

PIMCO CORPORATE & INCOME STRATEGY FUND  
Form N-CSR  
October 02, 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)**

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**(Name and address of agent for service)**

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**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: July 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**

# Annual Report

*July 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

**Table of Contents**

|  | Page |
|--|------|
| <u>Letter from the Chairman of the Board &amp; President</u>   | 2    |
| <u>Important Information About the Funds</u>                   | 4    |
| <u>Financial Highlights</u>                                    | 16   |
| <u>Statements of Assets and Liabilities</u>                    | 18   |
| <u>Statements of Operations</u>                                | 19   |
| <u>Statements of Changes in Net Assets</u>                     | 20   |
| <u>Statements of Cash Flows</u>                                | 22   |
| <u>Notes to Financial Statements</u>                           | 73   |
| <u>Report of Independent Registered Public Accounting Firm</u> | 95   |
| <u>Glossary</u>  | 96   |
| <u>Federal Income Tax Information</u>                          | 97   |
| <u>Shareholder Meeting Results</u>                             | 98   |
| <u>Changes to Boards of Trustees</u>                           | 99   |
| <u>Dividend Reinvestment Plan</u>                              | 100  |
| <u>Management of the Funds</u>                                 | 102  |
| <u>Approval of Investment Management Agreement</u>             | 105  |
| <u>Privacy Policy</u>  | 111  |

  

| Fund   | Fund<br>Summary | Schedule<br>of<br>Investments |
|--|-----------------|-------------------------------|
| <u>PIMCO Corporate &amp; Income Opportunity Fund</u> | 10              | 23                            |
| <u>PIMCO Corporate &amp; Income Strategy Fund</u>    | 11              | 35                            |
| <u>PIMCO High Income Fund</u>                        | 12              | 45                            |
| <u>PIMCO Income Strategy Fund</u>                    | 13              | 55                            |
| <u>PIMCO Income Strategy Fund II</u>                 | 14              | 64                            |

## Letter from the Chairman of the Board & President

Dear Shareholder,

The global equity markets generated strong results during the reporting period against a backdrop of solid corporate profits and signs of improving global growth. Meanwhile, the global fixed income markets generated weak results, as U.S. monetary policy tightened, whereas many international central banks maintained accommodative monetary policies.

For the 12-month reporting period ended July 31, 2017

The U.S. economy continued to expand at a relatively modest pace during the reporting period. U.S. gross domestic product ( GDP ), which represents the value of goods and services produced in the country, and is the broadest measure of economic activity and the principal indicator of economic performance, expanded at a revised pace of 2.8% on an annual basis during the third quarter of 2016 – the strongest reading since the first quarter of 2015. GDP growth then moderated, growing at a revised annual pace of 1.8% during the fourth quarter of 2016, and 1.2% during the first quarter of 2017. Finally, the Commerce Department’s second reading – released after the reporting period had ended – showed that second quarter 2017 GDP grew at an annual pace of 3.0%.

The Federal Reserve ( Fed ) continued to normalize monetary policy, with three interest rate hikes during the reporting period. The first occurrence was in December 2016, followed by rate hikes at its meetings in March and June 2017. The second move put the federal funds rate between 1.00% and 1.25%. In its official statement following the Fed’s June meeting, the Fed said, “The Committee expects that economic conditions will evolve in a manner that will warrant 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.” The Fed also indicated that it expects to begin reducing its balance sheet later this year.

Economic activity outside the U.S. generally improved during the reporting period. Nevertheless, a number of central banks, including the European Central Bank, Bank of England and Bank of Japan, maintained their highly accommodative monetary policies during the reporting period. However, toward the end of the reporting period, several central banks indicated that they may pare back their quantitative easing programs should growth improve and inflation increase.

Commodity prices fluctuated during the 12 months ended July 31, 2017. When the reporting period began, crude oil was approximately \$42 a barrel, and was roughly \$54 a barrel at the end of 2016. Prices then generally declined on elevated supplies and crude oil was roughly \$43 a barrel in mid-June 2017, before rising to nearly \$50 at the end of July 2017. Finally, there were gyrations in foreign exchange markets, possibly due, at least in part, to changing expectations for global growth, decoupling central bank policy, Brexit, the surprise outcome from the November U.S. elections, and a number of geopolitical events.

## Outlook

PIMCO’s baseline secular outlook is that the U.S. economy is likely to grow at about 2% per year, with inflation running close to the Fed’s target of 2%. PIMCO’s forecast for the federal funds rate at the end of its secular horizon is anchored in a “New Neutral” range of 2% to 3%, but with the

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risks skewed to the downside on rates. In PIMCO's view, of real concern for the U.S. outlook, as well as the global outlook, is the driving-without-a-spare-tire risk at this late stage of the business cycle. In the next recession, whenever it occurs, PIMCO believes the Fed and other central banks will have less room to cut rates than in past cycles. Some countries—for example, the U.S., China, Germany—will likely have some fiscal space to deploy in the next downturn, but with sovereign debt levels already elevated, fiscal policy is unlikely to fully offset the constraints on monetary policy in the next global downturn.

### **2 PIMCO CLOSED-END FUNDS**

For the eurozone, under PIMCO's baseline secular scenario, there would be trend growth of 1.25% on average over the next five years, with inflation hovering between 1% and 2%. PIMCO sees risk to its outlook as roughly balanced for the eurozone in the near term, but with risk increasing and tilting to the downside toward the end of the eurozone's secular horizon. For Japan, PIMCO's baseline secular outlook is for 0% to 1% inflation, with the Bank of Japan only gradually being able to raise the 10-year yield target. Finally, for China, PIMCO's baseline secular outlook is that growth slows gradually to about 5.5%.

In the following pages of this PIMCO Closed-End Funds Annual Report, please find specific details regarding investment performance and a discussion of factors that most affected the Funds' performance over the 12 months ended July 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](http://www.pimco.com) to learn more about our views.

Sincerely,

Hans W. Kertess  
Chairman of the Board of Trustees

Peter G. Strelow  
President

ANNUAL REPORT JULY 31, 2017 3



## 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 wide variety of factors can cause interest rates to rise (e.g., central bank monetary policies, inflation rates, general economic conditions). This risk may be particularly acute in the current market environment because market interest rates are currently near historically low levels. This, combined with recent economic recovery, the Federal Reserve Board's conclusion of its quantitative easing program, and increases in federal funds interest rates in 2015, 2016 and 2017, which had not occurred since 2006, could potentially increase the probability of an updated interest rate environment in the near future. To the extent the Federal Reserve Board continues to raise interest rates, there is a risk that rates across the financial system may rise. 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. The regulation of the derivatives markets has increased over the past several years, and additional future regulation of the derivatives markets may make derivatives more costly, may limit the availability or reduce the liquidity of derivatives, or may otherwise adversely affect the value or performance of derivatives. Any such adverse future developments could impair the effectiveness of a Fund's derivatives transactions and cause a Fund to lose value. For instance, in December 2015, the SEC proposed new regulations applicable to a registered investment company'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/or adversely affect a Fund's performance, efficiency in implementing its strategy, liquidity and/or ability to pursue its investment objectives.

Certain Funds' monthly distributions may include, among other possible sources, interest income from its debt portfolio and 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.

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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 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

### **4 PIMCO CLOSED-END FUNDS**

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 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 a substantial possibility 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 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. A Fund may be

**Important Information About the Funds (Cont.)**

subject to heightened or additional risks and potential liabilities and costs by investing in mezzanine and other subordinated loans or, with respect to certain Funds, 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 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 represent interests in pools of mortgages or other assets such as consumer loans or receivables held in trust and often involve risks that are different from or possibly 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 exhibit 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. Additionally, investments in subordinate mortgage-backed and other asset-backed securities will be subject to risks arising from delinquencies and foreclosures, thereby exposing a Fund's investment portfolio to potential losses. Subordinate securities of mortgage-backed and other asset-backed securities are also subject to greater credit risk than those mortgage-backed or other asset-backed securities that are more highly rated.

A Fund may also invest in the residual or equity tranches of mortgage-related and other asset-backed securities, which may be referred to as subordinate mortgage-backed or asset-backed securities and interest-only mortgage-backed or asset-backed securities. Subordinate mortgage-backed or asset-backed securities are paid interest only to the extent that there are funds available to make payments. To the extent the collateral pool includes a large percentage of delinquent loans, there is a risk that interest payment on subordinate mortgage-backed or asset-backed securities will not be fully paid. There are multiple tranches of mortgage-backed and asset backed-securities, offering investors various maturity and credit risk characteristics. Tranches are categorized as senior, mezzanine, and subordinated/equity or first loss, according to their degree of risk. The most senior tranche of a mortgage-backed or asset-backed security has the greatest collateralization and pays the lowest interest rate. If there are defaults or the collateral otherwise underperforms, scheduled payments to senior tranches take precedence over those of mezzanine tranches, and scheduled payments to mezzanine tranches take precedence over those to subordinated/equity tranches. Lower tranches represent lower degrees of credit quality and pay higher interest rates intending to compensate for the attendant risks. The return on the lower tranches is especially sensitive to the rate of defaults in the collateral pool. The lowest tranche (i.e., the equity or residual tranche) specifically receives the residual interest payments (i.e., money that is left over after the higher tranches have been paid and expenses of the issuing entities have been paid) rather than a fixed interest rate. Each Fund expects that investments in subordinate mortgage-backed and other asset-backed securities will be subject to risks arising from delinquencies and foreclosures, thereby exposing its investment portfolio to potential losses. Subordinate securities of mortgage-backed and other asset-backed securities are also subject to greater credit risk than those mortgage-backed or other asset-backed securities that are more highly rated.

The risks of investing in collateralized loan obligations (CLOs) include prepayment risk, credit risk, liquidity risk, market risk, structural risk, legal risk and interest rate risk. CLOs may carry additional risks, including, but not limited to: (i) the possibility that distributions from collateral securities will not be adequate to make interest or other payments; (ii) the quality of the collateral may decline in value or default; (iii) the possibility that the investments in CLOs are subordinate to other classes or tranches thereof; and (iv) the complex structure of the security may not be fully understood at the time of investment and may produce disputes with the issuer or unexpected investment results.

High-yield bonds (commonly referred to as junk bonds) typically have a lower credit rating than other bonds. Lower-rated bonds generally

**6 PIMCO CLOSED-END FUNDS**

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 obligations might be repaid only after lengthy workout or bankruptcy proceedings, during which the issuer might not make any interest or other payments. Defaulted securities are often illiquid and may not be actively traded. Sales 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 Fund's shares.

The global economic crisis brought several small countries in Europe to the brink of default 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 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 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 and information security risks resulting from breaches in cyber security. A breach in cyber security refers to both intentional and unintentional cyber events that may, among other things, cause a Fund to lose proprietary information, suffer data corruption and/or destruction or lose operational capacity, result in the unauthorized release or other misuse of confidential information, or otherwise disrupt normal business operations. 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 involving a Fund's third party service providers (including but not limited to advisers, sub-advisers, administrators, transfer agents, custodians, distributors and other third parties), trading counterparties or issuers in which a Fund invests can also subject a Fund to many of the same risks associated with direct cyber security breaches. Moreover, cyber security breaches involving trading counterparties or issuers in which a Fund invests could adversely impact such counterparties or issuers and cause the Fund's investment to lose value.

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; additional compliance and cyber

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security risk management costs and other adverse consequences. 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 business continuity plans and risk management systems designed to

**ANNUAL REPORT** JULY 31, 2017 7



### Important Information About the Funds (Cont.)

reduce the risks associated with cyber security. However, there are inherent limitations in these plans and systems, including that certain risks may not have been identified, in large part because different or unknown threats may emerge in the future. As such, there is no guarantee that such efforts will succeed, especially because the Funds do not directly control the cyber security systems of issuers in which a Fund may invest, trading counterparties or third party service providers to the Funds. There is also a risk that cyber security breaches may not be detected. 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 they 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, including, but 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 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.

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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

### **8 PIMCO CLOSED-END FUNDS**

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:

| <b>Fund Name</b>                          | <b>Commencement of Operations</b> | <b>Diversification Status</b> |
|---|-----------------------------------|-------------------------------|
| 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.

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.

PIMCO has adopted written proxy voting policies and procedures ( Proxy Policy ) as required by Rule 6(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.

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Updated portfolio holdings information about a Fund will be available at [www.pimco.com](http://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.

**ANNUAL REPORT** JULY 31, 2017 **9**

**PIMCO Corporate & Income Opportunity Fund**

Symbol on NYSE - **PTY**

Allocation Breakdown as of 07/31/2017 <sup>§</sup>

|                                       |       |
|---------------------------------------|-------|
| Corporate Bonds & Notes               | 45.7% |
| Non-Agency Mortgage-Backed Securities | 15.7% |
| Asset-Backed Securities               | 14.7% |
| Short-Term Instruments                | 6.2%  |
| Loan Participations and Assignments   | 5.8%  |
| Municipal Bonds & Notes               | 3.7%  |
| U.S. Government Agencies              | 3.3%  |
| Sovereign Issues                      | 2.1%  |
| Preferred Securities                  | 2.0%  |
| Other                                 | 0.8%  |

% of Investments, at value.

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

Fund Information (as of July 31, 2017)<sup>(1)</sup>

|  |         |
|--|---------|
| Market Price                                   | \$16.92 |
| NAV  | \$14.87 |
| Premium/(Discount) to NAV                      | 13.79%  |
| Market Price Distribution Yield <sup>(2)</sup> | 9.22%   |
| NAV Distribution Yield <sup>(2)</sup>          | 10.49%  |
| Total Effective Leverage <sup>(3)</sup>        | 43%     |

Average Annual Total Return<sup>(1)</sup> for the period ended July 31, 2017

|              | 1 Year | 5 Year | 10 Year | Commencement<br>of Operations<br>(12/27/02) |
|--------------|--------|--------|---------|---|
| Market Price | 29.18% | 11.61% | 15.70%  | 14.37%                                      |
| NAV          | 26.91% | 14.54% | 16.07%  | 14.64%                                      |

All Fund returns are net of fees and expenses.

(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](http://www.pimco.com) or call (844) 33-PIMCO (844-337-4626).

(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 investment income in accordance with its policies and good accounting practices, 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](http://www.pimco.com) for most recent Section 19 Notice,

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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 investment objective is to seek maximum total return through a combination of current income and capital appreciation.

### Fund Insights at NAV

The following affected performance during the reporting period:

- » Exposure to high yield corporate bonds contributed to performance, as the sector generated positive total returns.
- » Exposure to non-agency residential mortgage-backed securities (RMBS) contributed to performance, as the sector generated positive total returns.
- » Exposure to investment grade corporate bonds contributed to performance, as the sector generated positive total returns.
- » Exposure to Brazilian external debt contributed to performance, as the sector generated positive total returns.
- » Exposure to taxable municipal bonds contributed to performance, as the sector generated positive total returns.
- » Exposure to structured products contributed to performance, as the sector generated positive total returns.
- » Exposure to U.S. interest rates detracted from performance, as U.S. interest rates rose.
- » Exposure to GBP interest rates detracted from performance, as GBP interest rates rose.

### 10 PIMCO CLOSED-END FUNDS

## PIMCO Corporate & Income Strategy Fund

Symbol on NYSE - **PCN**Allocation Breakdown as of 07/31/2017 <sup>§</sup>

|                                       |       |
|---------------------------------------|-------|
| Corporate Bonds & Notes               | 43.0% |
| Non-Agency Mortgage-Backed Securities | 20.7% |
| Asset-Backed Securities               | 16.3% |
| U.S. Government Agencies              | 4.7%  |
| Loan Participations and Assignments   | 3.9%  |
| Municipal Bonds & Notes               | 3.8%  |
| Preferred Securities                  | 3.0%  |
| Sovereign Issues                      | 2.1%  |
| Short-Term Instruments                | 1.7%  |
| Other                                 | 0.8%  |

% of Investments, at value.

<sup>§</sup> Allocation Breakdown and % of investments exclude securities sold short and financial derivative instruments, if any.Fund Information (as of July 31, 2017)<sup>(1)</sup>

|  |         |
|--|---------|
| Market Price                                   | \$17.92 |
| NAV  | \$15.32 |
| Premium/(Discount) to NAV                      | 16.97%  |
| Market Price Distribution Yield <sup>(2)</sup> | 7.53%   |
| NAV Distribution Yield <sup>(2)</sup>          | 8.81%   |
| Total Effective Leverage <sup>(3)</sup>        | 20%     |

Average Annual Total Return<sup>(1)</sup> for the period ended July 31, 2017

|              | 1 Year | 5 Year | 10 Year | Commencement<br>of Operations<br>(12/21/01) |
|--------------|--------|--------|---------|---|
| Market Price | 30.63% | 12.22% | 15.13%  | 12.76%                                      |
| NAV          | 21.13% | 12.80% | 14.46%  | 12.47%                                      |

All Fund returns are net of fees and expenses.

(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](http://www.pimco.com) or call (844) 33-PIMCO (844-337-4626).

(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 investment income in accordance with its policies and good accounting practices, 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](http://www.pimco.com) for most recent Section 19 Notice,

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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 a secondary objective of capital preservation and appreciation.

### Fund Insights at NAV

The following affected performance during the reporting period:

- » Exposure to non-agency residential mortgage-backed securities (RMBS) contributed to performance, as the sector generated positive total returns.
- » Exposure to high yield industrials contributed to performance, as the high yield industrials sector generated positive total returns.
- » Exposure to high yield financials contributed to performance, as the high yield financials sector generated positive total returns.
- » Exposure to emerging markets contributed to performance, as the sector generated positive total returns.
- » Exposure to investment grade financials contributed to performance, as the investment grade financials sector generated positive total returns.
- » Exposure to U.S. interest rates detracted from performance, as U.S. interest rates rose.



**PIMCO High Income Fund**

Symbol on NYSE - **PHK**

Allocation Breakdown as of 07/31/2017 <sup>§</sup>

|                                       |       |
|---------------------------------------|-------|
| Corporate Bonds & Notes               | 49.6% |
| Non-Agency Mortgage-Backed Securities | 14.8% |
| Asset-Backed Securities               | 12.7% |
| Short-Term Instruments                | 6.3%  |
| Municipal Bonds & Notes               | 5.6%  |
| Preferred Securities                  | 3.1%  |
| U.S. Government Agencies              | 2.6%  |
| Loan Participations and Assignments   | 2.3%  |
| Sovereign Issues                      | 1.9%  |
| Other                                 | 1.1%  |

% of Investments, at value.

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

Fund Information (as of July 31, 2017)<sup>(1)</sup>

|  |        |
|--|--------|
| Market Price                                   | \$8.71 |
| NAV  | \$6.90 |
| Premium/(Discount) to NAV                      | 26.23% |
| Market Price Distribution Yield <sup>(2)</sup> | 11.12% |
| NAV Distribution Yield <sup>(2)</sup>          | 14.03% |
| Total Effective Leverage <sup>(3)</sup>        | 24%    |

Average Annual Total Return<sup>(1)</sup> for the period ended July 31, 2017

|              | 1 Year  | 5 Year | 10 Year | Commencement<br>of Operations<br>(04/30/03) |
|--------------|---------|--------|---------|---|
| Market Price | (1.45)% | 3.99%  | 10.34%  | 10.09%                                      |
| NAV          | 22.87%  | 16.03% | 12.99%  | 12.12%                                      |

All Fund returns are net of fees and expenses.

(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](http://www.pimco.com) or call (844) 33-PIMCO (844-337-4626).

(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 investment income in accordance with its policies and good accounting practices, 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](http://www.pimco.com) for most recent Section 19 Notice,

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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 affected performance during the reporting period:

- » Exposure to high yield industrials contributed to performance, as the high yield industrials sector generated positive total returns.
- » Exposure to non-agency mortgage-backed securities (MBS) contributed to performance, as the sector generated positive total returns.
- » Exposure to high yield financials contributed to performance, as the high yield financials sector generated positive total returns.
- » Exposure to Brazilian external debt contributed to performance, as the sector generated positive total returns.
- » Exposure to structured products contributed to performance, as the sector generated positive total returns.
- » Exposure to taxable municipal bonds contributed to performance, as the sector generated positive total returns.
- » Exposure to U.S. interest rates detracted from performance, as U.S. interest rates rose.

## 12 PIMCO CLOSED-END FUNDS

## PIMCO Income Strategy Fund

Symbol on NYSE - **PFL**Allocation Breakdown as of 07/31/2017 <sup>§</sup>

|                                       |       |
|---------------------------------------|-------|
| Corporate Bonds & Notes               | 45.9% |
| Asset-Backed Securities               | 19.6% |
| Non-Agency Mortgage-Backed Securities | 11.9% |
| Short-Term Instruments                | 5.7%  |
| Municipal Bonds & Notes               | 4.3%  |
| Loan Participations and Assignments   | 4.1%  |
| Sovereign Issues                      | 2.7%  |
| Preferred Securities                  | 2.5%  |
| U.S. Government Agencies              | 2.5%  |
| Other                                 | 0.8%  |

% of Investments, at value.

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

Fund Information (as of July 31, 2017)<sup>(1)</sup>

|  |         |
|--|---------|
| Market Price                                   | \$12.17 |
| NAV  | \$11.60 |
| Premium/(Discount) to NAV                      | 4.91%   |
| Market Price Distribution Yield <sup>(2)</sup> | 8.87%   |
| NAV Distribution Yield <sup>(2)</sup>          | 9.31%   |
| Total Effective Leverage <sup>(3)</sup>        | 27%     |

Average Annual Total Return<sup>(1)</sup> for the period ended July 31, 2017

|              | 1 Year | 5 Year | 10 Year | Commencement<br>of Operations<br>(08/29/03) |
|--------------|--------|--------|---------|---|
| Market Price | 28.11% | 10.24% | 8.06%   | 7.15%                                       |
| NAV          | 21.55% | 11.28% | 8.08%   | 7.20%                                       |

All Fund returns are net of fees and expenses.

<sup>(1)</sup> 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](http://www.pimco.com) or call (844) 33-PIMCO (844-337-4626).

<sup>(2)</sup> 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 investment income, in accordance with its policies and good accounting practices 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](http://www.pimco.com) for most recent Section 19 Notice,

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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 investment objective is to seek high current income, consistent with the preservation of capital.

### Fund Insights at NAV

The following affected performance during the reporting period:

- » Exposure to high yield corporate bonds contributed to performance, as the sector generated positive total returns.
- » Exposure to non-agency residential mortgage-backed securities (RMBS) contributed to performance, as the sector generated positive total returns.
- » Exposure to investment grade corporate bonds contributed to performance, as the sector generated positive total returns.
- » Exposure to Brazilian external debt contributed to performance, as the sector generated positive total returns.
- » Exposure to taxable municipal bonds contributed to performance, as the sector generated positive excess returns.
- » Exposure to U.S. interest rates detracted from performance, as U.S. interest rates rose.
- » Exposure to GBP interest rates detracted from performance, as GBP interest rates rose.

