	322
Residential Asset Securities Corp. Trust		
1.241% due 09/25/2035	13,627	11,301
Securitized Asset-Backed Receivables LLC Trust		
0.911% due 05/25/2036	5,997	3,577
SLM Student Loan Trust		
0.000% due 10/28/2029 (e)	1	1,214
0.000% due 01/25/2042 (e)	2	1,994
South Coast Funding Ltd.		
1.482% due 08/10/2038	6,017	1,242
Taberna Preferred Funding Ltd.		
1.158% due 08/05/2036	239	172
1.158% due 08/05/2036 ^	4,482	3,227
Trainer Wortham First Republic CBO Ltd.		
2.081% due 11/06/2038	273	271

Total Asset-Backed Securities
(Cost \$67,391) **68,581**

SOVEREIGN ISSUES 2.9%

Argentine Government International Bond			
2.260% due 12/31/2038	EUR	150	96
5.000% due 01/15/2027		200	197
5.625% due 01/26/2022	\$	180	181
6.875% due 01/26/2027		140	139
7.820% due 12/31/2033	EUR	1,514	1,667
Autonomous Community of Catalonia			
4.750% due 06/04/2018		1,700	1,921
4.900% due 09/15/2021		700	799
Republic of Greece Government International Bond			
3.800% due 08/08/2017	JPY	201,000	1,722
4.750% due 04/17/2019	EUR	300	299
Saudi Government International Bond			
3.250% due 10/26/2026	\$	200	191
4.500% due 10/26/2046		800	784

Total Sovereign Issues (Cost \$7,899) **7,996**

SHARES

COMMON STOCKS 0.0%

FINANCIALS 0.0%

TIG FinCo PLC (h)	91,836	86
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Total Common Stocks (Cost \$136) **86**

SHARES

**MARKET
VALUE
(000S)**

PREFERRED SECURITIES 1.1%

BANKING & FINANCE 1.1%

Farm Credit Bank of Texas			
10.000% due 12/15/2020 (g)		2,465	\$ 2,964
Morgan Stanley			
5.850% due 04/15/2027 (g)		825	21

Total Preferred Securities (Cost \$2,923) **2,985**

SHORT-TERM INSTRUMENTS 5.2%

REPURCHASE AGREEMENTS (i) 0.9%

2,581

**PRINCIPAL
AMOUNT
(000S)**

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SHORT-TERM NOTES 3.3%

Federal Home Loan Bank			
0.507% due 02/14/2017 (f)	\$	2,500	2,500
0.517% due 02/10/2017 (f)		1,300	1,300
0.528% due 02/01/2017 (f)		400	400
0.528% due 03/08/2017 (e)(f)		1,300	1,299
0.533% due 03/10/2017 - 03/14/2017 (e)(f)		1,000	999
0.538% due 03/31/2017 (e)(f)		2,600	2,598
			9,096

U.S. TREASURY BILLS 1.0%

0.471% due 02/09/2017 - 03/16/2017 (d)(e)(m)		2,642	2,641
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Total Short-Term Instruments

(Cost \$14,318) 14,318

Total Investments in Securities

(Cost \$362,115) 361,023

Total Investments 130.0%

(Cost \$362,115) \$ 361,023

Financial Derivative

Instruments (k)(l) (0.8)%

(Cost or Premiums, net \$(801)) (2,138)

Preferred Shares (18.5)% (51,275)

Other Assets and Liabilities, net (10.7)% (29,845)

Net Assets Applicable to Common Shareholders 100.0% \$ 277,765

NOTES TO SCHEDULE OF INVESTMENTS (AMOUNTS IN THOUSANDS*):

- * A zero balance may reflect actual amounts rounding to less than one thousand.
- ^ Security is in default.
- (a) Interest only security.
- (b) When-issued security.
- (c) Payment in-kind security.
- (d) Coupon represents a weighted average yield to maturity.
- (e) Zero coupon security.
- (f) Coupon represents a yield to maturity.
- (g) Perpetual maturity; date shown, if applicable, represents next contractual call date.