## PIMCO Income Strategy Fund II

Symbol on NYSE - **PFN**Allocation Breakdown as of 07/31/2017 <sup>§</sup>

|                                       |       |
|---------------------------------------|-------|
| Corporate Bonds & Notes               | 43.8% |
| Non-Agency Mortgage-Backed Securities | 18.7% |
| Asset-Backed Securities               | 17.1% |
| Municipal Bonds & Notes               | 6.0%  |
| Preferred Securities                  | 3.5%  |
| Loan Participations and Assignments   | 3.3%  |
| Short-Term Instruments                | 2.3%  |
| Sovereign Issues                      | 2.2%  |
| U.S. Government Agencies              | 2.1%  |
| Other                                 | 1.0%  |

% of Investments, at value.

<sup>§</sup> Allocation Breakdown and % of investments exclude securities sold short and financial derivative instruments, if any.Fund Information (as of July 31, 2017)<sup>(1)</sup>

|  |         |
|--|---------|
| Market Price                                   | \$10.76 |
| NAV  | \$10.33 |
| Premium/(Discount) to NAV                      | 4.16%   |
| Market Price Distribution Yield <sup>(2)</sup> | 8.92%   |
| NAV Distribution Yield <sup>(2)</sup>          | 9.29%   |
| Total Effective Leverage <sup>(3)</sup>        | 25%     |

Average Annual Total Return<sup>(1)</sup> for the period ended July 31, 2017

|              | 1 Year | 5 Year | 10 Year | Commencement of Operations (10/29/04) |
|--------------|--------|--------|---------|---------------------------------------|
| Market Price | 26.32% | 11.13% | 6.91%   | 6.15%                                 |
| NAV          | 20.91% | 11.64% | 6.79%   | 6.18%                                 |

All Fund returns are net of fees and expenses.

(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](http://www.pimco.com) or call (844) 33-PIMCO (844-337-4626).

(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 investment income in accordance with its policies and good accounting practices, 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](http://www.pimco.com) for most recent Section 19 Notice,

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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 investment objective is to seek high current income, consistent with the preservation of capital.

### Fund Insights at NAV

The following affected performance during the reporting period:

- » Exposure to high yield corporate bonds contributed to performance, as the sector generated positive total returns.
- » Exposure to non-agency residential mortgage-backed securities (RMBS) contributed to performance, as the sector generated positive total returns.
- » Exposure to investment grade corporate bonds contributed to performance, as the sector generated positive total returns.
- » Exposure to Brazilian external debt contributed to performance, as the sector generated positive total returns.
- » Exposure to taxable municipal bonds contributed to performance, as the sector generated positive excess returns.
- » Exposure to U.S. interest rates detracted from performance, as U.S. interest rates rose.
- » Exposure to GBP interest rates detracted from performance, as GBP interest rates rose.

### 14 PIMCO CLOSED-END FUNDS

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## Financial Highlights

|  | Investment Operations                       |                                      |                                 | Less Distributions to Preferred Shareholders <sup>(b)</sup> |                                 | Less Distributions to Common Shareholders <sup>(b)</sup>  |                            |                                 |                             |                       | Total |
|--|---|--------------------------------------|---------------------------------|---|---------------------------------|---|----------------------------|---------------------------------|-----------------------------|-----------------------|-------|
|  | Net Asset Value Beginning of Year or Period | Net Investment Income <sup>(a)</sup> | Realized/Unrealized Gain (Loss) | From Net Investment Income                                  | From Net Realized Capital Gains | Net Increase (Decrease) in Net Assets Applicable to Common Shareholders Resulting from Operations | From Net Investment Income | From Net Realized Capital Gains | Tax Basis Return of Capital |                       |       |
| <b>PIMCO Corporate &amp; Income Opportunity Fund</b> |   |                                      |                                 |   |                                 |   |                            |                                 |                             |                       |       |
| 07/31/2017   | \$ 13.27                                    | \$ 1.21                              | \$ 2.06                         | \$ (0.04)   | \$ 0.00                         | \$ 3.23   | \$ (1.59)                  | \$ 0.00                         | \$ (0.14)                   | \$ (1.73)             |       |
| 07/31/2016   | 14.23                                       | 1.30                                 | (0.65)                          | (0.02)  | 0.00                            | 0.63  | (1.59)                     | 0.00                            | 0.00                        | (1.59)                |       |
| 12/01/2014 - 07/31/2015 <sup>(g)</sup>               | 15.41                                       | 0.68                                 | (0.33)                          | (0.00) <sup>^</sup>   | 0.00                            | 0.35  | (1.69)                     | 0.00                            | 0.00                        | (1.69) <sup>(i)</sup> |       |
| 11/30/2014   | 16.62                                       | 1.14                                 | 1.06                            | (0.00) <sup>^</sup>   | (0.01)                          | 2.19  | (1.56)                     | (1.84)                          | 0.00                        | (3.40)                |       |
| 11/30/2013   | 17.58                                       | 1.43                                 | 0.19                            | (0.00) <sup>^</sup>   | (0.00) <sup>^</sup>             | 1.62  | (1.82)                     | (0.76)                          | 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                        | (2.18)                |       |
| <b>PIMCO Corporate &amp; Income Strategy Fund</b>    |   |                                      |                                 |   |                                 |   |                            |                                 |                             |                       |       |
| 07/31/2017   | \$ 14.28                                    | \$ 1.12                              | \$ 1.70                         | \$ (0.01)   | \$ 0.00                         | \$ 2.81   | \$ (1.75)                  | \$ 0.00                         | \$ (0.02)                   | \$ (1.77)             |       |
| 07/31/2016   | 14.75                                       | 1.24                                 | (0.84) <sup>(k)</sup>           | (0.01)  | 0.00                            | 0.39 <sup>(l)</sup>   | (1.37)                     | 0.00                            | 0.00                        | (1.37)                |       |
| 11/01/2014 - 07/31/2015 <sup>(b)</sup>               | 15.60                                       | 0.73                                 | (0.21)                          | (0.00) <sup>^</sup>   | 0.00                            | 0.52  | (1.37)                     | 0.00                            | 0.00                        | (1.37) <sup>(i)</sup> |       |
| 10/31/2014   | 16.04                                       | 0.99                                 | 0.87                            | (0.00) <sup>^</sup>   | (0.00) <sup>^</sup>             | 1.86  | (1.35)                     | (0.95)                          | 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                        | (1.57)                |       |
| 10/31/2012   | 13.67                                       | 1.57                                 | 2.47                            | (0.01)  | 0.00                            | 4.03  | (1.80)                     | 0.00                            | 0.00                        | (1.80)                |       |
| <b>PIMCO High Income Fund</b>                        |   |                                      |                                 |   |                                 |   |                            |                                 |                             |                       |       |
| 07/31/2017   | \$ 6.63                                     | \$ 0.67                              | \$ 0.71                         | \$ (0.01)   | \$ 0.00                         | \$ 1.37   | \$ (0.91)                  | \$ 0.00                         | \$ (0.19)                   | \$ (1.10)             |       |
| 07/31/2016   | 7.37  | 0.74                                 | (0.48) <sup>(k)</sup>           | (0.00) <sup>^</sup>   | 0.00                            | 0.26 <sup>(l)</sup>   | (1.18)                     | 0.00                            | (0.08)                      | (1.26)                |       |
| 04/01/2015 - 07/31/2015 <sup>(i)</sup>               | 7.59  | 0.21                                 | 0.06                            | (0.00) <sup>^</sup>   | 0.00                            | 0.27  | (0.33)                     | 0.00                            | (0.16)                      | (0.49) <sup>(i)</sup> |       |
| 03/31/2015   | 8.23  | 0.94                                 | (0.12)                          | (0.00) <sup>^</sup>   | 0.00                            | 0.82  | (1.46)                     | 0.00                            | 0.00                        | (1.46)                |       |
| 03/31/2014   | 8.65  | 0.84                                 | 0.20                            | (0.00) <sup>^</sup>   | 0.00                            | 1.04  | (1.35)                     | 0.00                            | (0.11)                      | (1.46)                |       |
| 03/31/2013   | 7.87  | 0.81                                 | 1.43                            | (0.00) <sup>^</sup>   | 0.00                            | 2.24  | (1.42)                     | 0.00                            | (0.04)                      | (1.46)                |       |
| <b>PIMCO Income Strategy Fund</b>                    |   |                                      |                                 |   |                                 |   |                            |                                 |                             |                       |       |
| 07/31/2017   | \$ 10.53                                    | \$ 0.88                              | \$ 1.31                         | \$ (0.04)   | \$ 0.00                         | \$ 2.15   | \$ (1.08)                  | \$ 0.00                         | \$ 0.00                     | \$ (1.08)             |       |
| 07/31/2016   | 11.46                                       | 0.88                                 | (0.70)                          | (0.03)  | 0.00                            | 0.15  | (1.08)                     | 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                        | (1.22)                |       |
| 07/31/2014   | 11.70                                       | 0.79                                 | 0.78                            | (0.04)  | 0.00                            | 1.53  | (1.08)                     | 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                        | (1.40)                |       |
| <b>PIMCO Income Strategy Fund II</b>                 |   |                                      |                                 |   |                                 |   |                            |                                 |                             |                       |       |
| 07/31/2017   | \$ 9.42                                     | \$ 0.80                              | \$ 1.10                         | \$ (0.03)   | \$ 0.00                         | \$ 1.87   | \$ (0.96)                  | \$ 0.00                         | \$ 0.00                     | \$ (0.96)             |       |
| 07/31/2016   | 10.27                                       | 0.87                                 | (0.67)                          | (0.02)  | 0.00                            | 0.18  | (1.03)                     | 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                        | (1.11)                |       |
| 07/31/2014   | 10.29                                       | 0.72                                 | 0.87                            | (0.04)  | 0.00                            | 1.55  | (0.96)                     | 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                        | (1.46)                |       |

\* Annualized

<sup>^</sup> Reflects an amount rounding to less than one cent.<sup>(a)</sup> Per share amounts based on average number of common shares outstanding during the year or period.<sup>(b)</sup> The tax characterization of distributions is determined in accordance with federal income tax regulations. See Note 2, Distributions – Common Shares, in the Notes to Financial Statements for more information.<sup>(c)</sup> See Note 14, Auction-Rate Preferred Shares, in the Notes to Financial Statements.<sup>(d)</sup> 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



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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, Borrowings and Other Financing Transactions, in the Notes to Financial Statements for more information.
- (g) Fiscal year end changed from November 30<sup>th</sup> to July 31<sup>st</sup>.
- (h) Fiscal year end changed from October 31<sup>st</sup> to July 31<sup>st</sup>.
- (i) Fiscal year end changed from March 31<sup>st</sup> to July 31<sup>st</sup>.
- (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 2016 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 2016 Annual Report, PIMCO Corporate & Income Strategy Fund and PIMCO High Income Fund reported amounts of 0.90 and 0.52, respectively.

### 16 PIMCO CLOSED-END FUNDS

See Accompanying Notes

| Common Share  |   |  |   |  |  |  | Ratios/Supplemental Data<br>Ratios to Average Net Assets                |                        |   |                        |   |                               |     |
|---|---|--|---|--|--|--|---|------------------------|---|------------------------|---|-------------------------------|-----|
| Increase<br>Resulting<br>from<br>at-the-market<br>offerings | Increase<br>Resulting from<br>Tender<br>and<br>Repurchase<br>of<br>Auction-Rate<br>Preferred<br>Shares <sup>(c)</sup> | Offering<br>Cost<br>Paid in<br>Capital | Net Asset<br>Value<br>Year or<br>Period | Market Price<br>End of<br>Year<br>or<br>Period | Total<br>Investment<br>Return <sup>(d)</sup> | Net Assets<br>Applicable<br>to<br>Common<br>Shareholders<br>(000s) | Expenses<br>Excluding<br>Interest<br>and<br>Investment<br>Income (Loss) |                        | Expenses<br>Excluding<br>Interest<br>and<br>Investment<br>Income (Loss) |                        | Preferred<br>Shares<br>Asset<br>Coverage<br>Per Share | Portfolio<br>Turnover<br>Rate |     |
|   |   |  |   |  |  |  | Waivers <sup>(e)</sup>  | Expense <sup>(e)</sup> | Waivers <sup>(e)</sup>  | Expense <sup>(e)</sup> |   |                               |     |
| \$ 0.10   | \$ 0.00 <sup>^</sup>  | \$ 0.00                                | \$ 14.87                                | \$ 16.92                                       | 29.18%                                       | \$ 1,140,768   | 1.08%   | 1.08%                  | 0.83%   | 0.83%                  | 8.68%   | \$ 144,819                    | 39% |
| N/A   | N/A   | 0.00                                   | 13.27                                   | 14.75  | 16.09  | 946,843  | 0.89  | 0.89                   | 0.85  | 0.85                   | 9.93  | 124,468                       | 45  |
| N/A   | N/A   | 0.16                                   | 14.23                                   | 14.31  | (13.61)                                      | 1,006,484  | 0.91*   | 0.91*                  | 0.90*   | 0.90*                  | 7.01*   | 130,743                       | 34  |
| N/A   | N/A   | 0.00                                   | 15.41                                   | 18.50  | 26.04  | 1,082,000  | 0.91  | 0.91                   | 0.91  | 0.91                   | 7.36  | 108,229                       | 44  |
| N/A   | N/A   | 0.00                                   | 16.62                                   | 17.75  | (0.15)                                       | 1,149,779  | 0.91  | 0.91                   | 0.91  | 0.91                   | 8.49  | 113,443                       | 118 |
| N/A   | N/A   | 0.00                                   | 17.58                                   | 20.37  | 36.86  | 1,205,090  | 1.05  | 1.05                   | 0.93  | 0.93                   | 10.63   | 117,697                       | 29  |
| \$ N/A  | \$ N/A  | \$ 0.00                                | \$ 15.32                                | \$ 17.92                                       | 30.63%                                       | \$ 599,266   | 1.17%   | 1.17%                  | 0.93%   | 0.93%                  | 7.65%   | \$ 294,755                    | 38% |
| N/A   | N/A   | 0.51                                   | 14.28                                   | 15.43  | 24.21  | 553,569  | 1.10  | 1.10                   | 1.02  | 1.02                   | 8.91  | 274,223                       | 43  |
| N/A   | N/A   | 0.00                                   | 14.75                                   | 13.71  | (7.12)                                       | 570,122  | 1.07*   | 1.07*                  | 1.07*   | 1.07*                  | 6.51*   | 109,336                       | 40  |
| N/A   | N/A   | 0.00                                   | 15.60                                   | 16.18  | 8.84   | 599,980  | 1.09  | 1.09                   | 1.09  | 1.09                   | 6.32  | 113,753                       | 48  |
| N/A   | N/A   | 0.00                                   | 16.04                                   | 17.15  | 3.48   | 612,225  | 1.10  | 1.10                   | 1.09  | 1.09                   | 7.91  | 115,565                       | 108 |
| N/A   | N/A   | 0.00                                   | 15.90                                   | 18.17  | 33.21  | 603,483  | 1.32  | 1.32                   | 1.14  | 1.14                   | 11.03   | 114,270                       | 28  |
| \$ N/A  | \$ N/A  | \$ 0.00                                | \$ 6.90                                 | \$ 8.71  | (1.45)%                                      | \$ 884,912   | 1.25%   | 1.25%                  | 0.90%   | 0.90%                  | 10.08%  | \$ 241,894                    | 32% |
| N/A   | N/A   | 0.26                                   | 6.63                                    | 10.03  | 19.92  | 841,102  | 1.08  | 1.08                   | 0.95  | 0.95                   | 11.20   | 231,185                       | 42  |
| N/A   | N/A   | 0.00                                   | 7.37                                    | 9.71   | (18.40)                                      | 925,598  | 1.05*   | 1.05*                  | 1.03*   | 1.03*                  | 8.14*   | 104,245                       | 8   |
| N/A   | N/A   | 0.00                                   | 7.59                                    | 12.48  | 12.30  | 949,880  | 1.18  | 1.18                   | 1.02  | 1.02                   | 11.53   | 106,324                       | 58  |
| N/A   | N/A   | 0.00                                   | 8.23                                    | 12.56  | 15.51  | 1,021,120  | 1.14  | 1.14                   | 1.03  | 1.03                   | 10.14   | 112,424                       | 159 |
| N/A   | N/A   | 0.00                                   | 8.65                                    | 12.35  | 8.53   | 1,063,863  | 1.06  | 1.06                   | 1.05  | 1.05                   | 10.00   | 116,082                       | 70  |
| \$ N/A  | \$ N/A  | \$ 0.00                                | \$ 11.60                                | \$ 12.17                                       | 28.11%                                       | \$ 294,525   | 1.35%   | 1.35%                  | 1.17%   | 1.17%                  | 8.01%   | \$ 168,552                    | 40% |
| N/A   | N/A   | 0.00                                   | 10.53                                   | 10.48  | 12.41  | 266,347  | 1.17  | 1.17                   | 1.13  | 1.13                   | 8.49  | 154,837                       | 38  |
| N/A   | N/A   | 0.11                                   | 11.46                                   | 10.39  | (2.62)                                       | 289,909  | 1.30  | 1.30                   | 1.25  | 1.25                   | 6.67  | 166,328                       | 67  |
| N/A   | N/A   | 0.00                                   | 12.15                                   | 11.87  | 9.95   | 306,475  | 1.19  | 1.19                   | 1.18  | 1.18                   | 6.71  | 122,004                       | 113 |
| N/A   | N/A   | 0.00                                   | 11.70                                   | 11.83  | 5.69   | 294,017  | 1.24  | 1.24                   | 1.21  | 1.21                   | 7.59  | 118,058                       | 63  |
| \$ N/A  | \$ N/A  | \$ 0.00                                | \$ 10.33                                | \$ 10.76                                       | 26.32%                                       | \$ 612,310   | 1.26%   | 1.26%                  | 1.09%   | 1.09%                  | 8.15%   | \$ 190,527                    | 26% |
| N/A   | N/A   | 0.00                                   | 9.42                                    | 9.39   | 11.92  | 556,840  | 1.14  | 1.14                   | 1.07  | 1.07                   | 9.25  | 175,544                       | 38  |
| N/A   | N/A   | 0.12                                   | 10.27                                   | 9.41   | (0.12)                                       | 606,974  | 1.16  | 1.16                   | 1.13  | 1.13                   | 6.58  | 189,105                       | 63  |
| N/A   | N/A   | 0.00                                   | 10.88                                   | 10.50  | 12.39  | 642,119  | 1.14  | 1.14                   | 1.14  | 1.14                   | 6.79  | 124,695                       | 119 |
| N/A   | N/A   | 0.00                                   | 10.29                                   | 10.24  | 6.80   | 605,843  | 1.16  | 1.16                   | 1.14  | 1.14                   | 8.20  | 119,060                       | 71  |

## Statements of Assets and Liabilities

July 31, 2017

|   | PIMCO<br>Corporate &<br>Income<br>Opportunity<br>Fund | PIMCO<br>Corporate &<br>Income<br>Strategy<br>Fund | PIMCO High<br>Income Fund | PIMCO Income<br>Strategy<br>Fund | PIMCO Income<br>Strategy<br>Fund II |
|---|---|--|---------------------------|----------------------------------|-------------------------------------|
| (Amounts in thousands, except per share amounts)  |   |  |                           |                                  |                                     |
| <b>Assets:</b>  |   |  |                           |                                  |                                     |
| <i>Investments, at value</i>  |   |  |                           |                                  |                                     |
| Investments in securities*  | \$ 1,577,462  | \$ 723,346   | \$ 1,112,387              | \$ 377,500                       | \$ 738,518                          |
| <i>Financial Derivative Instruments</i>   |   |  |                           |                                  |                                     |
| Exchange-traded or centrally cleared  | 680   | 244  | 704                       | 151                              | 313                                 |
| Over the counter  | 3,322   | 546  | 4,879                     | 348                              | 704                                 |
| Cash  | 411   | 0  | 0                         | 8                                | 10                                  |
| Deposits with counterparty  | 30,510  | 12,941   | 25,620                    | 7,195                            | 16,989                              |
| Foreign currency, at value  | 1,589   | 824  | 1,847                     | 633                              | 1,282                               |
| Receivable for investments sold   | 8,773   | 14,742   | 22,907                    | 13,614                           | 30,643                              |
| Receivable for Fund shares sold   | 3,871   | 0  | 0                         | 0                                | 0                                   |
| Interest and/or dividends receivable  | 14,016  | 6,130  | 11,644                    | 3,064                            | 6,108                               |
| Other assets  | 184   | 2  | 7                         | 1                                | 3                                   |
| <b>Total Assets</b>   | <b>1,640,818</b>                                      | <b>758,775</b>                                     | <b>1,179,995</b>          | <b>402,514</b>                   | <b>794,570</b>                      |
| <b>Liabilities:</b>   |   |  |                           |                                  |                                     |
| <i>Borrowings &amp; Other Financing Transactions</i>  |   |  |                           |                                  |                                     |
| Payable for reverse repurchase agreements   | \$ 177,915  | \$ 75,578  | \$ 149,703                | \$ 39,285                        | \$ 69,662                           |
| <i>Financial Derivative Instruments</i>   |   |  |                           |                                  |                                     |
| Exchange-traded or centrally cleared  | 359   | 237  | 912                       | 137                              | 328                                 |
| Over the counter  | 34,474  | 3,290  | 7,047                     | 2,369                            | 4,813                               |
| Payable for investments purchased   | 36,554  | 19,780   | 18,485                    | 12,299                           | 9,569                               |
| Deposits from counterparty  | 1,802   | 210  | 5,855                     | 0                                | 108                                 |
| Distributions payable to common shareholders  | 9,839   | 4,401  | 10,344                    | 2,285                            | 4,743                               |
| Distributions payable to preferred shareholders   | 69  | 13   | 23                        | 17                               | 29                                  |
| Overdraft due to custodian  | 0   | 1  | 20                        | 0                                | 0                                   |
| Accrued management fees   | 699   | 418  | 592                       | 264                              | 501                                 |
| Other liabilities   | 389   | 56   | 127                       | 58                               | 57                                  |
| <b>Total Liabilities</b>  | <b>262,100</b>  | <b>103,984</b>                                     | <b>193,108</b>            | <b>56,714</b>                    | <b>89,810</b>                       |
| <b>Preferred Shares (\$0.00001 par value and \$25,000 liquidation preference per share)</b> | <b>237,950</b>  | <b>55,525</b>                                      | <b>101,975</b>            | <b>51,275</b>                    | <b>92,450</b>                       |
| <b>Net Assets Applicable to Common Shareholders</b>   | <b>\$ 1,140,768</b>                                   | <b>\$ 599,266</b>                                  | <b>\$ 884,912</b>         | <b>\$ 294,525</b>                | <b>\$ 612,310</b>                   |
| <b>Net Assets Applicable to Common Shareholders Consist of:</b>                             |   |  |                           |                                  |                                     |
| Common Shares:  |   |  |                           |                                  |                                     |
| Par value (\$0.00001 per share)   | \$ 1  | \$ 0   | \$ 1                      | \$ 0                             | \$ 1                                |
| Paid in capital in excess of par  | 1,108,962   | 575,465  | 993,095                   | 398,544                          | 885,057                             |
| Undistributed (overdistributed) net investment income                                       | (11,726)  | (5,855)  | (13,517)                  | (1,141)                          | 3,791                               |
| Accumulated undistributed net realized gain (loss)  | (136,242)   | (75,897)   | (141,417)                 | (140,016)                        | (356,681)                           |
| Net unrealized appreciation (depreciation)  | 179,773   | 105,553  | 46,750                    | 37,138                           | 80,142                              |
| <b>Net Assets Applicable to Common Shareholders</b>   | <b>\$ 1,140,768</b>                                   | <b>\$ 599,266</b>                                  | <b>\$ 884,912</b>         | <b>\$ 294,525</b>                | <b>\$ 612,310</b>                   |
| <b>Net Asset Value Per Common Share:</b>  | <b>\$ 14.87</b>                                       | <b>\$ 15.32</b>                                    | <b>\$ 6.90</b>            | <b>\$ 11.60</b>                  | <b>\$ 10.33</b>                     |
| <b>Common Shares Outstanding</b>  | <b>76,693</b>   | <b>39,121</b>                                      | <b>128,181</b>            | <b>25,383</b>                    | <b>59,294</b>                       |
| <b>Preferred Shares Issued and Outstanding</b>  | <b>10</b>   | <b>2</b>   | <b>4</b>                  | <b>2</b>                         | <b>4</b>                            |
| Cost of investments in securities   | \$ 1,485,868  | \$ 684,686   | \$ 1,065,802              | \$ 359,202                       | \$ 705,518                          |
| Cost of foreign currency held   | \$ 1,569  | \$ 819   | \$ 1,835                  | \$ 626                           | \$ 1,262                            |
| Cost or premiums of financial derivative instruments, net                                   | \$ (50,743)   | \$ (1,182)   | \$ (1,252)                | \$ (801)                         | \$ (1,679)                          |



## Statements of Operations

Year Ended July 31, 2017

| (Amounts in thousands)   | PIMCO<br>Corporate &<br>Income<br>Opportunity<br>Fund | PIMCO<br>Corporate &<br>Income<br>Strategy<br>Fund | PIMCO High<br>Income Fund | PIMCO Income<br>Strategy<br>Fund | PIMCO Income<br>Strategy<br>Fund II |
|--|---|--|---------------------------|----------------------------------|-------------------------------------|
| <b>Investment Income:</b>  |   |  |                           |                                  |                                     |
| Interest, net of foreign taxes*  | \$ 97,999   | \$ 49,523  | \$ 95,798                 | \$ 25,717                        | \$ 53,554                           |
| Dividends  | 1,004   | 924  | 464                       | 348                              | 1,256                               |
| <b>Total Income</b>  | <b>99,003</b>   | <b>50,447</b>                                      | <b>96,262</b>             | <b>26,065</b>                    | <b>54,810</b>                       |
| <b>Expenses:</b>   |   |  |                           |                                  |                                     |
| Management fees  | 8,120   | 5,074  | 7,230                     | 3,117                            | 6,126                               |
| Trustee fees and related expenses  | 141   | 67   | 101                       | 37                               | 76                                  |
| Interest expense   | 2,566   | 1,391  | 2,935                     | 501                              | 991                                 |
| Auction agent fees and commissions   | 209   | 127  | 194                       | 44                               | 98                                  |
| Auction rate preferred shares related expenses   | 48  | 83   | 64                        | 52                               | 55                                  |
| Miscellaneous expense  | 15  | 15   | 73                        | 0                                | 3                                   |
| <b>Total Expenses</b>  | <b>11,099</b>   | <b>6,757</b>                                       | <b>10,597</b>             | <b>3,751</b>                     | <b>7,349</b>                        |
| <b>Net Investment Income (Loss)</b>  | <b>87,904</b>   | <b>43,690</b>                                      | <b>85,665</b>             | <b>22,314</b>                    | <b>47,461</b>                       |
| <b>Net Realized Gain (Loss):</b>   |   |  |                           |                                  |                                     |
| Investments in securities  | (5,486)   | 1,100  | 15,945                    | 1,066                            | (644)                               |
| Exchange-traded or centrally cleared financial derivative instruments                                    | 88,401  | 10,101   | 35,316                    | 21,611                           | 51,141                              |
| Over the counter financial derivative instruments  | 10,177  | 3,897  | 15,916                    | 1,548                            | 2,309                               |
| Foreign currency   | (154)   | (88)   | (60)                      | (63)                             | 68                                  |
| <b>Net Realized Gain (Loss)</b>  | <b>92,938</b>   | <b>15,010</b>                                      | <b>67,117</b>             | <b>24,162</b>                    | <b>52,874</b>                       |
| <b>Net Change in Unrealized Appreciation (Depreciation):</b>   |   |  |                           |                                  |                                     |
| Investments in securities  | 103,708   | 60,190   | 76,924                    | 28,631                           | 55,806                              |
| Exchange-traded or centrally cleared financial derivative instruments                                    | (65,551)  | (7,620)  | (56,023)                  | (18,666)                         | (42,596)                            |
| Over the counter financial derivative instruments  | 18,521  | (1,300)  | 206                       | (881)                            | (1,454)                             |
| Foreign currency assets and liabilities  | (184)   | 82   | 128                       | 59                               | 79                                  |
| <b>Net Change in Unrealized Appreciation (Depreciation)</b>  | <b>56,494</b>   | <b>51,352</b>                                      | <b>21,235</b>             | <b>9,143</b>                     | <b>11,835</b>                       |
| <b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>                                   | <b>\$ 237,336</b>                                     | <b>\$ 110,052</b>                                  | <b>\$ 174,017</b>         | <b>\$ 55,619</b>                 | <b>\$ 112,170</b>                   |
| <b>Distributions on Preferred Shares from Net Investment Income</b>                                      | <b>\$ (3,233)</b>                                     | <b>\$ (567)</b>                                    | <b>\$ (1,109)</b>         | <b>\$ (1,018)</b>                | <b>\$ (1,835)</b>                   |
| <b>Net Increase (Decrease) in Net Assets Applicable to Common Shareholders Resulting from Operations</b> | <b>\$ 234,103</b>                                     | <b>\$ 109,485</b>                                  | <b>\$ 172,908</b>         | <b>\$ 54,601</b>                 | <b>\$ 110,335</b>                   |
| * 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

| (Amounts in thousands)   | PIMCO<br>Corporate & Income Opportunity Fund |                             | PIMCO<br>Corporate & Income Strategy Fund |                             |
|--|--|-----------------------------|---|-----------------------------|
|  | Year Ended<br>July 31, 2017                  | Year Ended<br>July 31, 2016 | Year Ended<br>July 31, 2017               | Year Ended<br>July 31, 2016 |
| <b>Increase (Decrease) in Net Assets from:</b>   |  |                             |   |                             |
| <b>Operations:</b>   |  |                             |   |                             |
| Net investment income (loss)   | \$ 87,904                                    | \$ 92,254                   | \$ 43,690                                 | \$ 47,966                   |
| Net realized gain (loss)   | 92,938                                       | (89,368)                    | 15,010                                    | (44,520)                    |
| Net change in unrealized appreciation (depreciation)   | 56,494                                       | 43,914                      | 51,352                                    | 11,894                      |
| Net increase in net assets resulting from operations   | 237,336                                      | 46,800                      | 110,052                                   | 15,340                      |
| Distributions on preferred shares from net investment income <sup>(a)</sup>                              | (3,233)                                      | (1,253)                     | (567)                                     | (275)                       |
| <b>Net Increase (Decrease) in Net Assets Applicable to Common Shareholders Resulting from Operations</b> | <b>234,103</b>                               | <b>45,547</b>               | <b>109,485</b>                            | <b>15,065</b>               |
| <b>Distributions to Common Shareholders:</b>   |  |                             |   |                             |
| From net investment income   | (114,836)                                    | (112,955)                   | (68,101)                                  | (53,009)                    |
| Tax basis return of capital  | (10,356)                                     | 0                           | (834)                                     | 0                           |
| <b>Total Distributions to Common Shareholders<sup>(a)</sup></b>  | <b>(125,192)</b>                             | <b>(112,955)</b>            | <b>(68,935)</b>                           | <b>(53,009)</b>             |
| <b>Preferred Share Transactions:</b>   |  |                             |   |                             |
| Net increase (decrease) resulting from tender and repurchase of Auction-Rate Preferred Shares***         | 0  | 0                           | 0   | 19,858                      |
| <b>Common Share Transactions**:</b>  |  |                             |   |                             |
| Net proceeds from at-the-market offering   | 74,138                                       | 0                           | 0   | 0                           |
| Net at-the-market offering costs   | 103  | 0                           | 0   | 0                           |
| Issued as reinvestment of distributions  | 10,773                                       | 7,767                       | 5,147                                     | 1,533                       |
| Total increase (decrease) in net assets applicable to common shareholders                                | 85,014                                       | 7,767                       | 5,147                                     | 1,533                       |
| <b>Total Increase (Decrease) in Net Assets</b>   | <b>193,925</b>                               | <b>(59,641)</b>             | <b>45,697</b>                             | <b>(16,553)</b>             |
| <b>Net Assets Applicable to Common Shareholders:</b>   |  |                             |   |                             |
| Beginning of year  | 946,843                                      | 1,006,484                   | 553,569                                   | 570,122                     |
| End of year*   | \$ 1,140,768                                 | \$ 946,843                  | \$ 599,266                                | \$ 553,569                  |
| * Including undistributed (overdistributed) net investment income of:                                    | \$ (11,726)                                  | \$ 11,608                   | \$ (5,855)                                | \$ 8,897                    |
| <b>** Common Share Transactions:</b>   |  |                             |   |                             |
| Shares sold  | 4,606  | 0                           | 0   | 0                           |
| Shares issued as reinvestment of distributions   | 748  | 583                         | 346                                       | 110                         |

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

<sup>(a)</sup> The tax characterization of distributions is determined in accordance with federal income tax regulations. See Note 2, Distributions - Common Shares, in the Notes to Financial Statements for more information.

\*\*\* See Note 14, Auction - Rate Preferred Shares, in the Notes to Financial Statements.

| PIMCO<br>High Income Fund   |                             | PIMCO<br>Income Strategy Fund |                             | PIMCO<br>Income Strategy Fund II |                             |
|-----------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|-----------------------------|
| Year Ended<br>July 31, 2017 | Year Ended<br>July 31, 2016 | Year Ended<br>July 31, 2017   | Year Ended<br>July 31, 2016 | Year Ended<br>July 31, 2017      | Year Ended<br>July 31, 2016 |
| \$ 85,665                   | \$ 93,715                   | \$ 22,314                     | \$ 22,312                   | \$ 47,461                        | \$ 51,163                   |
| 67,117                      | 42,044                      | 24,162                        | (27,474)                    | 52,874                           | (66,963)                    |
| 21,235                      | (103,962)                   | 9,143                         | 9,720                       | 11,835                           | 27,977                      |
| 174,017                     | 31,797                      | 55,619                        | 4,558                       | 112,170                          | 12,177                      |
| (1,109)                     | (528)                       | (1,018)                       | (797)                       | (1,835)                          | (1,437)                     |
| 172,908                     | 31,269                      | 54,601                        | 3,761                       | 110,335                          | 10,740                      |
| (116,768)                   | (149,487)                   | (27,356)                      | (27,324)                    | (56,792)                         | (60,876)                    |
| (24,148)                    | (9,562)                     | 0                             | 0                           | 0                                | 0                           |
| (140,916)                   | (159,049)                   | (27,356)                      | (27,324)                    | (56,792)                         | (60,876)                    |
| 0                           | 32,304                      | 0                             | 0                           | 0                                | 0                           |
| 0                           | 0                           | 0                             | 0                           | 0                                | 0                           |
| 0                           | 0                           | 0                             | 0                           | 0                                | 0                           |
| 11,818                      | 10,980                      | 933                           | 1                           | 1,927                            | 2                           |
| 11,818                      | 10,980                      | 933                           | 1                           | 1,927                            | 2                           |
| 43,810                      | (84,496)                    | 28,178                        | (23,562)                    | 55,470                           | (50,134)                    |
| 841,102                     | 925,598                     | 266,347                       | 289,909                     | 556,840                          | 606,974                     |
| \$ 884,912                  | \$ 841,102                  | \$ 294,525                    | \$ 266,347                  | \$ 612,310                       | \$ 556,840                  |
| \$ (13,517)                 | \$ (16,843)                 | \$ (1,141)                    | \$ 1,149                    | \$ 3,791                         | \$ 6,597                    |
| 0                           | 0                           | 0                             | 0                           | 0                                | 0                           |
| 1,346                       | 1,307                       | 83                            | 0                           | 191                              | 0                           |

## Statements of Cash Flows

Year Ended July 31, 2017

|   | PIMCO<br>Corporate &<br>Income<br>Opportunity<br>Fund | PIMCO<br>Corporate &<br>Income<br>Strategy<br>Fund | PIMCO High<br>Income Fund |
|---|---|--|---------------------------|
| (Amounts in thousands )   |   |  |                           |
| <b>Cash Flows Provided by (Used for) Operating Activities:</b>  |   |  |                           |
| Net Increase in Net Assets Resulting from Operations  | \$ 237,336  | \$ 110,052   | \$ 174,017                |
| <b>Adjustments to Reconcile Net Increase in Net Assets from Operations to Net Cash Provided by (Used for) Operating Activities:</b> |   |  |                           |
| Purchases of long-term securities   | (831,282)   | (304,687)  | (345,395)                 |
| Proceeds from sales of long-term securities   | 602,943   | 329,531  | 462,455                   |
| (Purchases) Proceeds from sales of short-term portfolio investments, net  | 29,637  | 5,885  | (44,516)                  |
| (Increase) Decrease in deposits with counterparty   | (19,236)  | (4,302)  | (4,150)                   |
| (Increase) decrease in receivable for investments sold  | (8,519)   | 3,374  | (22,786)                  |
| (Increase) decrease in interest and/or dividends receivable   | (2,381)   | 2  | 1,228                     |
| Proceeds from (Payments on) exchange-traded or centrally cleared financial derivative instruments                                   | 21,503  | 2,465  | (21,774)                  |
| Proceeds from (Payments on) over the counter financial derivative instruments   | 5,343   | 3,913  | 14,148                    |
| (Increase) decrease in other assets   | (178)   | 1  | 33                        |
| Increase (decrease) in payable for investments purchased  | 17,239  | 7,758  | 10,857                    |
| Increase (decrease) in deposits from counterparty   | 1,342   | (1,610)  | 2,430                     |
| (Decrease) Increase in accrued management fees  | 52  | 5  | (8)                       |
| Proceeds from (Payments on) foreign currency transactions   | (144)   | (6)  | 68                        |
| Increase (Decrease) in other liabilities  | 214   | (114)  | (76)                      |
| <i>Net Realized (Gain) Loss</i>   |   |  |                           |
| Investments in securities   | 5,486   | (1,100)  | (15,945)                  |
| Exchange-traded or centrally cleared financial derivative instruments   | (88,401)  | (10,101)   | (35,316)                  |
| Over the counter financial derivative instruments   | (10,177)  | (3,897)  | (15,916)                  |
| Foreign currency  | 154   | 88   | 60                        |
| <i>Net Change in Unrealized (Appreciation) Depreciation</i>   |   |  |                           |
| Investments in securities   | (103,708)   | (60,190)   | (76,924)                  |
| Exchange-traded or centrally cleared financial derivative instruments   | 65,551  | 7,620  | 56,023                    |
| Over the counter financial derivative instruments   | (18,521)  | 1,300  | (206)                     |
| Foreign currency assets and liabilities   | 184   | (82)   | (128)                     |
| Net amortization (accretion) on investments   | (9,291)   | (5,019)  | (7,437)                   |
| <b>Net Cash Provided by (Used for) Operating Activities</b>   | <b>(104,854)</b>                                      | <b>80,886</b>                                      | <b>130,742</b>            |
| <b>Cash Flows Received from (Used for) Financing Activities:</b>  |   |  |                           |
| Net proceeds from at-the-market offering  | 70,267  | 0  | 0                         |
| Net at-the-market offering costs  | 103   | 0  | 0                         |
| Increase (Decrease) in overdraft due to custodian   | 0   | 1  | (3)                       |
| Cash distributions paid to common shareholders*   | (113,854)   | (63,749)   | (131,876)                 |
| Cash distributions paid to preferred shareholders   | (3,190)   | (559)  | (1,095)                   |
| Proceeds from reverse repurchase agreements   | 1,057,727   | 544,738  | 1,089,855                 |
| Payments on reverse repurchase agreements   | (904,812)   | (560,561)  | (1,086,032)               |
| <b>Net Cash Received from (Used for) Financing Activities</b>   | <b>106,241</b>  | <b>(80,130)</b>                                    | <b>(129,151)</b>          |
| <b>Net Increase (Decrease) in Cash and Foreign Currency</b>   | <b>1,387</b>  | <b>756</b>   | <b>1,591</b>              |
| <b>Cash and Foreign Currency:</b>   |   |  |                           |
| Beginning of year   | 613   | 68   | 256                       |
| End of year   | \$ 2,000  | \$ 824   | \$ 1,847                  |



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|  |    |        |    |       |    |        |
|--|----|--------|----|-------|----|--------|
| * Reinvestment of distributions to common shareholders   | \$ | 10,876 | \$ | 5,147 | \$ | 11,818 |
| <b>Supplemental Disclosure of Cash Flow Information:</b> |    |        |    |       |    |        |
| Interest expense paid during the year                    | \$ | 2,145  | \$ | 1,280 | \$ | 2,804  |

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

A Statement of Cash Flows is presented when a Fund had a significant amount of borrowing during the year, based on the average total borrowing outstanding in relation to total assets or when substantially all of a Fund's investments were not classified as Level 1 or 2 in the fair value hierarchy.

### 22 PIMCO CLOSED-END FUNDS

See Accompanying Notes

## Schedule of Investments PIMCO Corporate &amp; Income Opportunity Fund

July 31, 2017

|   | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|---|-------------------------------|---------------------------|
| <b>INVESTMENTS IN SECURITIES 138.3%</b>         |                               |                           |
| <b>LOAN PARTICIPATIONS AND ASSIGNMENTS 8.0%</b> |                               |                           |
| <b>Almonde, Inc.</b>                            |                               |                           |
| 8.459% due 06/13/2025                           | \$ 2,300                      | \$ 2,363                  |
| <b>Altice Financing S.A.</b>                    |                               |                           |
| 4.054% due 07/15/2025                           | 658                           | 659                       |
| <b>Avolon Holdings Ltd.</b>                     |                               |                           |
| 3.478% due 09/20/2020                           | 180                           | 181                       |
| 3.978% due 03/20/2022                           | 610                           | 613                       |
| <b>BMC Software Finance, Inc.</b>               |                               |                           |
| 5.234% due 09/10/2022                           | 12,985                        | 13,082                    |
| <b>Burger King Worldwide, Inc.</b>              |                               |                           |
| 3.484% - 3.546% due 02/16/2024                  | 1,045                         | 1,045                     |
| <b>BWAY Holding Co.</b>                         |                               |                           |
| 4.474% due 04/03/2024                           | 1,070                         | 1,075                     |
| <b>CCC Information Services, Inc.</b>           |                               |                           |
| 4.240% due 04/27/2024                           | 100                           | 100                       |
| <b>CD&amp;R Plumb Buyer LLC</b>                 |                               |                           |
| TBD% due 06/25/2018                             | 300                           | 299                       |
| <b>CenturyLink, Inc.</b>                        |                               |                           |
| 2.750% due 01/31/2025                           | 1,000                         | 988                       |
| <b>CH Hold Corp.</b>                            |                               |                           |
| 3.000% - 4.233% due 02/01/2024                  | 27                            | 27                        |
| 4.234% due 02/01/2024                           | 272                           | 274                       |
| <b>Charter Communications Operating LLC</b>     |                               |                           |
| 3.240% due 01/03/2021                           | 368                           | 371                       |
| <b>CityCenter Holdings LLC</b>                  |                               |                           |
| 3.732% due 04/18/2024                           | 100                           | 101                       |
| <b>Diamond BV</b>                               |                               |                           |
| TBD% due 07/12/2024                             | 100                           | 100                       |
| TBD% due 07/25/2024                             | EUR 100                       | 119                       |
| <b>Diamond Resorts Corp.</b>                    |                               |                           |
| 7.234% due 08/11/2023                           | \$ 5,186                      | 5,235                     |
| <b>Drillships Ocean Ventures, Inc.</b>          |                               |                           |
| 7.750% due 07/25/2021                           | 8,551                         | 7,573                     |
| <b>Endo Luxembourg Finance Co. SARL</b>         |                               |                           |
| 5.500% due 04/29/2024                           | 6,040                         | 6,140                     |
| <b>Forbes Energy Services LLC</b>               |                               |                           |
| 5.000% - 7.000% due 04/13/2021                  | 798                           | 822                       |
| <b>Fortress Investment Group LLC</b>            |                               |                           |
| 1.375% due 06/14/2022                           | 2,820                         | 2,858                     |
| <b>Gartner, Inc.</b>                            |                               |                           |
| 3.234% due 04/05/2024                           | 31                            | 31                        |
| <b>HD Supply Waterworks Ltd.</b>                |                               |                           |
| TBD% due 08/01/2024                             | 70                            | 71                        |
| <b>iHeartCommunications, Inc.</b>               |                               |                           |
| 7.984% due 01/30/2019                           | 19,645                        | 16,036                    |
| <b>Ineos Finance PLC</b>                        |                               |                           |
| 3.250% due 04/01/2024                           | EUR 2,388                     | 2,847                     |
| <b>Klockner-Pentaplast of America, Inc.</b>     |                               |                           |
| 4.750% due 06/30/2022                           | 100                           | 118                       |
| <b>Lightstone Generation LLC</b>                |                               |                           |
| 5.734% due 01/30/2024                           | \$ 2,866                      | 2,842                     |