See Accompanying Notes

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Schedule of Investments PIMCO Income Strategy Fund (Cont.)
(h) RESTRICTED SECURITIES:

Issuer Description	Acquisition Date	Cost	Market Value	Market Value as Percentage of Net Assets
TIG FinCo PLC	04/02/2015	\$ 136	\$ 86	0.03%

BORROWINGS AND OTHER FINANCING TRANSACTIONS
(i) REPURCHASE AGREEMENTS:

Counterparty	Lending Rate	Settlement Date	Maturity Date	Principal Amount	Collateralized By	Collateral (Received)	Repurchase Agreements, at Value	Repurchase Agreement Proceeds to be Received ⁽¹⁾
JPS	0.690%	01/31/2017	02/01/2017	\$ 1,100	Ginnie Mae 3.000% due 01/20/2047	\$ (1,141)	\$ 1,100	\$ 1,100
SSB	0.010	01/31/2017	02/01/2017	1,481	U.S. Treasury Notes 1.000% due 05/15/2018 ⁽²⁾	(1,513)	1,481	1,481
Total Repurchase Agreements						\$ (2,654)	\$ 2,581	\$ 2,581

⁽¹⁾ Includes accrued interest.

⁽²⁾ Collateral is held in custody by the counterparty.

REVERSE REPURCHASE AGREEMENTS:

Counterparty	Borrowing Rate ⁽³⁾	Borrowing Date	Maturity Date	Amount Borrowed ⁽³⁾	Payable for Reverse Repurchase Agreements
BCY	0.000%	12/16/2016	12/16/2017	\$ (651)	\$ (651)
JML	1.850	01/10/2017	02/08/2017	(5,663)	(5,669)
RBC	1.910	11/02/2016	05/01/2017	(3,710)	(3,728)
RDR	1.300	11/03/2016	02/03/2017	(5,070)	(5,087)
	1.370	12/13/2016	03/13/2017	(5,734)	(5,745)
	1.450	02/03/2017	05/02/2017	(1,898)	(1,898)
UBS	1.730	11/28/2016	02/28/2017	(1,157)	(1,161)
	1.380	11/30/2016	03/02/2017	(4,217)	(4,227)
	1.850	12/28/2016	03/14/2017	(2,343)	(2,347)
	1.750	01/06/2017	02/22/2017	(1,856)	(1,858)

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1.360 01/06/2017 04/07/2017 (2,469) (2,471)

Total Reverse Repurchase Agreements \$ (34,842)

(3) The average amount of borrowings outstanding during the period ended January 31, 2017 was \$(29,550) at a weighted average interest rate of 1.355%.

BORROWINGS AND OTHER FINANCING TRANSACTIONS SUMMARY

The following is a summary by counterparty of the market value of Borrowings and Other Financing Transactions and collateral pledged/(received) as of January 31, 2017:

(j) Securities with an aggregate market value of \$38,749 have been pledged as collateral under the terms of the following master agreements as of January 31, 2017.

Counterparty	Repurchase Agreement Proceeds to be Received	Payable for Reverse Repurchase Agreements	Payable for Sale-Buyback Transactions	Total Borrowings and Other Financing Transactions	Collateral Pledged/(Received)	Net Exposure ⁽⁴⁾
Global/Master Repurchase Agreement						
BCY	\$ 0	\$ (651)	\$ 0	\$ (651)	\$ 506	\$ (145)
JML	0	(5,669)	0	(5,669)	7,029	1,360
JPS	1,100	0	0	1,100	(1,135)	(41)
RBC	0	(3,728)	0	(3,728)	4,191	463
RDR	0	(12,730)	0	(12,730)	13,219	489
SSB	1,481	0	0	1,481	(1,514)	(33)
UBS	0	(12,064)	0	(12,064)	13,076	1,012
Total Borrowings and Other Financing Transactions	\$ 2,581	\$ (34,842)	\$ 0			

⁽⁴⁾Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from borrowings and other financing transactions can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

January 31, 2017 (Unaudited)

CERTAIN TRANSFERS ACCOUNTED FOR AS SECURED BORROWINGS**Remaining Contractual Maturity of the Agreements**

	Overnight and Continuous	Up to 30 days	31-90 days	Greater Than 90 days	Total
Reverse Repurchase Agreements					
Corporate Bonds & Notes	\$ 0	\$ (18,002)	\$ (14,291)	\$ (651)	\$ (32,944)
Total Borrowings	\$ 0	\$ (18,002)	\$ (14,291)	\$ (651)	\$ (32,944)
Gross amount of recognized liabilities for reverse repurchase agreements⁽⁵⁾					\$ (32,944)

⁽⁵⁾ Unsettled reverse repurchase agreements liability of \$(1,898) is outstanding at period end.