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|  |     |  |                                    |
|--|-----|--|------------------------------------|
| <b>Parexel International Corp.</b>                                   |     |  |                                    |
| TBD% due 07/18/2018  |     | 300                                    | 298                                |
| <b>Petroleo Global Trading BV</b>                                    |     |  |                                    |
| TBD% due 02/19/2020  |     | 400                                    | 392                                |
| <b>Post Holdings, Inc.</b>   |     |  |                                    |
| 3.490% due 05/24/2024  |     | 990                                    | 995                                |
| <b>Prestige Brands, Inc.</b>   |     |  |                                    |
| 3.984% due 01/26/2024  |     | 184                                    | 185                                |
| <b>Sequa Mezzanine Holdings LLC</b>                                  |     |  |                                    |
| 6.758% - 6.814% due 11/28/2021                                       |     | 870                                    | 879                                |
| 10.314% due 04/28/2022   |     | 160                                    | 163                                |
| <b>Solvay Acetow GmbH</b>  |     |  |                                    |
| 5.750% due 05/31/2023  | EUR | 1,000                                  | 1,204                              |
| <b>Sprint Communications, Inc.</b>                                   |     |  |                                    |
| 3.750% due 02/02/2024  | \$  | 2,793                                  | 2,805                              |
| <b>Staples, Inc.</b>   |     |  |                                    |
| TBD% due 08/02/2018  |     | 1,110                                  | 1,102                              |
|  |     | <b>PRINCIPAL<br/>AMOUNT<br/>(000S)</b> | <b>MARKET<br/>VALUE<br/>(000S)</b> |
| <b>Team Health Holdings, Inc.</b>                                    |     |  |                                    |
| 3.984% due 02/06/2024  | \$  | 399                                    | \$ 399                             |
| <b>Univision Communications, Inc.</b>                                |     |  |                                    |
| 3.984% due 03/15/2024  |     | 1,751                                  | 1,745                              |
| <b>UPC Financing Partnership</b>                                     |     |  |                                    |
| 3.976% due 04/15/2025  |     | 300                                    | 302                                |
| <b>Valeant Pharmaceuticals International, Inc.</b>                   |     |  |                                    |
| 5.980% due 04/01/2022  |     | 569                                    | 580                                |
| <b>Vistra Operations Co. LLC</b>                                     |     |  |                                    |
| 4.476% - 4.488% due 12/14/2023                                       |     | 1,095                                  | 1,104                              |
| <b>Westmoreland Coal Co.</b>   |     |  |                                    |
| 7.796% due 12/16/2020  |     | 12,831                                 | 11,403                             |
| <b>Xella International GmbH</b>                                      |     |  |                                    |
| TBD% due 02/02/2024  | EUR | 1,600                                  | 1,909                              |
| <b>Ziggo Secured Finance BV</b>                                      |     |  |                                    |
| 3.000% due 04/15/2025  |     | 150                                    | 179                                |
| <b>Total Loan Participations and Assignments<br/>(Cost \$91,862)</b> |     |  | <b>91,614</b>                      |
| <b>CORPORATE BONDS &amp; NOTES 63.2%</b>                             |     |  |                                    |
| <b>BANKING &amp; FINANCE 30.3%</b>                                   |     |  |                                    |
| <b>AGFC Capital Trust</b>  |     |  |                                    |
| 3.054% due 01/15/2067  | \$  | 1,800                                  | 1,071                              |
| <b>Ally Financial, Inc.</b>  |     |  |                                    |
| 8.000% due 11/01/2031 (l)  |     | 18,825                                 | 23,460                             |
| <b>Ardonagh Midco PLC</b>  |     |  |                                    |
| 8.375% due 07/15/2023  | GBP | 2,300                                  | 3,061                              |
| <b>AssuredPartners, Inc.</b>   |     |  |                                    |
| 7.000% due 08/15/2025 (c)  | \$  | 35                                     | 35                                 |
| <b>Banco Bilbao Vizcaya Argentaria S.A.</b>                          |     |  |                                    |
| 6.750% due 02/18/2020 (h)  | EUR | 14,000                                 | 17,753                             |
| 8.875% due 04/14/2021 (h)  |     | 400                                    | 559                                |
| <b>Banco do Brasil S.A.</b>  |     |  |                                    |
| 6.250% due 04/15/2024 (h)(l)   | \$  | 3,420                                  | 2,963                              |
| 9.000% due 06/18/2024 (h)  |     | 7,698                                  | 8,004                              |
| <b>Banco Espirito Santo S.A.</b>                                     |     |  |                                    |
| 4.000% due 01/21/2019 ^  | EUR | 5,000                                  | 1,835                              |
| 4.750% due 01/15/2018 ^  |     | 1,000                                  | 367                                |
| <b>Banco Santander S.A.</b>  |     |  |                                    |
| 6.250% due 09/11/2021 (h)  |     | 9,900                                  | 12,647                             |
| <b>Bank of Ireland</b>   |     |  |                                    |
| 7.375% due 06/18/2020 (h)  |     | 1,200                                  | 1,586                              |
| <b>Barclays PLC</b>  |     |  |                                    |
| 3.250% due 02/12/2027  | GBP | 200                                    | 276                                |
| 6.500% due 09/15/2019 (h)  | EUR | 1,600                                  | 2,002                              |
| 7.000% due 09/15/2019 (h)  | GBP | 630                                    | 871                                |
| 7.250% due 03/15/2023 (h)  |     | 10,405                                 | 14,885                             |
| 7.875% due 09/15/2022 (h)  |     | 3,565                                  | 5,213                              |

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|   |     |                  |               |
|---|-----|------------------|---------------|
| 8.000% due 12/15/2020 (h)               | EUR | 200              | 266           |
| 8.250% due 12/15/2018 (h)               | \$  | 430              | 458           |
| <b>Blackstone CQP Holdco LP</b>         |     |                  |               |
| 6.500% due 03/20/2021                   |     | 8,700            | 9,040         |
| <b>BNP Paribas S.A.</b>                 |     |                  |               |
| 7.375% due 08/19/2025 (h)               |     | 5,650            | 6,441         |
| <b>Brighthouse Financial, Inc.</b>      |     |                  |               |
| 4.700% due 06/22/2047                   |     | 184              | 183           |
| <b>Brighthouse Holdings LLC</b>         |     |                  |               |
| 6.500% due 07/27/2037 (h)               |     | 300              | 305           |
| <b>Cantor Fitzgerald LP</b>             |     |                  |               |
| 6.500% due 06/17/2022 (l)               |     | 10,000           | 11,207        |
| <b>CBL &amp; Associates LP</b>          |     |                  |               |
| 5.950% due 12/15/2026 (l)               |     | 3,960            | 3,977         |
| <b>Co-operative Group Holdings Ltd.</b> |     |                  |               |
| 7.500% due 07/08/2026                   | GBP | 630              | 1,016         |
| <b>Cooperatieve Rabobank UA</b>         |     |                  |               |
| 6.625% due 06/29/2021 (h)               | EUR | 1,800            | 2,410         |
| <b>Credit Agricole S.A.</b>             |     |                  |               |
| 7.500% due 06/23/2026 (h)               | GBP | 4,733            | 7,214         |
| 7.875% due 01/23/2024 (h)               | \$  | 11,400           | 12,889        |
| <b>Credit Suisse AG</b>                 |     |                  |               |
| 6.500% due 08/08/2023                   |     | 200              | 227           |
|   |     | <b>PRINCIPAL</b> | <b>MARKET</b> |
|   |     | <b>AMOUNT</b>    | <b>VALUE</b>  |
|   |     | <b>(000S)</b>    | <b>(000S)</b> |
| <b>Credit Suisse Group AG</b>           |     |                  |               |
| 7.500% due 12/11/2023 (h)               | \$  | 2,336            | \$ 2,662      |
| <b>Deutsche Bank AG</b>                 |     |                  |               |
| 4.250% due 10/14/2021 (l)               |     | 3,600            | 3,795         |
| <b>EPR Properties</b>                   |     |                  |               |
| 4.750% due 12/15/2026 (l)               |     | 5,400            | 5,597         |
| <b>Flagstar Bancorp, Inc.</b>           |     |                  |               |
| 6.125% due 07/15/2021                   |     | 6,000            | 6,419         |
| <b>GSPA Monetization Trust</b>          |     |                  |               |
| 6.422% due 10/09/2029                   |     | 6,912            | 7,904         |
| <b>Howard Hughes Corp.</b>              |     |                  |               |
| 5.375% due 03/15/2025                   |     | 134              | 139           |
| <b>HSBC Holdings PLC</b>                |     |                  |               |
| 6.000% due 09/29/2023 (h)               | EUR | 4,977            | 6,742         |
| 6.000% due 05/22/2027 (h)               | \$  | 207              | 218           |
| <b>Intesa Sanpaolo SpA</b>              |     |                  |               |
| 7.750% due 01/11/2027 (h)               | EUR | 220              | 298           |
| <b>Intrum Justitia AB</b>               |     |                  |               |
| 2.750% due 07/15/2022                   |     | 100              | 120           |
| 3.125% due 07/15/2024                   |     | 100              | 120           |
| <b>Jefferies Finance LLC</b>            |     |                  |               |
| 6.875% due 04/15/2022                   | \$  | 1,900            | 1,919         |
| 7.250% due 08/15/2024 (c)               |     | 200              | 201           |
| 7.375% due 04/01/2020 (l)               |     | 5,625            | 5,808         |
| 7.500% due 04/15/2021                   |     | 2,391            | 2,499         |
| <b>Jefferies LoanCore LLC</b>           |     |                  |               |
| 6.875% due 06/01/2020                   |     | 11,610           | 11,973        |
| <b>Lloyds Bank PLC</b>                  |     |                  |               |
| 12.000% due 12/16/2024 (h)              |     | 3,500            | 4,761         |
| <b>Lloyds Banking Group PLC</b>         |     |                  |               |
| 7.000% due 06/27/2019 (h)               | GBP | 2,080            | 2,918         |
| 7.625% due 06/27/2023 (h)               |     | 2,610            | 3,885         |
| 7.875% due 06/27/2029 (h)               |     | 5,815            | 9,197         |
| <b>MPT Operating Partnership LP</b>     |     |                  |               |
| 5.250% due 08/01/2026                   | \$  | 2,203            | 2,313         |
| <b>Nationwide Building Society</b>      |     |                  |               |
| 10.250% due 06/29/2049 (h)              | GBP | 21               | 4,440         |
| <b>Navient Corp.</b>                    |     |                  |               |
| 4.875% due 06/17/2019                   | \$  | 395              | 409           |
| 5.500% due 01/15/2019 (l)               |     | 4,950            | 5,154         |
| 5.625% due 08/01/2033                   |     | 222              | 190           |
| 5.875% due 03/25/2021                   |     | 710              | 752           |
| 6.500% due 06/15/2022                   |     | 400              | 427           |
| 6.625% due 07/26/2021 (l)               |     | 4,170            | 4,483         |

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|   |     |        |        |
|---|-----|--------|--------|
| 7.250% due 01/25/2022                   |     | 80     | 88     |
| 8.000% due 03/25/2020                   |     | 230    | 255    |
| <b>Neuberger Berman Group LLC</b>       |     |        |        |
| 4.875% due 04/15/2045 (l)               |     | 3,400  | 3,283  |
| <b>Novo Banco S.A.</b>                  |     |        |        |
| 5.000% due 04/04/2019                   | EUR | 371    | 354    |
| 5.000% due 04/23/2019                   |     | 152    | 145    |
| 5.000% due 05/14/2019                   |     | 315    | 300    |
| 5.000% due 05/21/2019                   |     | 73     | 70     |
| 5.000% due 05/23/2019                   |     | 213    | 203    |
| <b>OneMain Financial Holdings LLC</b>   |     |        |        |
| 6.750% due 12/15/2019 (l)               | \$  | 3,796  | 3,989  |
| 7.250% due 12/15/2021                   |     | 192    | 203    |
| <b>Oppenheimer Holdings, Inc.</b>       |     |        |        |
| 6.750% due 07/01/2022                   |     | 2,844  | 2,878  |
| <b>Provident Funding Associates LP</b>  |     |        |        |
| 6.375% due 06/15/2025                   |     | 57     | 59     |
| <b>Rio Oil Finance Trust</b>            |     |        |        |
| 9.250% due 07/06/2024                   |     | 10,232 | 10,520 |
| 9.750% due 01/06/2027                   |     | 637    | 659    |
| <b>Royal Bank of Scotland Group PLC</b> |     |        |        |
| 7.500% due 08/10/2020 (h)(l)            |     | 6,840  | 7,242  |
| 8.000% due 08/10/2025 (h)(l)            |     | 13,625 | 14,945 |
| 8.625% due 08/15/2021 (h)               |     | 5,130  | 5,678  |
| <b>Santander Holdings USA, Inc.</b>     |     |        |        |
| 3.700% due 03/28/2022                   |     | 750    | 762    |
| 4.400% due 07/13/2027                   |     | 580    | 593    |
| <b>Santander UK Group Holdings PLC</b>  |     |        |        |
| 6.750% due 06/24/2024 (h)               | GBP | 5,505  | 7,793  |
| 7.375% due 06/24/2022 (h)               |     | 1,440  | 2,052  |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 23

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

|   | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|---|-------------------------------|---------------------------|
| <b>Sberbank of Russia Via SB Capital S.A.</b>             |                               |                           |
| 6.125% due 02/07/2022                                     | \$ 500                        | \$ 546                    |
| <b>Spirit Realty LP</b>                                   |                               |                           |
| 4.450% due 09/15/2026 (l)                                 | 2,600                         | 2,512                     |
| <b>Springleaf Finance Corp.</b>                           |                               |                           |
| 5.250% due 12/15/2019 (l)                                 | 3,271                         | 3,414                     |
| 6.000% due 06/01/2020                                     | 641                           | 679                       |
| 6.125% due 05/15/2022                                     | 1,204                         | 1,267                     |
| 7.750% due 10/01/2021                                     | 90                            | 101                       |
| 8.250% due 12/15/2020                                     | 9,210                         | 10,361                    |
| <b>Stearns Holdings LLC</b>                               |                               |                           |
| 9.375% due 08/15/2020                                     | 600                           | 621                       |
| <b>Stichting AK Rabobank Certificaten</b>                 |                               |                           |
| 6.500% due 12/29/2049 (h)                                 | EUR 4,673                     | 6,584                     |
| <b>Tesco Property Finance PLC</b>                         |                               |                           |
| 5.411% due 07/13/2044                                     | GBP 646                       | 922                       |
| 5.661% due 10/13/2041                                     | 513                           | 744                       |
| 5.744% due 04/13/2040                                     | 195                           | 287                       |
| 5.801% due 10/13/2040                                     | 835                           | 1,229                     |
| 6.052% due 10/13/2039                                     | 1,328                         | 1,998                     |
| <b>WP Carey, Inc.</b>                                     |                               |                           |
| 4.250% due 10/01/2026 (l)                                 | \$ 5,000                      | 5,099                     |
|   |                               | 345,999                   |
| <b>INDUSTRIALS 27.6%</b>                                  |                               |                           |
| <b>Altice Financing S.A.</b>                              |                               |                           |
| 7.500% due 05/15/2026                                     | 6,100                         | 6,779                     |
| <b>AMC Networks, Inc.</b>                                 |                               |                           |
| 4.750% due 08/01/2025                                     | 170                           | 172                       |
| <b>American Airlines Pass-Through Trust</b>               |                               |                           |
| 4.950% due 08/15/2026 (l)                                 | 3,400                         | 3,553                     |
| <b>Belden, Inc.</b>                                       |                               |                           |
| 3.375% due 07/15/2027                                     | EUR 100                       | 120                       |
| <b>BMC Software Finance, Inc.</b>                         |                               |                           |
| 8.125% due 07/15/2021                                     | \$ 1,031                      | 1,070                     |
| <b>Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)</b> |                               |                           |
| 9.000% due 10/15/2019 (d)(l)                              | 8,226                         | 8,257                     |
| <b>Burger King Worldwide, Inc.</b>                        |                               |                           |
| 4.250% due 05/15/2024                                     | 364                           | 367                       |
| <b>Caesars Entertainment Operating Co., Inc.</b>          |                               |                           |
| 9.000% due 02/15/2020 ^ (i)                               | 26,699                        | 34,775                    |
| 10.000% due 12/15/2018 ^                                  | 6,095                         | 5,813                     |
| <b>Charter Communications Operating LLC</b>               |                               |                           |
| 5.375% due 05/01/2047                                     | 113                           | 118                       |
| <b>Cheniere Corpus Christi Holdings LLC</b>               |                               |                           |
| 5.875% due 03/31/2025                                     | 400                           | 435                       |
| <b>Chesapeake Energy Corp.</b>                            |                               |                           |
| 4.554% due 04/15/2019                                     | 157                           | 156                       |
| <b>ClubCorp Club Operations, Inc.</b>                     |                               |                           |
| 8.250% due 12/15/2023                                     | 6,500                         | 7,280                     |
| <b>CMA CGM S.A.</b>                                       |                               |                           |
| 6.500% due 07/15/2022                                     | EUR 100                       | 122                       |
| <b>CommScope Technologies LLC</b>                         |                               |                           |
| 5.000% due 03/15/2027                                     | \$ 4                          | 4                         |
| <b>Community Health Systems, Inc.</b>                     |                               |                           |
| 6.250% due 03/31/2023                                     | 279                           | 287                       |

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|  |     |                  |               |
|--|-----|------------------|---------------|
| <b>CSN Islands Corp.</b>                       |     |                  |               |
| 6.875% due 09/21/2019 (l)                      |     | 240              | 195           |
| <b>CSN Resources S.A.</b>                      |     |                  |               |
| 6.500% due 07/21/2020                          |     | 2,300            | 1,754         |
| <b>DAE Funding LLC</b>                         |     |                  |               |
| 4.000% due 08/01/2020 (c)                      |     | 120              | 122           |
| 4.500% due 08/01/2022 (c)                      |     | 120              | 122           |
| 5.000% due 08/01/2024 (c)                      |     | 290              | 297           |
| <b>Diamond Resorts International, Inc.</b>     |     |                  |               |
| 7.750% due 09/01/2023                          |     | 278              | 299           |
| 10.750% due 09/01/2024 (l)                     |     | 4,300            | 4,676         |
| <b>DriveTime Automotive Group, Inc.</b>        |     |                  |               |
| 8.000% due 06/01/2021 (l)                      |     | 9,300            | 9,370         |
| <b>Dynegy, Inc.</b>                            |     |                  |               |
| 8.034% due 02/02/2024 (l)                      |     | 2,970            | 2,880         |
|  |     | <b>PRINCIPAL</b> | <b>MARKET</b> |
|  |     | <b>AMOUNT</b>    | <b>VALUE</b>  |
|  |     | <b>(000S)</b>    | <b>(000S)</b> |
| <b>Ecopetrol S.A.</b>                          |     |                  |               |
| 5.875% due 05/28/2045                          | \$  | 200              | \$ 188        |
| <b>EI Group PLC</b>                            |     |                  |               |
| 6.375% due 09/26/2031                          | GBP | 1,000            | 1,458         |
| <b>Endo Finance LLC</b>                        |     |                  |               |
| 5.375% due 01/15/2023                          | \$  | 600              | 516           |
| <b>Exela Intermediate LLC</b>                  |     |                  |               |
| 10.000% due 07/15/2023                         |     | 217              | 212           |
| <b>Ferroglobe PLC</b>                          |     |                  |               |
| 9.375% due 03/01/2022 (l)                      |     | 3,400            | 3,664         |
| <b>Ford Motor Co.</b>                          |     |                  |               |
| 7.700% due 05/15/2097 (l)                      |     | 31,901           | 39,757        |
| <b>Fresh Market, Inc.</b>                      |     |                  |               |
| 9.750% due 05/01/2023 (l)                      |     | 12,200           | 10,034        |
| <b>Frontier Finance PLC</b>                    |     |                  |               |
| 8.000% due 03/23/2022                          | GBP | 8,200            | 11,305        |
| <b>Greene King Finance PLC</b>                 |     |                  |               |
| 5.702% due 12/15/2034                          |     | 350              | 438           |
| <b>Hampton Roads PPV LLC</b>                   |     |                  |               |
| 6.171% due 06/15/2053                          | \$  | 1,800            | 1,890         |
| <b>HCA, Inc.</b>                               |     |                  |               |
| 4.500% due 02/15/2027                          |     | 1,550            | 1,590         |
| 5.500% due 06/15/2047                          |     | 182              | 190           |
| 7.500% due 11/15/2095 (l)                      |     | 4,800            | 4,962         |
| <b>iHeartCommunications, Inc.</b>              |     |                  |               |
| 9.000% due 09/15/2022                          |     | 5,810            | 4,299         |
| 10.625% due 03/15/2023                         |     | 5,600            | 4,200         |
| 11.250% due 03/01/2021                         |     | 2,920            | 2,241         |
| <b>Intelsat Jackson Holdings S.A.</b>          |     |                  |               |
| 7.250% due 10/15/2020                          |     | 9,970            | 9,621         |
| 9.750% due 07/15/2025                          |     | 361              | 374           |
| <b>Intelsat Luxembourg S.A.</b>                |     |                  |               |
| 7.750% due 06/01/2021                          |     | 18,643           | 12,025        |
| 8.125% due 06/01/2023                          |     | 1,939            | 1,210         |
| <b>Intrepid Aviation Group Holdings LLC</b>    |     |                  |               |
| 6.875% due 02/15/2019                          |     | 15,631           | 15,514        |
| <b>Kinder Morgan Energy Partners LP</b>        |     |                  |               |
| 6.375% due 03/01/2041                          |     | 800              | 917           |
| <b>Kinder Morgan, Inc.</b>                     |     |                  |               |
| 7.750% due 01/15/2032 (l)                      |     | 3,100            | 3,978         |
| 7.800% due 08/01/2031 (l)                      |     | 6,000            | 7,681         |
| <b>Kleopatra Holdings S.C.A. (8.500% PIK)</b>  |     |                  |               |
| 8.500% due 06/30/2023 (d)                      | EUR | 100              | 117           |
| <b>Mallinckrodt International Finance S.A.</b> |     |                  |               |
| 4.750% due 04/15/2023 (l)                      | \$  | 6,000            | 5,340         |
| 5.500% due 04/15/2025                          |     | 1,560            | 1,451         |
| <b>Park Aerospace Holdings Ltd.</b>            |     |                  |               |
| 5.250% due 08/15/2022                          |     | 24               | 25            |
| 5.500% due 02/15/2024                          |     | 66               | 67            |
| <b>Petroleos Mexicanos</b>                     |     |                  |               |
| 6.500% due 03/13/2027                          |     | 936              | 1,032         |
| 6.750% due 09/21/2047                          |     | 500              | 528           |

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|  |     |                  |               |
|--|-----|------------------|---------------|
| <b>PetSmart, Inc.</b>                                |     |                  |               |
| 5.875% due 06/01/2025                                |     | 199              | 192           |
| <b>Prime Security Services Borrower LLC</b>          |     |                  |               |
| 9.250% due 05/15/2023                                |     | 1,065            | 1,191         |
| <b>QVC, Inc.</b>                                     |     |                  |               |
| 4.375% due 03/15/2023                                |     | 768              | 790           |
| 5.450% due 08/15/2034                                |     | 1,650            | 1,615         |
| 5.950% due 03/15/2043                                |     | 6,770            | 6,633         |
| <b>Russian Railways via RZD Capital PLC</b>          |     |                  |               |
| 7.487% due 03/25/2031                                | GBP | 1,500            | 2,459         |
| <b>Sabine Pass Liquefaction LLC</b>                  |     |                  |               |
| 5.875% due 06/30/2026 (1)                            | \$  | 4,300            | 4,849         |
| <b>Safeway, Inc.</b>                                 |     |                  |               |
| 7.250% due 02/01/2031                                |     | 9,392            | 8,688         |
| <b>Scientific Games International, Inc.</b>          |     |                  |               |
| 10.000% due 12/01/2022 (1)                           |     | 1,364            | 1,526         |
| <b>SFR Group S.A.</b>                                |     |                  |               |
| 6.250% due 05/15/2024 (1)                            |     | 12,500           | 13,250        |
| 7.375% due 05/01/2026 (1)                            |     | 3,600            | 3,910         |
| <b>Sirius XM Radio, Inc.</b>                         |     |                  |               |
| 3.875% due 08/01/2022                                |     | 105              | 108           |
|  |     | <b>PRINCIPAL</b> | <b>MARKET</b> |
|  |     | <b>AMOUNT</b>    | <b>VALUE</b>  |
|  |     | <b>(000S)</b>    | <b>(000S)</b> |
| <b>Spirit Issuer PLC</b>                             |     |                  |               |
| 0.850% due 12/28/2028                                | GBP | 748              | \$ 804        |
| 3.000% due 12/28/2031                                |     | 1,855            | 2,388         |
| 6.582% due 12/28/2027                                |     | 2,500            | 3,560         |
| <b>Symantec Corp.</b>                                |     |                  |               |
| 5.000% due 04/15/2025                                | \$  | 75               | 79            |
| <b>Time Warner Cable LLC</b>                         |     |                  |               |
| 8.250% due 04/01/2019                                |     | 140              | 154           |
| <b>UAL Pass-Through Trust</b>                        |     |                  |               |
| 7.336% due 01/02/2021                                |     | 1,699            | 1,827         |
| <b>UCP, Inc.</b>                                     |     |                  |               |
| 8.500% due 10/21/2017                                |     | 10,900           | 11,009        |
| <b>Unique Pub Finance Co. PLC</b>                    |     |                  |               |
| 5.659% due 06/30/2027                                | GBP | 6,776            | 10,092        |
| <b>United Group BV</b>                               |     |                  |               |
| 4.375% due 07/01/2022                                | EUR | 200              | 238           |
| 4.875% due 07/01/2024                                |     | 200              | 236           |
| <b>UPCB Finance Ltd.</b>                             |     |                  |               |
| 3.625% due 06/15/2029                                |     | 350              | 413           |
| <b>Valeant Pharmaceuticals International, Inc.</b>   |     |                  |               |
| 6.500% due 03/15/2022                                | \$  | 153              | 162           |
| 7.000% due 03/15/2024                                |     | 293              | 313           |
| <b>Virgin Media Secured Finance PLC</b>              |     |                  |               |
| 5.000% due 04/15/2027                                | GBP | 1,780            | 2,459         |
| <b>Wynn Las Vegas LLC</b>                            |     |                  |               |
| 5.250% due 05/15/2027                                | \$  | 111              | 114           |
|  |     |                  | 314,906       |
| <b>UTILITIES 5.3%</b>                                |     |                  |               |
| <b>AT&amp;T, Inc.</b>                                |     |                  |               |
| 2.215% due 02/14/2023 (c)                            |     | 180              | 181           |
| 2.850% due 02/14/2023 (c)                            |     | 370              | 371           |
| 3.400% due 08/14/2024 (c)                            |     | 740              | 742           |
| 3.900% due 08/14/2027 (c)                            |     | 670              | 671           |
| 4.900% due 08/14/2037 (c)                            |     | 678              | 677           |
| 5.150% due 02/14/2050 (c)                            |     | 1,018            | 1,018         |
| 5.300% due 08/14/2058 (c)                            |     | 304              | 304           |
| <b>Frontier Communications Corp.</b>                 |     |                  |               |
| 8.500% due 04/15/2020                                |     | 788              | 804           |
| <b>Gazprom OAO Via Gaz Capital S.A.</b>              |     |                  |               |
| 9.250% due 04/23/2019                                |     | 11,200           | 12,373        |
| <b>Mountain States Telephone &amp; Telegraph Co.</b> |     |                  |               |
| 7.375% due 05/01/2030                                |     | 15,730           | 16,615        |
| <b>Odebrecht Drilling Norbe Ltd.</b>                 |     |                  |               |



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|   |     |       |         |
|---|-----|-------|---------|
| 6.350% due 06/30/2022 ^                         |     | 501   | 312     |
| <b>Odebrecht Offshore Drilling Finance Ltd.</b> |     |       |         |
| 6.625% due 10/01/2023 ^(j)                      |     | 4,696 | 1,679   |
| 6.750% due 10/01/2023 ^(j)                      |     | 4,465 | 1,598   |
| <b>Petrobras Global Finance BV</b>              |     |       |         |
| 6.125% due 01/17/2022                           |     | 704   | 742     |
| 6.250% due 12/14/2026                           | GBP | 6,100 | 8,327   |
| 6.625% due 01/16/2034                           |     | 800   | 1,064   |
| 6.750% due 01/27/2041 (l)                       | \$  | 4,100 | 3,951   |
| 7.250% due 03/17/2044                           |     | 447   | 451     |
| 7.375% due 01/17/2027 (l)                       |     | 1,224 | 1,329   |
| <b>Sprint Capital Corp.</b>                     |     |       |         |
| 6.900% due 05/01/2019                           |     | 2,000 | 2,132   |
| <b>TerraForm Power Operating LLC</b>            |     |       |         |
| 6.375% due 02/01/2023                           |     | 1,075 | 1,123   |
| <b>Transocean Phoenix Ltd.</b>                  |     |       |         |
| 7.750% due 10/15/2024                           |     | 2,765 | 3,013   |
| <b>Transocean Proteus Ltd.</b>                  |     |       |         |
| 6.250% due 12/01/2024                           |     | 380   | 400     |
|   |     |       | 59,877  |
| <b>Total Corporate Bonds &amp; Notes</b>        |     |       |         |
| (Cost \$661,010)                                |     |       | 720,782 |

24 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>CONVERTIBLE BONDS &amp; NOTES 0.6%</b>  |                               |                           |
| <b>INDUSTRIALS 0.6%</b>  |                               |                           |
| <b>DISH Network Corp.</b>  |                               |                           |
| 3.375% due 08/15/2026  | \$ 5,900                      | \$ 7,360                  |
| <b>Total Convertible Bonds &amp; Notes (Cost \$5,900)</b>  |                               | <b>7,360</b>              |
| <b>MUNICIPAL BONDS &amp; NOTES 5.1%</b>  |                               |                           |
| <b>CALIFORNIA 1.2%</b>   |                               |                           |
| <b>Riverside County, California Redevelopment Successor Agency Tax Allocation Bonds, Series 2010</b> |                               |                           |
| 7.500% due 10/01/2030  | 3,425                         | 3,679                     |
| <b>Stockton Public Financing Authority, California Revenue Bonds, (BABs), Series 2009</b>            |                               |                           |
| 7.942% due 10/01/2038  | 8,500                         | 9,380                     |
|  |                               | 13,059                    |
| <b>ILLINOIS 2.4%</b>   |                               |                           |
| <b>Chicago, Illinois General Obligation Bonds, (BABs), Series 2010</b>                               |                               |                           |
| 7.517% due 01/01/2040  | 23,700                        | 25,308                    |
| <b>Chicago, Illinois General Obligation Bonds, Series 2014</b>                                       |                               |                           |
| 6.314% due 01/01/2044  | 120                           | 120                       |
| <b>Chicago, Illinois General Obligation Bonds, Series 2015</b>                                       |                               |                           |
| 7.375% due 01/01/2033  | 100                           | 108                       |
| 7.750% due 01/01/2042  | 300                           | 314                       |
| <b>Chicago, Illinois General Obligation Bonds, Series 2017</b>                                       |                               |                           |
| 7.045% due 01/01/2029  | 200                           | 217                       |
| <b>Illinois State General Obligation Bonds, (BABs), Series 2010</b>                                  |                               |                           |
| 6.725% due 04/01/2035  | 60                            | 67                        |
| 7.350% due 07/01/2035  | 40                            | 46                        |
| <b>Illinois State General Obligation Bonds, Series 2003</b>  |                               |                           |
| 5.100% due 06/01/2033  | 1,035                         | 1,039                     |
|  |                               | 27,219                    |
| <b>IOWA 0.0%</b>   |                               |                           |
| <b>Iowa Tobacco Settlement Authority Revenue Bonds, Series 2005</b>                                  |                               |                           |
| 6.500% due 06/01/2023  | 480                           | 480                       |
| <b>TEXAS 0.2%</b>  |                               |                           |
| <b>Texas Public Finance Authority Revenue Notes, Series 2014</b>                                     |                               |                           |
| 8.250% due 07/01/2024  | 2,300                         | 2,433                     |
| <b>VIRGINIA 0.1%</b>   |                               |                           |
| <b>Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007</b>                       |                               |                           |
| 6.706% due 06/01/2046  | 1,400                         | 1,203                     |
| <b>WEST VIRGINIA 1.2%</b>  |                               |                           |
| <b>Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007</b>                |                               |                           |
| 0.000% due 06/01/2047 (g)  | 78,700                        | 4,094                     |
| 7.467% due 06/01/2047  | 10,510                        | 9,978                     |
|  |                               | 14,072                    |
| <b>Total Municipal Bonds &amp; Notes (Cost \$54,624)</b>   |                               | <b>58,466</b>             |

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**U.S. GOVERNMENT AGENCIES 4.6%**

|   | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|---|-------------------------------|---------------------------|
| <b>Fannie Mae</b>                                     |                               |                           |
| 3.000% due 01/25/2042 (a)                             | 1,290                         | 106                       |
| 3.500% due 02/25/2033 (a)                             | 3,133                         | 403                       |
| 4.232% due 10/25/2029                                 | 950                           | 996                       |
| 4.782% due 07/25/2029                                 | 1,490                         | 1,604                     |
| 4.868% due 07/25/2040 (a)                             | 1,466                         | 177                       |
| 5.482% due 01/25/2029                                 | 800                           | 898                       |
| 6.082% due 10/25/2029                                 | 590                           | 648                       |
|   | \$ 2,010                      | \$ 2,353                  |
| <b>Freddie Mac</b>                                    |                               |                           |
| 0.000% due 04/25/2045 -<br>08/25/2046 (b)(g)          | 19,541                        | 15,178                    |
| 0.100% due 04/25/2046 -<br>08/25/2046 (a)             | 91,606                        | 357                       |
| 0.200% due 04/25/2045 (a)                             | 10,054                        | 27                        |
| 5.874% due 02/15/2034 (a)                             | 2,566                         | 480                       |
| 6.174% due 11/25/2055                                 | 14,634                        | 8,360                     |
| 6.470% due 07/15/2039 (I)                             | 2,407                         | 2,620                     |
| 7.557% due 03/15/2044 (I)                             | 1,485                         | 1,734                     |
| 8.727% due 02/15/2036 (I)                             | 5,228                         | 6,994                     |
| 8.732% due 04/15/2044                                 | 49                            | 55                        |
| 8.782% due 12/25/2027                                 | 4,443                         | 5,222                     |
| 11.982% due 03/25/2025                                | 2,356                         | 3,191                     |
| <b>Ginnie Mae</b>                                     |                               |                           |
| 3.000% due 12/20/2042 (a)                             | 74                            | 10                        |
| 3.500% due 09/16/2041 -<br>06/20/2042 (a)             | 1,849                         | 261                       |
| 5.522% due 01/20/2042 (a)                             | 2,813                         | 347                       |
| <b>Total U.S. Government Agencies (Cost \$48,714)</b> |                               | <b>52,021</b>             |

**NON-AGENCY MORTGAGE-BACKED SECURITIES 21.7%**

|  |       |       |
|--|-------|-------|
| <b>Adjustable Rate Mortgage Trust</b>                    |       |       |
| 1.572% due 05/25/2036                                    | 2,148 | 1,265 |
| <b>Banc of America Alternative Loan Trust</b>            |       |       |
| 6.000% due 01/25/2036 ^                                  | 235   | 221   |
| 6.000% due 04/25/2036 ^                                  | 4,231 | 4,295 |
| <b>Banc of America Funding Trust</b>                     |       |       |
| 5.500% due 01/25/2036                                    | 234   | 240   |
| 6.000% due 07/25/2037 ^                                  | 665   | 515   |
| <b>BCAP LLC Trust</b>                                    |       |       |
| 3.278% due 07/26/2037                                    | 484   | 14    |
| 3.285% due 03/27/2036                                    | 3,825 | 2,195 |
| 5.045% due 03/26/2037                                    | 1,992 | 1,202 |
| 7.000% due 12/26/2036                                    | 5,417 | 4,839 |
| <b>Bear Stearns ALT-A Trust</b>                          |       |       |
| 3.268% due 11/25/2036 ^                                  | 927   | 764   |
| 3.312% due 08/25/2046                                    | 5,924 | 5,363 |
| 3.525% due 08/25/2036 ^                                  | 3,978 | 2,972 |
| 3.587% due 11/25/2034                                    | 405   | 389   |
| 3.625% due 09/25/2035 ^                                  | 1,383 | 1,132 |
| <b>Bear Stearns Commercial Mortgage Securities Trust</b> |       |       |
| 5.713% due 04/12/2038                                    | 370   | 292   |
| <b>Bear Stearns Mortgage Funding Trust</b>               |       |       |
| 7.500% due 08/25/2036                                    | 2,450 | 2,405 |
| <b>Chase Mortgage Finance Trust</b>                      |       |       |
| 3.224% due 12/25/2035 ^                                  | 26    | 25    |
| 6.000% due 02/25/2037 ^                                  | 2,203 | 1,812 |
| 6.000% due 03/25/2037 ^                                  | 505   | 437   |
| 6.000% due 07/25/2037 ^                                  | 1,889 | 1,736 |
| <b>Citigroup Commercial Mortgage Trust</b>               |       |       |
| 5.691% due 12/10/2049                                    | 1,787 | 1,633 |
| <b>Citigroup Mortgage Loan Trust, Inc.</b>               |       |       |

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|   |  |                                    |
|---|--|------------------------------------|
| 3.203% due 04/25/2037 ^                                     | 4,303                                  | 3,520                              |
| 3.308% due 03/25/2037 ^                                     | 1,162                                  | 1,013                              |
| 3.922% due 11/25/2035                                       | 18,103                                 | 10,298                             |
| 6.000% due 11/25/2036                                       | 14,984                                 | 11,300                             |
| <b>Citigroup/Deutsche Bank Commercial Mortgage Trust</b>    |  |                                    |
| 5.398% due 12/11/2049                                       | 108                                    | 62                                 |
| 5.688% due 10/15/2048                                       | 14,858                                 | 7,972                              |
| <b>CitiMortgage Alternative Loan Trust</b>                  |  |                                    |
| 5.750% due 04/25/2037 ^                                     | 3,353                                  | 2,946                              |
| <b>Commercial Mortgage Loan Trust</b>                       |  |                                    |
| 6.155% due 12/10/2049                                       | 3,476                                  | 2,194                              |
| <b>Countrywide Alternative Loan Resecuritization Trust</b>  |  |                                    |
| 6.000% due 08/25/2037 ^                                     | 2,587                                  | 2,053                              |
| <b>Countrywide Alternative Loan Trust</b>                   |  |                                    |
| 1.438% due 03/20/2046                                       | 6,133                                  | 5,262                              |
| 1.502% due 08/25/2035                                       | 376                                    | 255                                |
| 3.451% due 06/25/2047                                       | 4,092                                  | 3,891                              |
| 4.018% due 04/25/2037 ^(a)                                  | 27,483                                 | 5,375                              |
| 5.250% due 05/25/2021 ^                                     | 19                                     | 19                                 |
| 5.500% due 03/25/2035                                       | 649                                    | 509                                |
|   | <b>PRINCIPAL<br/>AMOUNT<br/>(000S)</b> | <b>MARKET<br/>VALUE<br/>(000S)</b> |
| 5.500% due 09/25/2035 ^                                     | \$ 6,065                               | \$ 5,537                           |
| 5.500% due 03/25/2036 ^                                     | 230                                    | 185                                |
| 5.750% due 01/25/2035                                       | 848                                    | 855                                |
| 5.750% due 02/25/2035                                       | 898                                    | 860                                |
| 6.000% due 02/25/2035                                       | 848                                    | 863                                |
| 6.000% due 04/25/2036                                       | 2,318                                  | 1,804                              |
| 6.000% due 05/25/2036 ^                                     | 2,506                                  | 1,998                              |
| 6.000% due 02/25/2037 ^                                     | 821                                    | 579                                |
| 6.000% due 02/25/2037                                       | 3,103                                  | 2,425                              |
| 6.000% due 04/25/2037 ^                                     | 8,262                                  | 6,426                              |
| 6.000% due 08/25/2037 ^                                     | 11,381                                 | 9,534                              |
| 6.250% due 10/25/2036 ^                                     | 3,256                                  | 2,595                              |
| 6.250% due 12/25/2036 ^                                     | 3,894                                  | 2,886                              |
| 6.500% due 08/25/2036 ^                                     | 1,065                                  | 726                                |
| 6.500% due 09/25/2036 ^                                     | 541                                    | 459                                |
| 17.115% due 02/25/2036                                      | 2,354                                  | 2,979                              |
| <b>Countrywide Home Loan Mortgage Pass-Through Trust</b>    |  |                                    |
| 5.500% due 07/25/2037 ^                                     | 838                                    | 696                                |
| 6.000% due 04/25/2036 ^                                     | 658                                    | 622                                |
| <b>Credit Suisse Commercial Mortgage Trust</b>              |  |                                    |
| 5.870% due 09/15/2040                                       | 1,320                                  | 1,320                              |
| <b>Credit Suisse Mortgage Capital Mortgage-Backed Trust</b> |  |                                    |
| 5.750% due 04/25/2036 ^                                     | 1,855                                  | 1,469                              |
| <b>Epic Drummond Ltd.</b>                                   |  |                                    |
| 0.000% due 01/25/2022                                       | EUR 231                                | 273                                |
| <b>First Horizon Alternative Mortgage Securities Trust</b>  |  |                                    |
| 6.000% due 08/25/2036 ^                                     | \$ 2,636                               | 2,219                              |
| <b>GS Mortgage Securities Trust</b>                         |  |                                    |
| 5.622% due 11/10/2039                                       | 1,689                                  | 1,554                              |
| <b>GSR Mortgage Loan Trust</b>                              |  |                                    |
| 3.234% due 11/25/2035 ^                                     | 2,221                                  | 2,054                              |
| 3.450% due 03/25/2037 ^                                     | 3,990                                  | 3,654                              |
| 5.500% due 05/25/2036 ^                                     | 310                                    | 296                                |
| <b>IndyMac Mortgage Loan Trust</b>                          |  |                                    |
| 6.500% due 07/25/2037 ^                                     | 6,865                                  | 4,580                              |
| <b>JPMorgan Alternative Loan Trust</b>                      |  |                                    |
| 3.046% due 03/25/2037                                       | 12,278                                 | 10,275                             |
| <b>JPMorgan Chase Commercial Mortgage Securities Trust</b>  |  |                                    |
| 5.411% due 05/15/2047                                       | 3,600                                  | 2,567                              |
| 5.623% due 05/12/2045                                       | 2,686                                  | 2,313                              |
| <b>JPMorgan Mortgage Trust</b>                              |  |                                    |
| 3.244% due 10/25/2035                                       | 69                                     | 66                                 |
| 3.304% due 01/25/2037 ^                                     | 1,616                                  | 1,592                              |
| 3.378% due 02/25/2036 ^                                     | 2,630                                  | 2,360                              |
| 3.493% due 06/25/2036 ^                                     | 1,254                                  | 1,119                              |
| <b>Lehman Mortgage Trust</b>                                |  |                                    |
| 6.000% due 07/25/2037 ^                                     | 314                                    | 297                                |

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|  |     |       |       |
|--|-----|-------|-------|
| 22.648% due 11/25/2035 ^                                   |     | 292   | 420   |
| <b>Lehman XS Trust</b>                                     |     |       |       |
| 1.452% due 06/25/2047                                      |     | 4,649 | 4,060 |
| <b>MASTR Alternative Loan Trust</b>                        |     |       |       |
| 6.750% due 07/25/2036                                      |     | 4,018 | 2,847 |
| <b>Merrill Lynch Mortgage Investors Trust</b>              |     |       |       |
| 3.214% due 03/25/2036 ^                                    |     | 4,094 | 2,999 |
| <b>Mesdag Delta BV</b>                                     |     |       |       |
| 0.000% due 01/25/2020                                      | EUR | 2,043 | 2,366 |
| <b>Morgan Stanley Capital Trust</b>                        |     |       |       |
| 5.991% due 06/11/2049                                      | \$  | 3,047 | 3,057 |
| <b>RBSSP Resecuritization Trust</b>                        |     |       |       |
| 1.436% due 10/27/2036                                      |     | 3,609 | 904   |
| 1.456% due 08/27/2037                                      |     | 8,000 | 2,371 |
| <b>Residential Accredited Loans, Inc. Trust</b>            |     |       |       |
| 1.422% due 08/25/2036                                      |     | 1,312 | 1,220 |
| 1.462% due 05/25/2037 ^                                    |     | 463   | 352   |
| 6.000% due 08/25/2036 ^                                    |     | 902   | 780   |
| 6.000% due 05/25/2037 ^                                    |     | 2,796 | 2,520 |
| <b>Residential Asset Securitization Trust</b>              |     |       |       |
| 5.750% due 02/25/2036 ^                                    |     | 482   | 378   |
| 6.000% due 02/25/2037 ^                                    |     | 2,295 | 1,783 |
| 6.250% due 09/25/2037 ^                                    |     | 5,479 | 4,013 |
| <b>Residential Funding Mortgage Securities, Inc. Trust</b> |     |       |       |
| 4.030% due 02/25/2037                                      |     | 3,829 | 3,080 |
| <b>Structured Adjustable Rate Mortgage Loan Trust</b>      |     |       |       |
| 3.243% due 11/25/2036 ^                                    |     | 5,836 | 5,295 |
| 3.291% due 07/25/2036 ^                                    |     | 1,403 | 1,116 |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 25