(k) FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED**SWAP AGREEMENTS:****CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION⁽¹⁾**

Reference Entity	Fixed Receive Rate	Maturity Date	Implied Credit Spread at January 31, 2017 ⁽²⁾	Notional Amount ⁽³⁾	Market Value ⁽⁴⁾	Unrealized Appreciation/ (Depreciation)	Variation Margin	
							Asset	Liability
Navient Corp.	5.000%	12/20/2021	4.278%	\$ 300	\$ 11	\$ 0	\$ 1	\$ 0

CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION⁽¹⁾

Index/Tranches	Fixed Receive Rate	Maturity Date	Notional Amount ⁽³⁾	Market Value ⁽⁴⁾	Unrealized Appreciation	Variation Margin	
						Asset	Liability
CDX.HY-24 5-Year Index	5.000%	06/20/2020	\$ 4,365	\$ 369	\$ 29	\$ 0	\$ (1)
CDX.HY-25 5-Year Index	5.000	12/20/2020	1,666	140	146	0	(2)
CDX.HY-26 5-Year Index	5.000	06/20/2021	396	31	13	0	0
CDX.HY-27 5-Year Index	5.000	12/20/2021	772	41	5	0	(2)

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\$ 581 \$ 193 \$ 0 \$ (5)

- (1) If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash, securities or other deliverable obligations equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.
- (2) Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate issues as of period end serve as indicators of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.
- (3) The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.
- (4) The prices and resulting values for credit default swap agreements on credit indices serve as indicators of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement be closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced indices' credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

INTEREST RATE SWAPS

Pay/Receive	Floating Rate	Floating Rate Index	Fixed Rate	Maturity Date	Notional Amount	Market Value	Unrealized Appreciation/ (Depreciation)	Variation Margin	
								Asset	Liability
Pay	3-Month USD-LIBOR		2.750%	06/17/2025	\$ 70,420	\$ 2,632	\$ (1,605)	\$ 185	\$ 0
Pay	3-Month USD-LIBOR		2.250	06/15/2026	15,300	(115)	(839)	45	0
Pay	3-Month USD-LIBOR		3.500	06/19/2044	83,100	14,277	16,989	603	0
Receive	3-Month USD-LIBOR		2.250	12/21/2046	12,600	1,039	2,185	0	(84)
Receive*	3-Month USD-LIBOR		1.750	06/21/2047	131,700	27,449	4,197	0	(869)
Pay	6-Month								
	AUD-BBR-BBSW		3.000	12/17/2019	AUD 6,200	105	12	10	0
Pay	6-Month								
	AUD-BBR-BBSW		3.500	06/17/2025	3,900	150	54	11	0
						\$ 45,537	\$ 20,993	\$ 854	\$ (953)
Total Swap Agreements						\$ 46,129	\$ 21,186	\$ 855	\$ (958)

* This instrument has a forward starting effective date. See Note 2(a) in the Notes to Financial Statements for further information.

See Accompanying Notes

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Schedule of Investments PIMCO Income Strategy Fund (Cont.)**FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED SUMMARY**

The following is a summary of the market value and variation margin of Exchange-Traded or Centrally Cleared Financial Derivative Instruments as of January 31, 2017:

Cash of \$5,292 has been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of January 31, 2017. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

	Financial Derivative Assets				Financial Derivative Liabilities			
	Variation Margin				Variation Margin			
	Market Value	Asset			Market Value	Liability		
	Purchased	Options	Futures	Swap	Written	Options	Futures	Swap
Total Exchange-Traded or Centrally Cleared	\$ 0	\$ 0	\$ 855	\$ 855	\$ 0	\$ 0	\$ (958)	\$ (958)

(I) FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER**FORWARD FOREIGN CURRENCY CONTRACTS:**

Counterparty	Settlement Month	Currency to be Delivered	Currency to be Received	Unrealized Appreciation/ (Depreciation)	
				Asset	Liability
AZD	02/2017	AUD	37	\$ 27	\$ (1)
BOA	02/2017	BRL	354	108	(4)
	02/2017	EUR	12,925	13,461	(492)
	02/2017	GBP	68	84	(1)
	02/2017	\$	113	BRL 354	(1)
BPS	02/2017	EUR	26	\$ 28	0
	02/2017	GBP	46	56	(2)
CBK	02/2017	EUR	395	425	(2)
	02/2017	GBP	45	55	(1)
	02/2017	\$	2,197	EUR 2,066	0
	02/2017		1,775	JPY 202,842	0
	03/2017	JPY	202,842	\$ 1,777	(21)
FBF	02/2017	GBP	22	27	(1)
GLM	02/2017	EUR	190	203	(2)
	02/2017	GBP	375	456	(16)
	03/2017		230	286	(3)
IND	02/2017		27,274	33,413	(897)
JPM	02/2017	AUD	290	211	(8)
	02/2017	JPY	202,842	1,728	(69)
	02/2017	\$	12,949	EUR 12,107	0
	03/2017	EUR	12,107	\$ 12,963	(120)
MSB	02/2017	GBP	90	110	(4)