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

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| 3.342% due 03/25/2037 ^  | \$ 1,176                      | \$ 951                    |
| 3.391% due 01/25/2036 ^  | 8,639                         | 6,613                     |
| 3.559% due 07/25/2035 ^  | 2,842                         | 2,476                     |
| <b>Structured Asset Mortgage Investments Trust</b>                                 |                               |                           |
| 1.352% due 08/25/2036  | 237                           | 210                       |
| <b>Suntrust Adjustable Rate Mortgage Loan Trust</b>                                |                               |                           |
| 3.482% due 02/25/2037 ^  | 9,529                         | 8,175                     |
| 3.531% due 02/25/2037 ^  | 859                           | 771                       |
| 3.604% due 04/25/2037 ^  | 953                           | 814                       |
| <b>WaMu Mortgage Pass-Through Certificates Trust</b>                               |                               |                           |
| 2.999% due 07/25/2037 ^  | 1,045                         | 869                       |
| 3.030% due 10/25/2036 ^  | 2,023                         | 1,798                     |
| 3.160% due 02/25/2037 ^  | 1,437                         | 1,367                     |
| 3.326% due 07/25/2037 ^  | 2,377                         | 2,216                     |
| <b>Washington Mutual Mortgage Pass-Through Certificates Trust</b>                  |                               |                           |
| 1.616% due 05/25/2047 ^  | 446                           | 93                        |
| 6.000% due 10/25/2035 ^  | 2,011                         | 1,583                     |
| 6.000% due 03/25/2036 ^  | 2,894                         | 2,939                     |
| 6.000% due 02/25/2037  | 7,203                         | 6,416                     |
| <b>Total Non-Agency Mortgage-Backed Securities (Cost \$231,674)</b>                |                               | <b>247,304</b>            |
| <b>ASSET-BACKED SECURITIES 20.3%</b>   |                               |                           |
| <b>Airspeed Ltd.</b>   |                               |                           |
| 1.496% due 06/15/2032  | 5,473                         | 4,582                     |
| <b>Ameriquest Mortgage Securities, Inc. Asset-Backed Pass-Through Certificates</b> |                               |                           |
| 2.582% due 03/25/2033  | 89                            | 88                        |
| <b>Bear Stearns Asset-Backed Securities Trust</b>                                  |                               |                           |
| 1.632% due 04/25/2037  | 19,909                        | 15,608                    |
| <b>Belle Haven ABS CDO Ltd.</b>  |                               |                           |
| 1.551% due 07/05/2046  | 324,260                       | 5,610                     |
| <b>BlueMountain CLO Ltd.</b>   |                               |                           |
| 6.754% due 04/13/2027  | 1,000                         | 994                       |
| <b>CIFC Funding Ltd.</b>   |                               |                           |
| 0.000% due 05/24/2026 (g)  | 4,100                         | 2,742                     |
| 0.000% due 07/22/2026 (g)  | 3,000                         | 1,966                     |
| <b>Citigroup Mortgage Loan Trust, Inc.</b>   |                               |                           |
| 1.392% due 12/25/2036  | 7,303                         | 4,894                     |
| 1.632% due 11/25/2046  | 8,292                         | 8,019                     |
| <b>Cork Street CLO Designated Activity Co.</b>                                     |                               |                           |
| 0.000% due 11/27/2028  | EUR 2,667                     | 2,779                     |
| 3.600% due 11/27/2028  | 1,197                         | 1,419                     |
| 4.500% due 11/27/2028  | 1,047                         | 1,243                     |
| 6.200% due 11/27/2028  | 1,296                         | 1,543                     |
| <b>Countrywide Asset-Backed Certificates</b>                                       |                               |                           |
| 1.402% due 03/25/2037  | \$ 4,309                      | 4,101                     |
| 1.432% due 06/25/2047  | 18,750                        | 16,282                    |
| 1.542% due 09/25/2037 ^  | 19,068                        | 9,735                     |
| 3.707% due 08/25/2033  | 307                           | 258                       |
| <b>Credit-Based Asset Servicing and Securitization LLC</b>                         |                               |                           |
| 3.882% due 12/25/2035 ^  | 85                            | 85                        |
| <b>Emerald Aviation Finance Ltd.</b>   |                               |                           |
| 6.350% due 10/15/2038  | 826                           | 851                       |
| <b>First Franklin Mortgage Loan Trust</b>  |                               |                           |
| 1.392% due 10/25/2036  | 5,499                         | 4,097                     |
| <b>Fremont Home Loan Trust</b>   |                               |                           |
| 1.382% due 01/25/2037  | 7,335                         | 4,259                     |

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|   |     |                  |                |
|---|-----|------------------|----------------|
| 1.552% due 02/25/2036   |     | 15,173           | 6,436          |
| <b>Glacier Funding CDO Ltd.</b>   |     |                  |                |
| 1.442% due 08/04/2035   |     | 8,642            | 2,327          |
| <b>Grosvenor Place CLO BV</b>   |     |                  |                |
| 0.000% due 04/30/2029   | EUR | 750              | 701            |
| <b>IndyMac Home Equity Mortgage Loan Asset-Backed Trust</b>               |     |                  |                |
| 1.392% due 07/25/2037   | \$  | 3,600            | 2,273          |
| <b>JPMorgan Mortgage Acquisition Trust</b>                                |     |                  |                |
| 5.830% due 07/25/2036 ^   |     | 145              | 83             |
| <b>Lehman XS Trust</b>  |     |                  |                |
| 6.290% due 06/24/2046   |     | 3,946            | 3,673          |
|   |     | <b>PRINCIPAL</b> | <b>MARKET</b>  |
|   |     | <b>AMOUNT</b>    | <b>VALUE</b>   |
|   |     | <b>(000S)</b>    | <b>(000S)</b>  |
| <b>Long Beach Mortgage Loan Trust</b>                                     |     |                  |                |
| 1.532% due 01/25/2036   | \$  | 8,000            | \$ 5,890       |
| <b>Merrill Lynch Mortgage Investors Trust</b>                             |     |                  |                |
| 5.895% due 03/25/2037   |     | 7,624            | 2,483          |
| <b>Morgan Stanley ABS Capital, Inc. Trust</b>                             |     |                  |                |
| 1.382% due 10/25/2036   |     | 8,201            | 5,429          |
| <b>Morgan Stanley Mortgage Loan Trust</b>                                 |     |                  |                |
| 6.250% due 07/25/2047 ^   |     | 1,459            | 1,045          |
| <b>Park Place Securities, Inc. Asset-Backed Pass-Through Certificates</b> |     |                  |                |
| 1.882% due 07/25/2035   |     | 6,000            | 4,484          |
| <b>Renaissance Home Equity Loan Trust</b>                                 |     |                  |                |
| 5.612% due 04/25/2037   |     | 11,685           | 6,318          |
| 7.238% due 09/25/2037 ^   |     | 9,691            | 5,681          |
| <b>Residential Asset Securities Corp. Trust</b>                           |     |                  |                |
| 1.812% due 08/25/2034   |     | 10,491           | 8,640          |
| <b>Securitized Asset-Backed Receivables LLC Trust</b>                     |     |                  |                |
| 1.512% due 03/25/2036   |     | 11,668           | 6,300          |
| <b>SLM Student Loan Trust</b>   |     |                  |                |
| 0.000% due 10/28/2029 (g)   |     | 8                | 8,317          |
| 0.000% due 01/25/2042 (g)   |     | 7                | 6,132          |
| <b>SoFi Professional Loan Program LLC</b>                                 |     |                  |                |
| 0.000% due 05/25/2040 (g)   |     | 7,500            | 3,913          |
| 0.000% due 07/25/2040 (g)   |     | 38               | 2,158          |
| 0.000% due 09/25/2040 (g)   |     | 3,226            | 1,826          |
| <b>Sound Point CLO Ltd.</b>   |     |                  |                |
| 6.163% due 01/23/2027   |     | 1,000            | 972            |
| <b>South Coast Funding Ltd.</b>   |     |                  |                |
| 1.785% due 08/10/2038   |     | 20,485           | 4,015          |
| <b>Symphony CLO Ltd.</b>  |     |                  |                |
| 5.904% due 07/14/2026   |     | 3,600            | 3,465          |
| 6.204% due 10/15/2025   |     | 1,400            | 1,404          |
| <b>Taberna Preferred Funding Ltd.</b>                                     |     |                  |                |
| 1.531% due 12/05/2036   |     | 12,029           | 9,262          |
| 1.551% due 08/05/2036   |     | 762              | 575            |
| 1.551% due 08/05/2036 ^   |     | 14,754           | 11,139         |
| 1.571% due 02/05/2036   |     | 8,785            | 6,720          |
| <b>Thunderbolt Aircraft Lease Ltd.</b>                                    |     |                  |                |
| 4.212% due 05/17/2032   |     | 385              | 397            |
| <b>Tropic CDO Ltd.</b>  |     |                  |                |
| 2.058% due 04/15/2034   |     | 25,000           | 17,750         |
| <b>Total Asset-Backed Securities</b>                                      |     |                  |                |
| <b>(Cost \$224,190)</b>   |     |                  | <b>230,963</b> |
| <b>SOVEREIGN ISSUES 2.9%</b>  |     |                  |                |
| <b>Argentine Government International Bond</b>                            |     |                  |                |
| 2.260% due 12/31/2038   | EUR | 1,300            | 952            |
| 3.875% due 01/15/2022   |     | 300              | 354            |
| 5.000% due 01/15/2027   |     | 400              | 442            |
| 7.820% due 12/31/2033   |     | 14,043           | 17,478         |
| <b>Autonomous Community of Catalonia</b>                                  |     |                  |                |
| 4.900% due 09/15/2021   |     | 2,650            | 3,339          |
| <b>Ghana Government International Bond</b>                                |     |                  |                |
| 10.750% due 10/14/2030  | \$  | 600              | 749            |
| <b>Republic of Greece Government International Bond</b>                   |     |                  |                |

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|   |     |           |                     |
|---|-----|-----------|---------------------|
| 3.800% due 08/08/2017                                     | JPY | 695,000   | 6,316               |
| 4.750% due 04/17/2019                                     | EUR | 600       | 727                 |
| <b>Saudi Government International Bond</b>                |     |           |                     |
| 3.250% due 10/26/2026                                     | \$  | 400       | 396                 |
| 4.500% due 10/26/2046                                     |     | 2,600     | 2,655               |
| <b>Sri Lanka Government International Bond</b>            |     |           |                     |
| 6.200% due 05/11/2027                                     |     | 200       | 207                 |
| <b>Total Sovereign Issues (Cost \$31,210)</b>             |     |           | <b>33,615</b>       |
| <b>SHARES</b>   |     |           |                     |
| <b>COMMON STOCKS 0.4%</b>                                 |     |           |                     |
| <b>ENERGY 0.1%</b>  |     |           |                     |
| Forbes Energy Services Ltd. (e)(j)                        |     | 64,837    | 694                 |
| <b>MARKET VALUE (000S)</b>                                |     |           |                     |
| <b>SHARES</b>   |     |           |                     |
| <b>FINANCIALS 0.3%</b>                                    |     |           |                     |
| TIG FinCo PLC (j)   |     | 3,315,033 | \$ 4,374            |
| <b>Total Common Stocks (Cost \$6,913)</b>                 |     |           | <b>5,068</b>        |
| <b>WARRANTS 0.1%</b>                                      |     |           |                     |
| <b>INDUSTRIALS 0.1%</b>                                   |     |           |                     |
| Sequa Corp. - Exp. 04/28/2024                             |     | 1,355,000 | 635                 |
| <b>UTILITIES 0.0%</b>                                     |     |           |                     |
| Dynegy, Inc. - Exp. 02/02/2024                            |     | 99,521    | 19                  |
| <b>Total Warrants (Cost \$262)</b>                        |     |           | <b>654</b>          |
| <b>PREFERRED SECURITIES 2.8%</b>                          |     |           |                     |
| <b>BANKING &amp; FINANCE 0.6%</b>                         |     |           |                     |
| <b>Farm Credit Bank of Texas</b>                          |     |           |                     |
| 10.000% due 12/15/2020 (h)                                |     | 5,745     | 7,063               |
| <b>INDUSTRIALS 2.2%</b>                                   |     |           |                     |
| Sequa Corp. 9.000%  |     | 25,121    | 24,504              |
| <b>Total Preferred Securities (Cost \$31,460)</b>         |     |           | <b>31,567</b>       |
| <b>SHORT-TERM INSTRUMENTS 8.6%</b>                        |     |           |                     |
| <b>REPURCHASE AGREEMENTS (k) 5.7%</b>                     |     |           |                     |
|   |     |           | 65,010              |
| <b>PRINCIPAL AMOUNT (000S)</b>                            |     |           |                     |
| <b>U.S. TREASURY BILLS 2.9%</b>                           |     |           |                     |
| 0.926% due 08/31/2017 - 01/04/2018 (f)(g)(n)(p)           |     | 33,068    | 33,038              |
| <b>Total Short-Term Instruments (Cost \$98,049)</b>       |     |           | <b>98,048</b>       |
| <b>Total Investments in Securities (Cost \$1,485,868)</b> |     |           | <b>1,577,462</b>    |
| <b>Total Investments 138.3% (Cost \$1,485,868)</b>        |     |           | <b>\$ 1,577,462</b> |
| <b>Financial Derivative Instruments (m)(o) (2.7)%</b>     |     |           | <b>(30,831)</b>     |



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|   |  |           |
|---|--|-----------|
| (Cost or Premiums, net \$(50,743))        |  |           |
| Preferred Shares (20.9)%                  |  | (237,950) |
| Other Assets and Liabilities, net (14.7)% |  | (167,913) |

Net Assets Applicable to Common Shareholders 100.0% \$ 1,140,768

26 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

**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.

(d) Payment in-kind security.

(e) Security did not produce income within the last twelve months.

(f) Coupon represents a weighted average yield to maturity.

(g) Zero coupon security.

(h) Perpetual maturity; date shown, if applicable, represents next contractual call date.

(i) Security is subject to a forbearance agreement entered into by the Fund which forbears the Fund from taking action to, among other things, accelerate and collect payments on the subject note with respect to specified events of default.

**(j) RESTRICTED SECURITIES:**

| Issuer Description                       | Acquisition Date        | Cost      | Market Value | Market Value as Percentage of Net Assets |
|--|-------------------------|-----------|--------------|--|
| Forbes Energy Services Ltd.              | 10/09/2014 - 11/18/2016 | \$ 2,472  | \$ 694       | 0.06%                                    |
| Odebrecht Offshore Drilling Finance Ltd. |                         |           |              |  |
| 6.625% due 10/01/2023                    | 04/09/2015 - 07/30/2015 | 3,726     | 1,679        | 0.15                                     |
| Odebrecht Offshore Drilling Finance Ltd. |                         |           |              |  |
| 6.750% due 10/01/2023                    | 04/09/2015 - 07/30/2015 | 3,317     | 1,598        | 0.14                                     |
| TIG FinCo PLC                            | 04/02/2015 - 07/20/2017 | 4,441     | 4,374        | 0.38                                     |
|  |                         | \$ 13,956 | \$ 8,345     | 0.73%                                    |

**BORROWINGS AND OTHER FINANCING TRANSACTIONS****(k) 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 <sup>(1)</sup> |
|--------------|--------------|-----------------|---------------|------------------|--|-----------------------|---------------------------------|---|
| BPG          | 1.160%       | 07/31/2017      | 08/01/2017    | \$ 31,500        | U.S. Treasury Bonds<br>3.000% due 11/15/2045 | \$ (32,256)           | \$ 31,500                       | \$ 31,501   |
| RDR          | 1.160        | 07/31/2017      | 08/01/2017    | 26,800           | U.S. Treasury Notes<br>2.750% due 02/15/2024 | (27,352)              | 26,800                          | 26,801  |

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|     |       |            |            |       |   |         |       |       |
|-----|-------|------------|------------|-------|---|---------|-------|-------|
| SSB | 0.200 | 07/31/2017 | 08/01/2017 | 6,710 | U.S. Treasury Notes<br>3.500% due 05/15/2020 <sup>(2)</sup> | (6,849) | 6,710 | 6,710 |
|-----|-------|------------|------------|-------|---|---------|-------|-------|

Total Repurchase Agreements \$ (66,457) \$ 65,010 \$ 65,012

REVERSE REPURCHASE AGREEMENTS:

| Counterparty | Borrowing Rate <sup>(3)</sup> | Settlement Date | Maturity Date      | Amount Borrowed <sup>(3)</sup> | Payable for Reverse Repurchase Agreements |
|--------------|-------------------------------|-----------------|--------------------|--------------------------------|---|
| BCY          | (0.750)%                      | 06/22/2017      | TBD <sup>(4)</sup> | \$ (231)                       | \$ (231)                                  |
| BPS          | 1.610                         | 06/02/2017      | 08/31/2017         | (9,256)                        | (9,281)                                   |
|              | 1.810                         | 07/13/2017      | 10/13/2017         | (4,596)                        | (4,600)                                   |
|              | 1.890                         | 06/02/2017      | 08/31/2017         | (2,151)                        | (2,158)                                   |
| NOM          | (0.750)                       | 06/16/2017      | TBD <sup>(4)</sup> | (176)                          | (176)                                     |
| RBC          | 2.150                         | 07/05/2017      | 01/05/2018         | (18,281)                       | (18,310)                                  |
| RDR          | 1.590                         | 05/17/2017      | 08/17/2017         | (5,356)                        | (5,374)                                   |
|              | 1.590                         | 05/23/2017      | 08/23/2017         | (3,557)                        | (3,568)                                   |
|              | 1.620                         | 07/13/2017      | 08/15/2017         | (10,070)                       | (10,079)                                  |
|              | 1.710                         | 07/07/2017      | 10/10/2017         | (4,881)                        | (4,887)                                   |
|              | 1.900                         | 05/17/2017      | 08/17/2017         | (9,589)                        | (9,627)                                   |
| SOG          | 1.800                         | 08/11/2017      | 09/14/2017         | (2,504)                        | (2,504)                                   |
|              | 1.750                         | 05/23/2017      | 08/23/2017         | (15,845)                       | (15,899)                                  |
|              | 1.750                         | 06/06/2017      | 08/23/2017         | (1,398)                        | (1,402)                                   |
|              | 1.750                         | 06/07/2017      | 08/16/2017         | (1,227)                        | (1,230)                                   |
|              | 1.750                         | 06/08/2017      | 08/23/2017         | (2,647)                        | (2,654)                                   |
|              | 1.780                         | 06/08/2017      | 09/07/2017         | (4,739)                        | (4,752)                                   |
|              | 1.800                         | 06/14/2017      | 09/14/2017         | (26,356)                       | (29,051)                                  |
|              | 1.850                         | 07/11/2017      | 10/11/2017         | (3,870)                        | (3,874)                                   |
|              | 1.850                         | 07/18/2017      | 10/18/2017         | (7,273)                        | (7,278)                                   |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 27

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

| Counterparty                               | Borrowing Rate <sup>(3)</sup> | Settlement Date | Maturity Date | Amount Borrowed <sup>(3)</sup> | Payable for Reverse Repurchase Agreements |
|--|-------------------------------|-----------------|---------------|--------------------------------|---|
| UBS  | 1.590%                        | 05/23/2017      | 08/23/2017    | \$ (12,485)                    | \$ (12,524)                               |
|  | 1.590                         | 06/02/2017      | 08/23/2017    | (2,379)                        | (2,385)                                   |
|  | 1.700                         | 07/07/2017      | 10/10/2017    | (4,198)                        | (4,203)                                   |
|  | 1.840                         | 05/30/2017      | 08/23/2017    | (2,654)                        | (2,663)                                   |
|  | 1.940                         | 05/30/2017      | 08/23/2017    | (4,510)                        | (4,525)                                   |
|  | 1.990                         | 05/26/2017      | 08/28/2017    | (5,684)                        | (5,705)                                   |
|  | 2.140                         | 06/14/2017      | 09/14/2017    | (8,949)                        | (8,975)                                   |
| <b>Total Reverse Repurchase Agreements</b> |                               |                 |               |                                | <b>\$ (177,915)</b>                       |

**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 July 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 <sup>(5)</sup> |
|--|--|---|---------------------------------------|---|-------------------------------|-----------------------------|
| Global/Master Repurchase Agreement                       |  |   |                                       |   |                               |                             |
| BCY  | \$ 0   | \$ (231)                                  | \$ 0                                  | \$ (231)  | \$ 261                        | \$ 30                       |
| BPG  | 31,501                                       | 0   | 0                                     | 31,501  | (32,256)                      | (755)                       |
| BPS  | 0  | (16,039)                                  | 0                                     | (16,039)  | 17,125                        | 1,086                       |
| NOM  | 0  | (176)                                     | 0                                     | (176)   | 195                           | 19                          |
| RBC  | 0  | (18,310)                                  | 0                                     | (18,310)  | 20,025                        | 1,715                       |
| RDR  | 26,801                                       | (33,535)                                  | 0                                     | (6,734)   | 8,782                         | 2,048                       |
| SOG  | 0  | (68,644)                                  | 0                                     | (68,644)  | 71,966                        | 3,322                       |
| SSB  | 6,710  | 0   | 0                                     | 6,710   | (6,849)                       | (139)                       |
| UBS  | 0  | (40,980)                                  | 0                                     | (40,980)  | 46,960                        | 5,980                       |
| <b>Total Borrowings and Other Financing Transactions</b> | <b>\$ 65,012</b>                             | <b>\$ (177,915)</b>                       | <b>\$ 0</b>                           |   |                               |                             |

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

| Up to 30 days | 31-90 days | Greater Than 90 days | Total |
|---------------|------------|----------------------|-------|
|---------------|------------|----------------------|-------|

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|   | <b>Overnight and<br/>Continuous</b> |                    |                    |                    |                     |  |
|---|-------------------------------------|--------------------|--------------------|--------------------|---------------------|--|
| <b>Reverse Repurchase Agreements</b>  |                                     |                    |                    |                    |                     |  |
| Corporate Bonds & Notes   | \$ 0                                | \$ (68,007)        | \$ (81,563)        | \$ (18,717)        | \$ (168,287)        |  |
| U.S. Government Agencies  | 0                                   | (9,628)            | 0                  | 0                  | (9,628)             |  |
| <b>Total Borrowings</b>   | <b>\$ 0</b>                         | <b>\$ (77,635)</b> | <b>\$ (81,563)</b> | <b>\$ (18,717)</b> | <b>\$ (177,915)</b> |  |
| <b>Gross amount of recognized liabilities for reverse repurchase agreements</b> |                                     |                    |                    |                    | <b>\$ (177,915)</b> |  |

(1) Securities with an aggregate market value of \$194,306 have been pledged as collateral under the terms of the above master agreements as of July 31, 2017.

(1) Includes accrued interest.

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

(3) The average amount of borrowings outstanding during the period ended July 31, 2017 was \$(160,595) at a weighted average interest rate of 1.580%. Average borrowings may include sale-buyback transactions and reverse repurchase agreements, if held during the period.

(4) Open maturity reverse repurchase agreement.

(5) 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 8, Master Arrangements, in the Notes to Financial Statements for more information regarding master netting arrangements.