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SCX	02/2017	EUR	566		608	0	(3)
SOG	02/2017	GBP	90		111	0	(2)
TOR	02/2017	EUR	261		276	0	(6)
	02/2017	GBP	132		161	0	(5)
UAG	02/2017	\$	35,279	GBP	28,142	124	0
	03/2017	GBP	28,142	\$	35,298	0	(122)
Total Forward Foreign Currency Contracts						\$ 299	\$ (1,783)

SWAP AGREEMENTS:

CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION⁽¹⁾

Counterparty	Reference Entity	Fixed Receive Rate	Maturity Date	Implied Credit Spread at January 31, 2017 ⁽²⁾	Notional Amount ⁽³⁾	Unrealized Swap Agreements, at Value			
						Premiums (Received)	Appreciation/ (Depreciation)	Asset	Liability
BPS	Petrobras Global Finance BV	1.000%	12/20/2024	4.214%	\$ 500	\$ (98)	\$ (2)	\$ 0	\$ (100)
GST	Petrobras Global Finance BV	1.000	12/20/2024	4.214	700	(139)	(1)	0	(140)
HUS	Petrobras Global Finance BV	1.000	12/20/2019	2.314	200	(16)	9	0	(7)
	Petrobras Global Finance BV	1.000	09/20/2020	2.864	20	(3)	2	0	(1)
	Petrobras Global Finance BV	1.000	12/20/2024	4.214	800	(166)	7	0	(159)

56 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2017 (Unaudited)

Counterparty	Reference Entity	Fixed Receive Rate	Maturity Date	Implied Credit Spread at January 31, 2017 ⁽²⁾	Notional Amount ⁽³⁾	Premiums (Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value	Asset	Liability
MYC	Petrobras Global Finance BV	1.000%	12/20/2019	2.314%	\$ 4,100	\$ (379)	\$ 235	\$ 0	\$ (144)	
						\$ (801)	\$ 250	\$ 0	\$ (551)	
Total Swap Agreements						\$ (801)	\$ 250	\$ 0	\$ (551)	

- (1) If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash, securities or other deliverable obligations equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.
- (2) Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate issues as of period end serve as indicators of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.
- (3) The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.

FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER SUMMARY

The following is a summary by counterparty of the market value of OTC financial derivative instruments and collateral pledged as of January 31, 2017:

- (m) Securities with an aggregate market value of \$1,900 have been pledged as collateral for financial derivative instruments as governed by International Swaps and Derivatives Association, Inc. master agreements as of January 31, 2017.

Counterparty	Financial Derivative Assets				Financial Derivative Liabilities				Net Market			Net Exposure ⁽⁴⁾
	Forward Foreign Currency Contracts	Purchased Options	Swap Agreements	Total Over the Counter	Forward Foreign Currency Contracts	Written Options	Swap Agreements	Total Over the Counter	Value of Derivatives	OTC Collateral Pledged	Net	
AZD	\$ 0	\$ 0	\$ 0	\$ 0	\$ (1)	\$ 0	\$ 0	\$ (1)	\$ (1)	\$ 0	\$ (1)	
BOA	0	0	0	0	(498)	0	0	(498)	(498)	292	(206)	
BPS	0	0	0	0	(2)	0	(100)	(102)	(102)	0	(102)	
CBK	54	0	0	54	(24)	0	0	(24)	30	0	30	
FBF	0	0	0	0	(1)	0	0	(1)	(1)	0	(1)	
GLM	0	0	0	0	(21)	0	0	(21)	(21)	0	(21)	
GST	0	0	0	0	0	0	(140)	(140)	(140)	267	127	
HUS	0	0	0	0	0	0	(167)	(167)	(167)	401	234	
IND	0	0	0	0	(897)	0	0	(897)	(897)	726	(171)	
JPM	121	0	0	121	(197)	0	0	(197)	(76)	0	(76)	
MSB	0	0	0	0	(4)	0	0	(4)	(4)	0	(4)	
MYC	0	0	0	0	0	0	(144)	(144)	(144)	215	71	
SCX	0	0	0	0	(3)	0	0	(3)	(3)	0	(3)	
SOG	0	0	0	0	(2)	0	0	(2)	(2)	0	(2)	
TOR	0	0	0	0	(11)	0	0	(11)	(11)	0	(11)	
UAG	124	0	0	124	(122)	0	0	(122)	2	0	2	

Total Over the Counter	\$ 299	\$ 0	\$ 0	\$ 299	\$ (1,783)	\$ 0	\$ (551)	\$ (2,334)
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(4) Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from OTC financial derivative instruments can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

FAIR VALUE OF FINANCIAL DERIVATIVE INSTRUMENTS

The following is a summary of the fair valuation of the Fund's derivative instruments categorized by risk exposure. See Note 7, Principal Risks, in the Notes to Financial Statements on risks of the Fund.

Fair Values of Financial Derivative Instruments on the Statements of Assets and Liabilities as of January 31, 2017:

	Derivatives not accounted for as hedging instruments					Total
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts	
Financial Derivative Instruments - Assets						
Exchange-traded or centrally cleared						
Swap Agreements	\$ 0	\$ 1	\$ 0	\$ 0	\$ 854	\$ 855
Over the counter						
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 299	\$ 0	\$ 299
	\$ 0	\$ 1	\$ 0	\$ 299	\$ 854	\$ 1,154

See Accompanying Notes

Schedule of Investments PIMCO Income Strategy Fund (Cont.)

	Derivatives not accounted for as hedging instruments					Total
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts	
Financial Derivative Instruments - Liabilities						
Exchange-traded or centrally cleared						
Swap Agreements	\$ 0	\$ 5	\$ 0	\$ 0	\$ 953	\$ 958
Over the counter						
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 1,783	\$ 0	\$ 1,783
Swap Agreements	0	551	0	0	0	551
	\$ 0	\$ 551	\$ 0	\$ 1,783	\$ 0	\$ 2,334
	\$ 0	\$ 556	\$ 0	\$ 1,783	\$ 953	\$ 3,292

The effect of Financial Derivative Instruments on the Statements of Operations for the period ended January 31, 2017:

	Derivatives not accounted for as hedging instruments					Total
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts	
Net Realized Gain on Financial Derivative Instruments						
Exchange-traded or centrally cleared						
Swap Agreements	\$ 0	\$ 229	\$ 0	\$ 0	\$ 19,576	\$ 19,805
Over the counter						
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ 4,089	\$ 0	\$ 4,089
Swap Agreements	0	32	0	0	0	32
	\$ 0	\$ 32	\$ 0	\$ 4,089	\$ 0	\$ 4,121
	\$ 0	\$ 261	\$ 0	\$ 4,089	\$ 19,576	\$ 23,926
Net Change in Unrealized Appreciation (Depreciation) on Financial Derivative Instruments						
Exchange-traded or centrally cleared						
Swap Agreements	\$ 0	\$ 77	\$ 0	\$ 0	\$ (17,586)	\$ (17,509)
Over the counter						
Forward Foreign Currency Contracts	\$ 0	\$ 0	\$ 0	\$ (1,498)	\$ 0	\$ (1,498)
Swap Agreements	0	604	0	0	0	604
	\$ 0	\$ 604	\$ 0	\$ (1,498)	\$ 0	\$ (894)
	\$ 0	\$ 681	\$ 0	\$ (1,498)	\$ (17,586)	\$ (18,403)

FAIR VALUE MEASUREMENTS

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The following is a summary of the fair valuations according to the inputs used as of January 31, 2017 in valuing the Fund's assets and liabilities:

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 01/31/2017
Investments in Securities, at Value				
Bank Loan Obligations	\$ 800	\$ 7,275	\$ 895	\$ 8,970
Corporate Bonds & Notes				
Banking & Finance	0	92,067	2,522	94,589
Industrials	0	73,062	0	73,062
Utilities	0	21,924	0	21,924
Convertible Bonds & Notes				
Industrials	0	1,877	0	1,877
Municipal Bonds & Notes				
California	0	2,408	0	2,408
Illinois	0	6,195	0	6,195
Virginia	0	318	0	318
West Virginia	0	5,356	0	5,356
U.S. Government Agencies	0	3,250	2,332	5,582
Non-Agency Mortgage-Backed Securities	0	46,776	0	46,776
Asset-Backed Securities	0	65,373	3,208	68,581
Sovereign Issues	0	7,996	0	7,996
Common Stocks				
Financials	0	0	86	86
Preferred Securities				
Banking & Finance	0	2,985	0	2,985
Short-Term Instruments				
Repurchase Agreements	\$ 0	\$ 2,581	\$ 0	\$ 2,581
Short-Term Notes	0	9,096	0	9,096
U.S. Treasury Bills	0	2,641	0	2,641
Total Investments	\$ 800	\$ 351,180	\$ 9,043	\$ 361,023
Financial Derivative Instruments - Assets				
Exchange-traded or centrally cleared	0	855	0	855
Over the counter	0	299	0	299
	\$ 0	\$ 1,154	\$ 0	\$ 1,154
Financial Derivative Instruments - Liabilities				
Exchange-traded or centrally cleared	0	(958)	0	(958)
Over the counter	0	(2,334)	0	(2,334)
	\$ 0	\$ (3,292)	\$ 0	\$ (3,292)
Total Financial Derivative Instruments	\$ 0	\$ (2,138)	\$ 0	\$ (2,138)
Totals	\$ 800	\$ 349,042	\$ 9,043	\$ 358,885

There were no significant transfers among Levels 1 and 2 during the period ended January 31, 2017.

January 31, 2017 (Unaudited)

The following is a reconciliation of the fair valuations using significant unobservable inputs (Level 3) for the Fund during the period ended January 31, 2017:

Category and Subcategory	Beginning Balance at 07/31/2016	Net Purchases	Net Sales	Accrued Discounts/ (Premiums)	Realized Gain/(Loss)	Net Change in Unrealized Appreciation/Transfers into Level 3 (Depreciation) ⁽¹⁾	Transfers out of Level 3	Ending Balance at 01/31/2017	Net Change in Unrealized Appreciation/ (Depreciation) on Investments Held at 01/31/2017 ⁽¹⁾
Investments in Securities, at Value									
Bank Loan Obligations	\$ 0	\$ 798	\$ (3)	\$ 11	\$ 1	\$ 88	\$ 0	\$ 895	\$ 88
Corporate Bonds & Notes									
Banking & Finance	2,656	0	(36)	1	0	(99)	0	2,522	(93)
U.S. Government									
Agencies	2,235	0	(20)	9	8	100	0	2,332	99
Asset-Backed Securities	3,692	0	0	0	0	(484)	0	3,208	(483)
Common Stocks									
Financials	58	0	0	0	1	27	0	86	27
Totals	\$ 8,641	\$ 798	\$ (59)	\$ 21	\$ 10	\$ (368)	\$ 0	\$ 9,043	\$ (362)

The following is a summary of significant unobservable inputs used in the fair valuations of assets and liabilities categorized within Level 3 of the fair value hierarchy:

Category and Subcategory	Ending Balance at 01/31/2017	Valuation Technique	Unobservable Inputs	Input Value(s) (% Unless Noted Otherwise)
Investments in Securities, at Value				
Bank Loan Obligations	\$ 895	Third Party Vendor	Broker Quote	89.750
Corporate Bonds & Notes				
Banking & Finance	2,522	Proxy Pricing	Base Price	110.500
U.S. Government Agencies	2,332	Proxy Pricing	Base Price	56.094
Asset-Backed Securities	3,208	Proxy Pricing	Base Price	89,450-99,920
Common Stocks				
Financials	86	Other Valuation Techniques ⁽²⁾		
Total	\$ 9,043			

⁽¹⁾ Any difference between Net Change in Unrealized Appreciation/(Depreciation) and Net Change in Unrealized Appreciation/(Depreciation) on Investments Held at January 31, 2017 may be due to an investment no longer held or categorized as Level 3 at period end.

⁽²⁾ Includes valuation techniques not defined in the Notes to Financial Statements as securities valued using such techniques are not considered significant to the Fund.