28 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

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

| Reference Entity              | Fixed Receive Rate | Maturity Date | Implied Credit Spread at July 31, 2017 <sup>(2)</sup> | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Market Value <sup>(4)</sup> | Variation Margin |           |
|-------------------------------|--------------------|---------------|---|--------------------------------|--------------------------|--------------------------------------|-----------------------------|------------------|-----------|
|                               |                    |               |   |                                |                          |                                      |                             | Asset            | Liability |
| Ally Financial, Inc.          | 5.000%             | 06/20/2022    | 1.823%  | \$ 4,040                       | \$ 523                   | \$ 81                                | \$ 604                      | \$ 3             | \$ 0      |
| Banco Espirito Santo S.A.     | 5.000              | 09/20/2020    | 17.441  | EUR 8,000                      | (2,531)                  | 393                                  | (2,138)                     | 124              | 0         |
| Frontier Communications Corp. | 5.000              | 06/20/2020    | 6.967   | \$ 10,200                      | (330)                    | (124)                                | (454)                       | 14               | 0         |
| Frontier Communications Corp. | 5.000              | 06/20/2022    | 9.668   | 1,000                          | (135)                    | (26)                                 | (161)                       | 1                | 0         |
| Navient Corp.                 | 5.000              | 12/20/2021    | 2.538   | 15,900                         | (30)                     | 1,706                                | 1,676                       | 0                | (6)       |
|                               |                    |               |   |                                | \$ (2,503)               | \$ 2,030                             | \$ (473)                    | \$ 142           | \$ (6)    |

**CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION<sup>(1)</sup>**

| Index/Tranches         | Fixed Receive Rate | Maturity Date | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Market Value <sup>(4)</sup> | Variation Margin |           |
|------------------------|--------------------|---------------|--------------------------------|--------------------------|--------------------------------------|-----------------------------|------------------|-----------|
|                        |                    |               |                                |                          |                                      |                             | Asset            | Liability |
| CDX.HY-26 5-Year Index | 5.000%             | 06/20/2021    | \$ 2,772                       | \$ 126                   | \$ 122                               | \$ 248                      | \$ 1             | \$ 0      |
| CDX.HY-28 5-Year Index | 5.000              | 06/20/2022    | 25,600                         | 1,801                    | 301                                  | 2,102                       | 15               | 0         |
| CDX.IG-27 5-Year Index | 1.000              | 12/20/2021    | 7,500                          | 93                       | 77                                   | 170                         | 1                | 0         |
| CDX.IG-28 5-Year Index | 1.000              | 06/20/2022    | 16,800                         | 291                      | 61                                   | 352                         | 4                | 0         |
|                        |                    |               |                                | \$ 2,311                 | \$ 561                               | \$ 2,872                    | \$ 21            | \$ 0      |

**INTEREST RATE SWAPS**

| Pay/Receive | Floating Rate | Floating Rate Index | Fixed Rate | Maturity Date | Notional Amount | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Market Value | Variation Margin |           |
|-------------|---------------|---------------------|------------|---------------|-----------------|--------------------------|--------------------------------------|--------------|------------------|-----------|
|             |               |                     |            |               |                 |                          |                                      |              | Asset            | Liability |

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|                              |                         |         |            |     |           |                    |                  |                  |               |                 |
|------------------------------|-------------------------|---------|------------|-----|-----------|--------------------|------------------|------------------|---------------|-----------------|
| Pay                          | 1-Year BRL-CDI          | 11.250% | 01/04/2021 | BRL | 210,000   | \$ (1,280)         | \$ 1,777         | \$ 497           | \$ 25         | \$ 0            |
| Pay                          | 1-Year BRL-CDI          | 11.500  | 01/04/2021 |     | 22,400    | (223)              | 410              | 187              | 5             | 0               |
| Pay <sup>(5)</sup>           | 3-Month USD-LIBOR       | 2.250   | 12/20/2022 |     | \$ 12,500 | (120)              | (31)             | (151)            | 1             | 0               |
| Pay                          | 3-Month USD-LIBOR       | 2.750   | 06/17/2025 |     | 145,380   | 9,193              | (2,423)          | 6,770            | 18            | 0               |
| Pay                          | 3-Month USD-LIBOR       | 2.250   | 06/15/2026 |     | 44,400    | 2,099              | (1,866)          | 233              | 12            | 0               |
| Pay <sup>(5)</sup>           | 3-Month USD-LIBOR       | 2.500   | 12/20/2027 |     | 71,200    | 482                | 662              | 1,144            | 33            | 0               |
| Pay                          | 3-Month USD-LIBOR       | 3.500   | 06/19/2044 |     | 305,100   | (9,953)            | 68,433           | 58,480           | 203           | 0               |
| Receive <sup>(5)</sup>       | 3-Month USD-LIBOR       | 2.750   | 12/20/2047 |     | 470,000   | (14,597)           | (674)            | (15,271)         | 0             | (353)           |
| Pay                          | 6-Month<br>AUD-BBR-BBSW | 3.500   | 06/17/2025 | AUD | 13,400    | 332                | 301              | 633              | 10            | 0               |
| Receive <sup>(5)</sup>       | 6-Month EUR-EURIBOR     | 1.000   | 09/20/2027 | EUR | 35,900    | 44                 | (134)            | (90)             | 79            | 0               |
| Receive <sup>(5)</sup>       | 6-Month GBP-LIBOR       | 1.500   | 09/20/2027 | GBP | 46,600    | (753)              | (371)            | (1,124)          | 131           | 0               |
|                              |                         |         |            |     |           | \$ (14,776)        | \$ 66,084        | \$ 51,308        | \$ 517        | \$ (353)        |
| <b>Total Swap Agreements</b> |                         |         |            |     |           | <b>\$ (14,968)</b> | <b>\$ 68,675</b> | <b>\$ 53,707</b> | <b>\$ 680</b> | <b>\$ (359)</b> |

**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 July 31, 2017:

|   | Financial Derivative Assets |         |            |        | Financial Derivative Liabilities |         |            |          |
|---|-----------------------------|---------|------------|--------|----------------------------------|---------|------------|----------|
|   | Variation Margin            |         |            |        | Variation Margin                 |         |            |          |
|   | Market Value                |         | Asset      |        | Market Value                     |         | Liability  |          |
|   | Purchased                   | Options | Futures    | Swap   | Written                          | Options | Futures    | Swap     |
|   | Options                     | Futures | Agreements | Total  | Options                          | Futures | Agreements | Total    |
| <b>Total Exchange-Traded or Centrally Cleared</b> | \$ 0                        | \$ 0    | \$ 680     | \$ 680 | \$ 0                             | \$ 0    | \$ (359)   | \$ (359) |

(n) Securities with an aggregate market value of \$2,030 and cash of \$29,508 have been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of July 31, 2017. See Note 8, Master Arrangements, in the Notes to Financial Statements for more information regarding master netting arrangements.

(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.

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 29

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

- (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.
- (5) This instrument has a forward starting effective date. See Note 2, Securities Transactions and Investment Income, in the Notes to Financial Statements for further information.

**(o) 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   | 08/2017          | EUR 2,008                | \$ 2,321                | \$ 0                                    | \$ (56)           |
|   | 08/2017          | GBP 2,719                | 3,523                   | 0                                       | (65)              |
| BPS   | 08/2017          | EUR 74,446               | 84,471                  | 0                                       | (3,658)           |
|   | 08/2017          | JPY 704,349              | 6,299                   | 0                                       | (90)              |
| GLM   | 08/2017          | AUD 134                  | 103                     | 0                                       | (4)               |
|   | 08/2017          | GBP 588                  | 760                     | 0                                       | (16)              |
|   | 08/2017          | \$ 116,455               | GBP 88,626              | 479                                     | 0                 |
|   | 09/2017          | GBP 88,626               | \$ 116,584              | 0                                       | (480)             |
| HUS   | 08/2017          | AUD 466                  | 357                     | 0                                       | (16)              |
| JPM   | 08/2017          | GBP 1,097                | 1,431                   | 0                                       | (16)              |
| MSB   | 08/2017          | BRL 1,737                | 555                     | 0                                       | (2)               |
|   | 08/2017          | \$ 552                   | BRL 1,737               | 5                                       | 0                 |
|   | 08/2017          | 92,541                   | EUR 78,939              | 908                                     | 0                 |
|   | 09/2017          | BRL 1,737                | \$ 548                  | 0                                       | (5)               |
|   | 09/2017          | EUR 78,939               | 92,704                  | 0                                       | (909)             |
| NGF   | 08/2017          | BRL 1,737                | 516                     | 0                                       | (41)              |
|   | 08/2017          | \$ 555                   | BRL 1,737               | 2                                       | 0                 |
| RBC   | 08/2017          | GBP 84,222               | \$ 109,459              | 0                                       | (1,663)           |
| TOR   | 08/2017          | \$ 6,334                 | JPY 704,349             | 55                                      | 0                 |
|   | 09/2017          | JPY 704,349              | \$ 6,344                | 0                                       | (55)              |
| UAG   | 08/2017          | EUR 2,485                | 2,840                   | 0                                       | (102)             |
| <b>Total Forward Foreign Currency Contracts</b> |                  |                          |                         | <b>\$ 1,449</b>                         | <b>\$ (7,178)</b> |

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



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| Counterparty | Reference Entity                     | Fixed Receive Rate | Maturity Date | Implied                                       | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Swap Agreements, at Value |            |
|--------------|--------------------------------------|--------------------|---------------|---|--------------------------------|--------------------------|--------------------------------------|---------------------------|------------|
|              |                                      |                    |               | Credit Spread at July 31, 2017 <sup>(2)</sup> |                                |                          |                                      | Asset                     | Liability  |
| BPS          | Petrobras Global Finance BV          | 1.000%             | 12/20/2024    | 3.536%  | \$ 1,800                       | \$ (352)                 | \$ 73                                | \$ 0                      | \$ (279)   |
| BRC          | Springleaf Finance Corp.             | 5.000              | 12/20/2021    | 2.573   | 2,700                          | (40)                     | 319                                  | 279                       | 0          |
| DUB          | Petroleos Mexicanos                  | 1.000              | 12/20/2021    | 1.804   | 100                            | (9)                      | 6                                    | 0                         | (3)        |
| GST          | Petrobras Global Finance BV          | 1.000              | 09/20/2020    | 1.821   | 20                             | (3)                      | 2                                    | 0                         | (1)        |
|              | Petrobras Global Finance BV          | 1.000              | 12/20/2024    | 3.536   | 2,400                          | (476)                    | 104                                  | 0                         | (372)      |
|              | Springleaf Finance Corp.             | 5.000              | 06/20/2022    | 2.843   | 1,550                          | 138                      | 17                                   | 155                       | 0          |
| HUS          | Petrobras Global Finance BV          | 1.000              | 12/20/2019    | 1.407   | 500                            | (41)                     | 37                                   | 0                         | (4)        |
|              | Petrobras Global Finance BV          | 1.000              | 09/20/2020    | 1.821   | 60                             | (9)                      | 8                                    | 0                         | (1)        |
|              | Petrobras Global Finance BV          | 1.000              | 12/20/2024    | 3.536   | 3,000                          | (623)                    | 158                                  | 0                         | (465)      |
| JPM          | Russia Government International Bond | 1.000              | 06/20/2019    | 0.619   | 28,600                         | (1,957)                  | 2,194                                | 237                       | 0          |
|              | Russia Government International Bond | 1.000              | 12/20/2020    | 1.126   | 1,300                          | (149)                    | 145                                  | 0                         | (4)        |
|              | Springleaf Finance Corp.             | 5.000              | 06/20/2022    | 2.843   | 6,570                          | 620                      | 38                                   | 658                       | 0          |
| MYC          | Banco Espirito Santo S.A.            | 5.000              | 09/20/2020    | 17.441  | EUR 3,000                      | (28)                     | (774)                                | 0                         | (802)      |
|              | Petrobras Global Finance BV          | 1.000              | 12/20/2019    | 1.407   | \$ 14,500                      | (1,342)                  | 1,221                                | 0                         | (121)      |
|              |                                      |                    |               |   |                                | \$ (4,271)               | \$ 3,548                             | \$ 1,329                  | \$ (2,052) |

30 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

**CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION<sup>(1)</sup>**

| Counterparty | Index/Tranches        | Fixed Receive Rate | Maturity Date | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Swap Agreements, at Value <sup>(4)</sup> |            |             |
|--------------|-----------------------|--------------------|---------------|--------------------------------|--------------------------|--------------------------------------|--|------------|-------------|
|              |                       |                    |               |                                |                          |                                      | Asset                                    | Liability  |             |
| BRC          | ABX.HE.AAA.6-2 Index  | 0.110%             | 05/25/2046    | \$ 74,796                      | \$ (15,300)              | \$ 8,951                             | \$ 0                                     | \$ (6,349) |             |
| DUB          | CMBX.NA.BBB-.6 Index  | 3.000              | 05/11/2063    | 3,200                          | (195)                    | (166)                                | 0  | (361)      |             |
|              | CMBX.NA.BBB-.8 Index  | 3.000              | 10/17/2057    | 4,400                          | (507)                    | (141)                                | 0  | (648)      |             |
|              | CMBX.NA.BBB-.9 Index  | 3.000              | 09/17/2058    | 2,800                          | (351)                    | 33                                   | 0  | (318)      |             |
| FBF          | CMBX.NA.BBB-.10 Index | 3.000              | 11/17/2059    | 100                            | (11)                     | 1                                    | 0  | (10)       |             |
|              | CMBX.NA.BBB-.6 Index  | 3.000              | 05/11/2063    | 300                            | (36)                     | 2                                    | 0  | (34)       |             |
|              | CMBX.NA.BBB-.7 Index  | 3.000              | 01/17/2047    | 400                            | (36)                     | 1                                    | 0  | (35)       |             |
|              | CMBX.NA.BBB-.8 Index  | 3.000              | 10/17/2057    | 1,300                          | (203)                    | 12                                   | 0  | (191)      |             |
| GST          | ABX.HE.AAA.6-2 Index  | 0.110              | 05/25/2046    | 5,254                          | (1,113)                  | 667                                  | 0  | (445)      |             |
|              | CMBX.NA.A.6 Index     | 2.000              | 05/11/2063    | 4,300                          | (219)                    | 99                                   | 0  | (120)      |             |
|              | CMBX.NA.BB.6 Index    | 5.000              | 05/11/2063    | 2,900                          | (392)                    | (155)                                | 0  | (547)      |             |
|              | CMBX.NA.BBB-.6 Index  | 3.000              | 05/11/2063    | 6,500                          | (358)                    | (376)                                | 0  | (734)      |             |
|              | CMBX.NA.BBB-.7 Index  | 3.000              | 01/17/2047    | 1,100                          | (56)                     | (41)                                 | 0  | (97)       |             |
|              | CMBX.NA.BBB-.9 Index  | 3.000              | 09/17/2058    | 6,400                          | (797)                    | 70                                   | 0  | (727)      |             |
| MEI          | ABX.HE.AAA.6-2 Index  | 0.110              | 05/25/2046    | 72,394                         | (14,429)                 | 8,283                                | 0  | (6,146)    |             |
|              | CMBX.NA.BBB-.10 Index | 3.000              | 11/17/2059    | 100                            | (10)                     | 0                                    | 0  | (10)       |             |
| MYC          | ABX.HE.AAA.6-2 Index  | 0.110              | 05/25/2046    | 78,811                         | (10,968)                 | 4,278                                | 0  | (6,691)    |             |
|              | CMBX.NA.BBB-.10 Index | 3.000              | 11/17/2059    | 6,850                          | (731)                    | 25                                   | 0  | (706)      |             |
|              | CMBX.NA.BBB-.6 Index  | 3.000              | 05/11/2063    | 3,250                          | (176)                    | (191)                                | 0  | (367)      |             |
|              | CMBX.NA.BBB-.7 Index  | 3.000              | 01/17/2047    | 2,200                          | (97)                     | (97)                                 | 0  | (194)      |             |
|              | CMBX.NA.BBB-.8 Index  | 3.000              | 10/17/2057    | 1,100                          | (127)                    | (35)                                 | 0  | (162)      |             |
|              | CMBX.NA.BBB-.9 Index  | 3.000              | 09/17/2058    | 3,100                          | (381)                    | 29                                   | 0  | (352)      |             |
|              |                       |                    |               |                                |                          | \$ (46,493)                          | \$ 21,249                                | \$ 0       | \$ (25,244) |

**INTEREST RATE SWAPS**

| Counterparty                 | Pay/Receive   |                     | Fixed Rate | Maturity Date | Notional Amount | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Swap Agreements, at Value |                    |
|------------------------------|---------------|---------------------|------------|---------------|-----------------|--------------------------|--------------------------------------|---------------------------|--------------------|
|                              | Floating Rate | Floating Rate Index |            |               |                 |                          |                                      | Asset                     | Liability          |
| MYC                          | Pay           | 3-Month USD-LIBOR   | 2.200%     | 10/12/2022    | \$ 500,000      | \$ 21                    | \$ 523                               | \$ 544                    | \$ 0               |
| <b>Total Swap Agreements</b> |               |                     |            |               |                 | <b>\$ (50,743)</b>       | <b>\$ 25,320</b>                     | <b>\$ 1,873</b>           | <b>\$ (27,296)</b> |

**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 July 31, 2017:

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| Counterparty                  | Financial Derivative Assets        |                   |                 |                        | Financial Derivative Liabilities   |                 |                    |                        | Net Market Value of OTC Derivatives | Collateral Pledged/ (Received) | Net Exposure <sup>(5)</sup> |
|-------------------------------|------------------------------------|-------------------|-----------------|------------------------|------------------------------------|-----------------|--------------------|------------------------|-------------------------------------|--------------------------------|-----------------------------|
|                               | Forward Foreign Currency Contracts | Purchased Options | Swap Agreements | Total Over the Counter | Forward Foreign Currency Contracts | Written Options | Swap Agreements    | Total Over the Counter |                                     |                                |                             |
| BOA                           | \$ 0                               | \$ 0              | \$ 0            | \$ 0                   | \$ (121)                           | \$ 0            | \$ 0               | \$ (121)               | \$ (121)                            | \$ 0                           | \$ (121)                    |
| BPS                           | 0                                  | 0                 | 0               | 0                      | (3,748)                            | 0               | (279)              | (4,027)                | (4,027)                             | 3,337                          | (690)                       |
| BRC                           | 0                                  | 0                 | 279             | 279                    | 0                                  | 0               | (6,349)            | (6,349)                | (6,070)                             | 6,317                          | 247                         |
| DUB                           | 0                                  | 0                 | 0               | 0                      | 0                                  | 0               | (1,330)            | (1,330)                | (1,330)                             | 1,393                          | 63                          |
| FBF                           | 0                                  | 0                 | 0               | 0                      | 0                                  | 0               | (270)              | (270)                  | (270)                               | 272                            | 2                           |
| GLM                           | 479                                | 0                 | 0               | 479                    | (500)                              | 0               | 0                  | (500)                  | (21)                                | 0                              | (21)                        |
| GST                           | 0                                  | 0                 | 155             | 155                    | 0                                  | 0               | (3,044)            | (3,044)                | (2,889)                             | 2,763                          | (126)                       |
| HUS                           | 0                                  | 0                 | 0               | 0                      | (16)                               | 0               | (470)              | (486)                  | (486)                               | 456                            | (30)                        |
| JPM                           | 0                                  | 0                 | 895             | 895                    | (16)                               | 0               | (4)                | (20)                   | 875                                 | (900)                          | (25)                        |
| MEI                           | 0                                  | 0                 | 0               | 0                      | 0                                  | 0               | (6,156)            | (6,156)                | (6,156)                             | 6,199                          | 43                          |
| MSB                           | 913                                | 0                 | 0               | 913                    | (916)                              | 0               | 0                  | (916)                  | (3)                                 | 0                              | (3)                         |
| MYC                           | 0                                  | 0                 | 544             | 544                    | 0                                  | 0               | (9,394)            | (9,394)                | (8,850)                             | 8,070                          | (780)                       |
| NGF                           | 2                                  | 0                 | 0               | 2                      | (41)                               | 0               | 0                  | (41)                   | (39)                                | 0                              | (39)                        |
| RBC                           | 0                                  | 0                 | 0               | 0                      | (1,663)                            | 0               | 0                  | (1,663)                | (1,663)                             | 1,301                          | (362)                       |
| TOR                           | 55                                 | 0                 | 0               | 55                     | (55)                               | 0               | 0                  | (55)                   | 0                                   | 0                              | 0                           |
| UAG                           | 0                                  | 0                 | 0               | 0                      | (102)                              | 0               | 0                  | (102)                  | (102)                               | 0                              | (102)                       |
| <b>Total Over the Counter</b> | <b>\$ 1,449</b>                    | <b>\$ 0</b>       | <b>\$ 1,873</b> | <b>\$ 3,322</b>        | <b>\$ (7,178)</b>                  | <b>\$ 0</b>     | <b>\$ (27,296)</b> | <b>\$ (34,474)</b>     |                                     |                                |                             |

(p) Securities with an aggregate market value of \$31,007 have been pledged as collateral for financial derivative instruments as governed by International Swaps and Derivatives Association, Inc. master agreements as of July 31, 2017.

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 31

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

- (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.
- (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 8, Master Arrangements, 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 July 31, 2017:

|   | Derivatives not accounted for as hedging instruments |                  |                  |                            |                         | Total    |
|---|--|------------------|------------------|----------------------------|-------------------------|----------|
|   | Commodity Contracts                                  | Credit Contracts | Equity Contracts | Foreign Exchange Contracts | Interest Rate Contracts |          |
| <b>Financial Derivative Instruments - Assets</b>      |  |                  |                  |                            |                         |          |
| Exchange-traded or centrally cleared                  |  |                  |                  |                            |                         |          |
| Swap Agreements                                       | \$ 0   | \$ 163           | \$ 0             | \$ 0                       | \$ 517                  | \$ 680   |
| Over the counter                                      |  |                  |                  |                            |                         |          |
| Forward Foreign Currency Contracts                    | \$ 0   | \$ 0             | \$ 0             | \$ 1,449                   | \$ 0                    | \$ 1,449 |
| Swap Agreements                                       | 0  | 1,329            | 0                | 0                          | 544                     | 1,873    |
|   | \$ 0   | \$ 1,329         | \$ 0             | \$ 1,449                   | \$ 544                  | \$ 3,322 |
|   | \$ 0   | \$ 1,492         | \$ 0             | \$ 1,449                   | \$ 1,061                | \$ 4,002 |
| <b>Financial Derivative Instruments - Liabilities</b> |  |                  |                  |                            |                         |          |
| Exchange-traded or centrally cleared                  |  |                  |                  |                            |                         |          |
| Swap Agreements                                       | \$ 0   | \$ 6             | \$ 0             | \$ 0                       | \$ 353                  | \$ 359   |

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Over the counter

|                                    |      |           |      |          |        |           |
|------------------------------------|------|-----------|------|----------|--------|-----------|
| Forward Foreign Currency Contracts | \$ 0 | \$ 0      | \$ 0 | \$ 7,178 | \$ 0   | \$ 7,178  |
| Swap Agreements                    | 0    | 27,296    | 0    | 0        | 0      | 27,296    |
|                                    | \$ 0 | \$ 27,296 | \$ 0 | \$ 7,178 | \$ 0   | \$ 34,474 |
|                                    | \$ 0 | \$ 27,302 | \$ 0 | \$ 7,178 | \$ 353 | \$ 34,833 |

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

|   | Derivatives not accounted for as hedging instruments |                     |                     |                                  |                            |           |
|---|--|---------------------|---------------------|----------------------------------|----------------------------|-----------|
|   | Commodity<br>Contracts                               | Credit<br>Contracts | Equity<br>Contracts | Foreign<br>Exchange<br>Contracts | Interest<br>Rate Contracts | Total     |
| <b>Net Realized Gain (Loss) on Financial Derivative Instruments</b> |  |                     |                     |                                  |                            |           |
| Exchange-traded or centrally cleared                                |  |                     |                     |                                  |                            |           |
| Swap Agreements   | \$ 0   | \$ 3,572            | \$ 0                | \$ 0                             | \$ 84,829                  | \$ 88,401 |
| Over the counter  |  |                     |                     |                                  |                            |           |
| Forward Foreign Currency Contracts                                  | \$ 0   | \$ 0                | \$ 0                | \$ 3,544                         | \$ 0                       | \$ 3,544  |
| Swap Agreements   | 0  | 9,090               | 0                   | 0                                | (2,457)                    | 6,633     |
|   | \$ 0   | \$ 9,090            | \$ 0                | \$ 3,544                         | \$ (2,457)                 | \$ 10,177 |
|   | \$ 0   | \$ 12,662           | \$ 0                | \$ 3,544                         | \$ 82,372                  | \$ 98,578 |

32 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

|   | Derivatives not accounted for as hedging instruments |                  |                  |                            |                         | Total       |
|---|--|------------------|------------------|----------------------------|-------------------------|-------------|
|   | Commodity Contracts                                  | Credit Contracts | Equity Contracts | Foreign Exchange Contracts | Interest Rate Contracts |             |
| <b>Net Change in Unrealized Appreciation (Depreciation) on Financial Derivative Instruments</b> |  |                  |                  |                            |                         |             |
| Exchange-traded or centrally cleared  |  |                  |                  |                            |                         |             |
| Swap Agreements   | \$ 0   | \$ 1,714         | \$ 0             | \$ 0                       | \$ (67,265)             | \$ (65,551) |
| Over the counter  |  |                  |                  |                            |                         |             |
| Forward Foreign Currency Contracts  | \$ 0   | \$ 0             | \$ 0             | \$ (5,841)                 | \$ 0                    | \$ (5,841)  |
| Swap Agreements   | 0  | 21,529           | 0                | 0                          | 2,833                   | 24,362      |
|   | \$ 0   | \$ 21,529        | \$ 0             | \$ (5,841)                 | \$ 2,833                | \$ 18,521   |
|   | \$ 0   | \$ 23,243        | \$ 0             | \$ (5,841)                 | \$ (64,432)             | \$ (47,030) |