Schedule of Investments PIMCO Income Strategy Fund II

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 126.2%		
BANK LOAN OBLIGATIONS 2.9%		
iHeartCommunications, Inc.		
7.528% due 01/30/2019	\$ 6,800	\$ 5,717
Lightstone Generation LLC		
TBD% due 11/22/2023	2,000	2,027
Sequa Corp.		
5.250% due 06/19/2017	6,459	6,195
Team Health Holdings, Inc.		
TBD% due 01/17/2024	400	400
Vistra Operations Co. LLC		
4.017% due 12/14/2023	600	607
Westmoreland Coal Co.		
7.500% due 12/16/2020	2,095	1,880
Total Bank Loan Obligations (Cost \$17,479)		16,826
CORPORATE BONDS & NOTES 57.4%		
BANKING & FINANCE 28.3%		
AGFC Capital Trust		
2.772% due 01/15/2067	1,800	990
Ally Financial, Inc.		
8.000% due 11/01/2031	4,610	5,497
Banco Bilbao Vizcaya Argentaria S.A.		
6.750% due 02/18/2020 (h)	EUR 1,600	1,651
Banco do Brasil S.A.		
6.250% due 04/15/2024 (h)	\$ 3,700	2,978
9.000% due 06/18/2024 (h)	4,509	4,577
Banco Espirito Santo S.A.		
2.625% due 05/08/2017 ^	EUR 3,000	1,036
4.000% due 01/21/2019 ^	8,100	2,798
4.750% due 01/15/2018 ^	2,300	795
Banco Santander S.A.		
6.250% due 09/11/2021 (h)	1,600	1,659
Barclays Bank PLC		
7.625% due 11/21/2022	\$ 4,400	4,826
Barclays PLC		
6.500% due 09/15/2019 (h)	EUR 1,900	2,061
7.875% due 09/15/2022 (h)	GBP 415	538
8.000% due 12/15/2020 (h)	EUR 4,100	4,789
Blackstone CQP Holdco LP		
9.296% due 03/19/2019	\$ 5,413	5,461
BNP Paribas S.A.		
7.375% due 08/19/2025 (h)(k)	4,110	4,167
Cantor Commercial Real Estate Co. LP		
7.750% due 02/15/2018	1,650	1,651
Cantor Fitzgerald LP		
6.500% due 06/17/2022	8,500	9,256
CBL & Associates LP		
5.950% due 12/15/2026	2,200	2,183
Co-operative Group Holdings Ltd.		
7.500% due 07/08/2026	GBP 6,150	9,257
Cooperatieve Rabobank UA		
6.625% due 06/29/2021 (h)	EUR 1,200	1,391
Credit Agricole S.A.		
7.875% due 01/23/2024 (h)	\$ 3,500	3,573
Credit Suisse Group AG		

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7.500% due 12/11/2023 (h)		7,243	7,683
Flagstar Bancorp, Inc.			
6.125% due 07/15/2021		3,500	3,737
GSPA Monetization Trust			
6.422% due 10/09/2029 (k)		4,747	5,239
Hexion U.S. Finance Corp.			
10.375% due 02/01/2022 (c)		73	75
13.750% due 02/01/2022 (c)		58	59
HSBC Holdings PLC			
6.000% due 09/29/2023 (h)	EUR	3,530	4,027
Jefferies Finance LLC			
6.875% due 04/15/2022 (k)	\$	6,850	6,679
7.375% due 04/01/2020		400	406
7.500% due 04/15/2021		347	351
		PRINCIPAL	MARKET
		AMOUNT	VALUE
		(000S)	(000S)
Jefferies LoanCore LLC			
6.875% due 06/01/2020	\$	200	\$ 195
Lloyds Banking Group PLC			
7.625% due 06/27/2023 (h)	GBP	2,300	3,087
MPT Operating Partnership LP			
5.250% due 08/01/2026	\$	1,292	1,273
Nationwide Building Society			
10.250% due 06/29/2049 (h)	GBP	13	2,130
Navient Corp.			
4.875% due 06/17/2019	\$	500	505
5.500% due 01/15/2019		8,300	8,508
5.625% due 08/01/2033		148	118
Novo Banco S.A.			
5.000% due 04/04/2019	EUR	311	254
5.000% due 04/23/2019		653	537
5.000% due 05/14/2019		431	352
5.000% due 05/21/2019		241	197
5.000% due 05/23/2019		240	196
Omega Healthcare Investors, Inc.			
4.375% due 08/01/2023 (k)	\$	1,500	1,502
OneMain Financial Holdings LLC			
6.750% due 12/15/2019		1,353	1,409
PHH Corp.			
6.375% due 08/15/2021		570	579
7.375% due 09/01/2019		700	768
Rio Oil Finance Trust			
9.250% due 07/06/2024		1,500	1,482
Royal Bank of Scotland Group PLC			
7.500% due 08/10/2020 (h)(k)		4,080	3,968
8.000% due 08/10/2025 (h)(k)		5,190	5,106
8.625% due 08/15/2021 (h)		1,700	1,759
Santander UK Group Holdings PLC			
7.375% due 06/24/2022 (h)	GBP	4,100	5,287
Spirit Realty LP			
4.450% due 09/15/2026 (k)	\$	1,500	1,441
Springleaf Finance Corp.			
5.250% due 12/15/2019		675	680
8.250% due 12/15/2020		3,100	3,336
Tesco Property Finance PLC			
5.411% due 07/13/2044	GBP	4,434	5,433
6.052% due 10/13/2039		2,622	3,527
TIG FinCo PLC			
8.500% due 03/02/2020		687	891
8.750% due 04/02/2020		8,604	10,445
			164,355
INDUSTRIALS 22.3%			
ADT Corp.			
4.875% due 07/15/2032	\$	662	536
Aeropuertos Argentina S.A.			
6.875% due 02/01/2027 (c)		500	506

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Altice Financing S.A.			
7.500% due 05/15/2026		3,600	3,809
BCD Acquisition, Inc.			
9.625% due 09/15/2023		780	839
BMC Software Finance, Inc.			
8.125% due 07/15/2021		1,800	1,746
Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)			
9.000% due 10/15/2019 (d)(k)		4,650	4,534
Caesars Entertainment Operating Co., Inc.			
8.500% due 02/15/2020 ^		1,475	1,649
9.000% due 02/15/2020 ^		2,262	2,522
11.250% due 06/01/2017 ^		9,662	10,556
Chesapeake Energy Corp.			
4.272% due 04/15/2019		134	134
Concordia International Corp.			
9.000% due 04/01/2022		355	303
Diamond Resorts International, Inc.			
10.750% due 09/01/2024		2,500	2,512
DriveTime Automotive Group, Inc.			
8.000% due 06/01/2021		800	794
Forbes Energy Services Ltd.			
9.000% due 06/15/2019 ^		1,164	704
		PRINCIPAL	MARKET
		AMOUNT	VALUE
		(000S)	(000S)
Ford Motor Co.			
7.700% due 05/15/2097 (k)	\$	10,460	\$ 12,206
Fresh Market, Inc.			
9.750% due 05/01/2023		8,000	7,140
Harvest Operations Corp.			
2.330% due 04/14/2021		3,317	3,261
HCA, Inc.			
4.500% due 02/15/2027		940	929
7.500% due 11/15/2095		1,200	1,155
Hellenic Railways Organization S.A.			
4.028% due 03/17/2017	EUR	1,400	1,496
iHeartCommunications, Inc.			
9.000% due 09/15/2022	\$	3,450	2,600
Intelsat Luxembourg S.A.			
7.750% due 06/01/2021		6,888	2,428
8.125% due 06/01/2023		1,135	383
Intrepid Aviation Group Holdings LLC			
6.875% due 02/15/2019		7,420	6,789
Kinder Morgan Energy Partners LP			
6.375% due 03/01/2041 (k)		400	447
Kinder Morgan, Inc.			
7.800% due 08/01/2031 (k)		3,500	4,392
Kinetic Concepts, Inc.			
9.625% due 10/01/2021		6,800	7,298
Koppers, Inc.			
6.000% due 02/15/2025		16	17
Mallinckrodt International Finance S.A.			
4.750% due 04/15/2023		300	247
N&W Global Vending SpA			
7.000% due 10/15/2023	EUR	880	1,003
Petroleos Mexicanos			
5.375% due 03/13/2022	\$	90	92
6.500% due 03/13/2027		256	264
Prime Security Services Borrower LLC			
9.250% due 05/15/2023 (k)		2,445	2,656
Russian Railways via RZD Capital PLC			
7.487% due 03/25/2031	GBP	1,300	1,924
Sabine Pass Liquefaction LLC			
5.875% due 06/30/2026 (k)	\$	2,500	2,787
Safeway, Inc.			
7.250% due 02/01/2031		245	242
Scientific Games International, Inc.			
10.000% due 12/01/2022		2,150	2,214
Sequa Corp.			
7.000% due 12/15/2017		7,918	4,355

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SFR Group S.A.			
7.375% due 05/01/2026 (k)		5,564	5,731
Silversea Cruise Finance Ltd.			
7.250% due 02/01/2025		21	22
Soho House Bond Ltd.			
9.125% due 10/01/2018	GBP	2,700	3,485
Spanish Broadcasting System, Inc.			
12.500% due 04/15/2017	\$	2,100	2,095
Spirit Issuer PLC			
3.067% due 12/28/2031	GBP	1,000	1,185
6.582% due 12/28/2027		1,000	1,385
Tech Data Corp.			
3.700% due 02/15/2022	\$	30	30
4.950% due 02/15/2027		40	40
Tembec Industries, Inc.			