**FAIR VALUE MEASUREMENTS**

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

| Category and Subcategory                   | Level 1 | Level 2   | Level 3  | Fair Value at 07/31/2017 |
|--|---------|-----------|----------|--------------------------|
| <b>Investments in Securities, at Value</b> |         |           |          |                          |
| Loan Participations and Assignments        | \$ 0    | \$ 89,772 | \$ 1,842 | \$ 91,614                |
| Corporate Bonds & Notes                    |         |           |          |                          |
| Banking & Finance                          | 0       | 337,790   | 8,209    | 345,999                  |
| Industrials                                | 0       | 303,897   | 11,009   | 314,906                  |
| Utilities                                  | 0       | 59,877    | 0        | 59,877                   |
| Convertible Bonds & Notes                  |         |           |          |                          |
| Industrials                                | 0       | 7,360     | 0        | 7,360                    |
| Municipal Bonds & Notes                    |         |           |          |                          |
| California                                 | 0       | 13,059    | 0        | 13,059                   |
| Illinois                                   | 0       | 27,219    | 0        | 27,219                   |
| Iowa                                       | 0       | 480       | 0        | 480                      |
| Texas                                      | 0       | 2,433     | 0        | 2,433                    |
| Virginia                                   | 0       | 1,203     | 0        | 1,203                    |
| West Virginia                              | 0       | 14,072    | 0        | 14,072                   |
| U.S. Government Agencies                   | 0       | 43,661    | 8,360    | 52,021                   |
| Non-Agency Mortgage-Backed Securities      | 0       | 247,304   | 0        | 247,304                  |
| Asset-Backed Securities                    | 0       | 208,617   | 22,346   | 230,963                  |
| Sovereign Issues                           | 0       | 33,615    | 0        | 33,615                   |
| Common Stocks                              |         |           |          |                          |
| Energy                                     | 694     | 0         | 0        | 694                      |
| Financials                                 | 0       | 0         | 4,374    | 4,374                    |
| Warrants                                   |         |           |          |                          |
| Industrials                                | 0       | 0         | 635      | 635                      |
| Utilities                                  | 19      | 0         | 0        | 19                       |
| Category and Subcategory                   | Level 1 | Level 2   | Level 3  | Fair Value at 07/31/2017 |

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| Preferred Securities     |           |            |           |                  |           |               |           |                  |
|--------------------------|-----------|------------|-----------|------------------|-----------|---------------|-----------|------------------|
| Banking & Finance        | \$        | 0          | \$        | 7,063            | \$        | 0             | \$        | 7,063            |
| Industrials              |           | 0          |           | 0                |           | 24,504        |           | 24,504           |
| Short-Term Instruments   |           |            |           |                  |           |               |           |                  |
| Repurchase Agreements    |           | 0          |           | 65,010           |           | 0             |           | 65,010           |
| U.S. Treasury Bills      |           | 0          |           | 33,038           |           | 0             |           | 33,038           |
| <b>Total Investments</b> | <b>\$</b> | <b>713</b> | <b>\$</b> | <b>1,495,470</b> | <b>\$</b> | <b>81,279</b> | <b>\$</b> | <b>1,577,462</b> |

**Financial Derivative Instruments - Assets**

|                                      |           |          |           |              |           |          |           |              |
|--------------------------------------|-----------|----------|-----------|--------------|-----------|----------|-----------|--------------|
| Exchange-traded or centrally cleared |           | 0        |           | 680          |           | 0        |           | 680          |
| Over the counter                     |           | 0        |           | 3,322        |           | 0        |           | 3,322        |
|                                      | <b>\$</b> | <b>0</b> | <b>\$</b> | <b>4,002</b> | <b>\$</b> | <b>0</b> | <b>\$</b> | <b>4,002</b> |

**Financial Derivative Instruments - Liabilities**

|                                      |           |          |           |                 |           |          |           |                 |
|--------------------------------------|-----------|----------|-----------|-----------------|-----------|----------|-----------|-----------------|
| Exchange-traded or centrally cleared |           | 0        |           | (359)           |           | 0        |           | (359)           |
| Over the counter                     |           | 0        |           | (34,474)        |           | 0        |           | (34,474)        |
|                                      | <b>\$</b> | <b>0</b> | <b>\$</b> | <b>(34,833)</b> | <b>\$</b> | <b>0</b> | <b>\$</b> | <b>(34,833)</b> |

Total Financial Derivative Instruments \$ 0 \$ (30,831) \$ 0 \$ (30,831)

Totals \$ 713 \$ 1,464,639 \$ 81,279 \$ 1,546,631

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

The following is a reconciliation of the fair valuations using significant unobservable inputs (Level 3) for the Fund during the period ended July 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 |                          |                             | Ending Balance at 07/31/2017 | Net Change in Unrealized Appreciation/ (Depreciation) on Investments Held at 07/31/2017 <sup>(1)</sup> |
|--|---------------------------------|---------------|-----------|-------------------------------|----------------------|--------------------------|--------------------------|-----------------------------|------------------------------|--|
|  |                                 |               |           |                               |                      | Transfers in Level 3     | Transfers out of Level 3 | Depreciation <sup>(1)</sup> |                              |  |
| <b>Investments in Securities, at Value</b> |                                 |               |           |                               |                      |                          |                          |                             |                              |  |
| Loan Participations and Assignments        | \$ 5,670                        | \$ 6,180      | \$ (117)  | \$ 324                        | \$ 7                 | \$ 1,181                 | \$ 0                     | \$ (11,403)                 | \$ 1,842                     | \$ 109   |
| <b>Corporate Bonds &amp; Notes</b>         |                                 |               |           |                               |                      |                          |                          |                             |                              |  |
| Banking & Finance                          | 10,421                          | 300           | (2,481)   | 4                             | 307                  | (342)                    | 0                        | 0                           | 8,209                        | (3)  |
| Industrials                                | 10,850                          | 0             | 0         | 15                            | 0                    | 144                      | 0                        | 0                           | 11,009                       | 144  |
| <b>U.S. Government</b>                     |                                 |               |           |                               |                      |                          |                          |                             |                              |  |
| Agencies                                   | 7,929                           | 0             | (146)     | 146                           | 59                   | 372                      | 0                        | 0                           | 8,360                        | 363  |
| Asset-Backed Securities                    | 17,050                          | 7,897         | 0         | 40                            | 0                    | (2,641)                  | 0                        | 0                           | 22,346                       | (2,641)  |
| <b>Common Stocks</b>                       |                                 |               |           |                               |                      |                          |                          |                             |                              |  |
| Financials                                 | 505                             | 3,263         | 0         | 0                             | 0                    | 606                      | 0                        | 0                           | 4,374                        | 606  |
| Warrants                                   |                                 |               |           |                               |                      |                          |                          |                             |                              |  |
| Industrials                                | 0                               | 0             | 0         | 0                             | 0                    | 635                      | 0                        | 0                           | 635                          | 635  |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 33

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

July 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) <sup>(1)</sup> | Transfers into Level 3 | Transfers out of Level 3 | Ending Balance at 07/31/2017 | Net Change in Unrealized Appreciation/ (Depreciation) on Investments Held at 07/31/2017 <sup>(1)</sup> |
|--------------------------|---------------------------------|---------------|------------|-------------------------------|----------------------|--|------------------------|--------------------------|------------------------------|--|
|                          |                                 |               |            |                               |                      |  |                        |                          |                              |  |
| Preferred Securities     |                                 |               |            |                               |                      |  |                        |                          |                              |  |
| Industrials              | \$ 0                            | \$ 25,121     | \$ 0       | \$ 0                          | \$ 0                 | \$ (617)   | \$ 0                   | \$ 0                     | \$ 24,504                    | \$ (617)   |
| Totals                   | \$ 52,425                       | \$ 42,761     | \$ (2,744) | \$ 529                        | \$ 373               | \$ (662)   | \$ 0                   | \$ (11,403)              | \$ 81,279                    | \$ (1,404)   |

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 07/31/2017 | Valuation Technique                       | Unobservable Inputs | Input Value(s) (% Unless Noted Otherwise) |
|--|------------------------------|---|---------------------|---|
| <b>Investments in Securities, at Value</b> |                              |   |                     |   |
| Loan Participations and Assignments        | \$ 822                       | Other Valuation Techniques <sup>(2)</sup> |                     |   |
|  | 597                          | Proxy Pricing                             | Base Price          | 99.500                                    |
|  | 423                          | Third Party Vendor                        | Broker Quote        | 98.000-100.563                            |
| <b>Corporate Bonds &amp; Notes</b>         |                              |   |                     |   |
| Banking & Finance                          | 8,209                        | Proxy Pricing                             | Base Price          | 101.000-114.491                           |
| Industrials                                | 11,009                       | Proxy Pricing                             | Base Price          | 101.000                                   |
| U.S. Government Agencies                   | 8,360                        | Proxy Pricing                             | Base Price          | 57.000                                    |
| Asset-Backed Securities                    | 22,346                       | Proxy Pricing                             | Base Price          | 52.170-100.000.000                        |
| <b>Common Stocks</b>                       |                              |   |                     |   |
| Financials                                 | 4,374                        | Other Valuation Techniques <sup>(2)</sup> |                     |   |
| <b>Warrants</b>                            |                              |   |                     |   |
| Industrials                                | 635                          | Other Valuation Techniques <sup>(2)</sup> |                     |   |
| <b>Preferred Securities</b>                |                              |   |                     |   |
| Industrials                                | 24,504                       | Fundamental Valuation                     | Company Assets      | \$ 551,000.000                            |
| Total                                      | \$ 81,279                    |   |                     |   |

(1) Any difference between Net Change in Unrealized Appreciation/(Depreciation) and Net Change in Unrealized Appreciation/(Depreciation) on Investments Held at July 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 Corporate &amp; Income Strategy Fund

July 31, 2017

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>INVESTMENTS IN SECURITIES 120.7%</b>                          |                               |                           |
| <b>LOAN PARTICIPATIONS AND ASSIGNMENTS 4.7%</b>                  |                               |                           |
| <b>Avolon Holdings Ltd.</b>                                      |                               |                           |
| 3.478% due 09/20/2020  | \$ 50                         | \$ 50                     |
| 3.978% due 03/20/2022  | 350                           | 352                       |
| <b>BMC Software Finance, Inc.</b>                                |                               |                           |
| 5.234% due 09/10/2022  | 7,956                         | 8,015                     |
| <b>CD&amp;R Plumb Buyer LLC</b>                                  |                               |                           |
| TBD% due 06/25/2018  | 200                           | 199                       |
| <b>CenturyLink, Inc.</b>   |                               |                           |
| 2.750% due 01/31/2025  | 1,000                         | 988                       |
| <b>Diamond BV</b>  |                               |                           |
| TBD% due 07/25/2024  | EUR 100                       | 119                       |
| <b>Drillships Ocean Ventures, Inc.</b>                           |                               |                           |
| 7.750% due 07/25/2021  | \$ 1,500                      | 1,329                     |
| <b>Forbes Energy Services LLC</b>                                |                               |                           |
| 5.000% - 7.000% due 04/13/2021                                   | 140                           | 145                       |
| <b>HD Supply Waterworks Ltd.</b>                                 |                               |                           |
| TBD% due 08/01/2024  | 40                            | 40                        |
| <b>iHeartCommunications, Inc.</b>                                |                               |                           |
| 7.984% due 01/30/2019  | 14,300                        | 11,672                    |
| <b>Parexel International Corp.</b>                               |                               |                           |
| TBD% due 07/18/2018  | 200                           | 199                       |
| <b>Petroleo Global Trading BV</b>                                |                               |                           |
| TBD% due 02/19/2020  | 200                           | 196                       |
| <b>Sequa Mezzanine Holdings LLC</b>                              |                               |                           |
| 6.758% - 6.814% due 11/28/2021                                   | 220                           | 222                       |
| 10.314% due 04/28/2022   | 90                            | 92                        |
| <b>Sprint Communications, Inc.</b>                               |                               |                           |
| 3.750% due 02/02/2024  | 1,596                         | 1,603                     |
| <b>Staples, Inc.</b>   |                               |                           |
| TBD% due 08/02/2018  | 590                           | 586                       |
| <b>Team Health Holdings, Inc.</b>                                |                               |                           |
| 3.984% due 02/06/2024  | 200                           | 199                       |
| <b>UPC Financing Partnership</b>                                 |                               |                           |
| 3.976% due 04/15/2025  | 200                           | 201                       |
| <b>Westmoreland Coal Co.</b>                                     |                               |                           |
| 7.796% due 12/16/2020  | 2,084                         | 1,852                     |
| <b>Total Loan Participations and Assignments (Cost \$28,689)</b> |                               | <b>28,059</b>             |
| <b>CORPORATE BONDS &amp; NOTES 51.9%</b>                         |                               |                           |
| <b>BANKING &amp; FINANCE 26.1%</b>                               |                               |                           |
| <b>AGFC Capital Trust</b>  |                               |                           |
| 3.054% due 01/15/2067  | 2,300                         | 1,369                     |
| <b>Ally Financial, Inc.</b>                                      |                               |                           |
| 8.000% due 11/01/2031 (l)  | 6,486                         | 8,083                     |
| <b>Ardonagh Midco PLC</b>  |                               |                           |
| 8.375% due 07/15/2023  | GBP 700                       | 932                       |
| <b>AssuredPartners, Inc.</b>                                     |                               |                           |
| 7.000% due 08/15/2025 (c)  | \$ 18                         | 18                        |
| <b>Banco Bilbao Vizcaya Argentaria S.A.</b>                      |                               |                           |
| 6.750% due 02/18/2020 (h)  | EUR 600                       | 761                       |
| <b>Banco do Brasil S.A.</b>                                      |                               |                           |

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|  |     |                  |               |
|--|-----|------------------|---------------|
| 6.250% due 04/15/2024 (h)              | \$  | 3,630            | 3,145         |
| 9.000% due 06/18/2024 (h)              |     | 3,127            | 3,251         |
| <b>Banco Espirito Santo S.A.</b>       |     |                  |               |
| 4.000% due 01/21/2019 ^                | EUR | 4,300            | 1,578         |
| 4.750% due 01/15/2018 ^                |     | 5,100            | 1,872         |
| <b>Banco Santander S.A.</b>            |     |                  |               |
| 6.250% due 09/11/2021 (h)              |     | 1,300            | 1,661         |
| <b>Barclays PLC</b>                    |     |                  |               |
| 6.500% due 09/15/2019 (h)              |     | 900              | 1,126         |
| 7.250% due 03/15/2023 (h)              | GBP | 4,700            | 6,723         |
| 8.000% due 12/15/2020 (h)              | EUR | 2,100            | 2,794         |
| <b>Blackstone CQP Holdco LP</b>        |     |                  |               |
| 6.500% due 03/20/2021                  | \$  | 4,900            | 5,092         |
| <b>BNP Paribas S.A.</b>                |     |                  |               |
| 7.375% due 08/19/2025 (h)              |     | 3,220            | 3,671         |
|  |     | <b>PRINCIPAL</b> | <b>MARKET</b> |
|  |     | <b>AMOUNT</b>    | <b>VALUE</b>  |
|  |     | <b>(000S)</b>    | <b>(000S)</b> |
| <b>Brighthouse Financial, Inc.</b>     |     |                  |               |
| 4.700% due 06/22/2047                  | \$  | 98               | \$ 97         |
| <b>Brighthouse Holdings LLC</b>        |     |                  |               |
| 6.500% due 07/27/2037 (h)              |     | 200              | 203           |
| <b>Cantor Fitzgerald LP</b>            |     |                  |               |
| 6.500% due 06/17/2022 (l)              |     | 8,000            | 8,965         |
| <b>Credit Agricole S.A.</b>            |     |                  |               |
| 7.875% due 01/23/2024 (h)(l)           |     | 7,530            | 8,514         |
| <b>Credit Suisse Group AG</b>          |     |                  |               |
| 7.500% due 12/11/2023 (h)(l)           |     | 7,105            | 8,097         |
| <b>Deutsche Bank AG</b>                |     |                  |               |
| 4.250% due 10/14/2021 (l)              |     | 2,000            | 2,109         |
| <b>EPR Properties</b>                  |     |                  |               |
| 4.750% due 12/15/2026 (l)              |     | 3,100            | 3,213         |
| <b>Flagstar Bancorp, Inc.</b>          |     |                  |               |
| 6.125% due 07/15/2021 (l)              |     | 3,500            | 3,745         |
| <b>GSPA Monetization Trust</b>         |     |                  |               |
| 6.422% due 10/09/2029                  |     | 3,715            | 4,248         |
| <b>Howard Hughes Corp.</b>             |     |                  |               |
| 5.375% due 03/15/2025                  |     | 72               | 75            |
| <b>HSBC Holdings PLC</b>               |     |                  |               |
| 6.000% due 09/29/2023 (h)              | EUR | 3,193            | 4,325         |
| 6.000% due 05/22/2027 (h)              | \$  | 200              | 210           |
| <b>Intrum Justitia AB</b>              |     |                  |               |
| 2.750% due 07/15/2022                  | EUR | 100              | 120           |
| <b>Jefferies Finance LLC</b>           |     |                  |               |
| 6.875% due 04/15/2022                  | \$  | 1,000            | 1,010         |
| 7.375% due 04/01/2020                  |     | 2,100            | 2,168         |
| 7.500% due 04/15/2021                  |     | 1,444            | 1,509         |
| <b>Jefferies LoanCore LLC</b>          |     |                  |               |
| 6.875% due 06/01/2020                  |     | 6,100            | 6,291         |
| <b>Lloyds Banking Group PLC</b>        |     |                  |               |
| 7.625% due 06/27/2023 (h)              | GBP | 2,166            | 3,224         |
| 7.875% due 06/27/2029 (h)              |     | 1,500            | 2,372         |
| <b>MPT Operating Partnership LP</b>    |     |                  |               |
| 5.250% due 08/01/2026                  | \$  | 1,283            | 1,347         |
| <b>Nationwide Building Society</b>     |     |                  |               |
| 10.250% due 06/29/2049 (h)             | GBP | 12               | 2,568         |
| <b>Navient Corp.</b>                   |     |                  |               |
| 5.500% due 01/15/2019 (l)              | \$  | 7,425            | 7,731         |
| 5.625% due 08/01/2033                  |     | 2,290            | 1,958         |
| <b>Novo Banco S.A.</b>                 |     |                  |               |
| 5.000% due 04/04/2019                  | EUR | 298              | 284           |
| 5.000% due 04/23/2019                  |     | 508              | 484           |
| 5.000% due 05/14/2019                  |     | 402              | 383           |
| 5.000% due 05/21/2019                  |     | 225              | 214           |
| 5.000% due 05/23/2019                  |     | 224              | 214           |
| <b>OneMain Financial Holdings LLC</b>  |     |                  |               |
| 6.750% due 12/15/2019                  | \$  | 1,349            | 1,417         |
| <b>Oppenheimer Holdings, Inc.</b>      |     |                  |               |
| 6.750% due 07/01/2022                  |     | 1,496            | 1,514         |
| <b>Provident Funding Associates LP</b> |     |                  |               |

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|   |     |                  |    |               |
|---|-----|------------------|----|---------------|
| 6.375% due 06/15/2025                                     |     | 31               |    | 32            |
| <b>Rio Oil Finance Trust</b>                              |     |                  |    |               |
| 9.250% due 07/06/2024                                     |     | 3,620            |    | 3,722         |
| 9.750% due 01/06/2027                                     |     | 467              |    | 484           |
| <b>Royal Bank of Scotland Group PLC</b>                   |     |                  |    |               |
| 7.500% due 08/10/2020 (h)                                 |     | 4,070            |    | 4,309         |
| 8.000% due 08/10/2025 (h)                                 |     | 6,390            |    | 7,009         |
| 8.625% due 08/15/2021 (h)                                 |     | 1,700            |    | 1,882         |
| <b>Santander UK Group Holdings PLC</b>                    |     |                  |    |               |
| 6.750% due 06/24/2024 (h)                                 | GBP | 3,795            |    | 5,372         |
| 7.375% due 06/24/2022 (h)                                 |     | 3,520            |    | 5,015         |
| <b>Sberbank of Russia Via SB Capital S.A.</b>             |     |                  |    |               |
| 5.717% due 06/16/2021                                     | \$  | 1,900            |    | 2,048         |
| 6.125% due 02/07/2022                                     |     | 1,300            |    | 1,420         |
| <b>Spirit Realty LP</b>                                   |     |                  |    |               |
| 4.450% due 09/15/2026 (l)                                 |     | 1,600            |    | 1,546         |
| <b>Springleaf Finance Corp.</b>                           |     |                  |    |               |
| 6.125% due 05/15/2022                                     |     | 656              |    | 690           |
| 8.250% due 10/01/2023                                     |     | 1,200            |    | 1,356         |
|   |     | <b>PRINCIPAL</b> |    | <b>MARKET</b> |
|   |     | <b>AMOUNT</b>    |    | <b>VALUE</b>  |
|   |     | <b>(000S)</b>    |    | <b>(000S)</b> |
| <b>Tesco Property Finance PLC</b>                         |     |                  |    |               |
| 7.623% due 07/13/2039                                     | GBP | 419              | \$ | 718           |
|   |     |                  |    | 156,288       |
| <b>INDUSTRIALS 20.8%</b>                                  |     |                  |    |               |
| <b>Altice Financing S.A.</b>                              |     |                  |    |               |
| 7.500% due 05/15/2026                                     | \$  | 1,600            |    | 1,778         |
| <b>AMC Networks, Inc.</b>                                 |     |                  |    |               |
| 4.750% due 08/01/2025                                     |     | 90               |    | 91            |
| <b>BMC Software Finance, Inc.</b>                         |     |                  |    |               |
| 8.125% due 07/15/2021                                     |     | 1,688            |    | 1,751         |
| <b>Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)</b> |     |                  |    |               |
| 9.000% due 10/15/2019 (d)                                 |     | 4,342            |    | 4,358         |
| <b>Burger King Worldwide, Inc.</b>                        |     |                  |    |               |
| 4.250% due 05/15/2024                                     |     | 199              |    | 201           |
| <b>Caesars Entertainment Operating Co., Inc.</b>          |     |                  |    |               |
| 8.500% due 02/15/2020 ^ (i)                               |     | 3,246            |    | 4,220         |
| 9.000% due 02/15/2020 ^ (i)                               |     | 1,854            |    | 2,415         |
| 10.000% due 12/15/2018 ^                                  |     | 5,770            |    | 5,503         |
| <b>Charter Communications Operating LLC</b>               |     |                  |    |               |
| 5.375% due 05/01/2047                                     |     | 64               |    | 67            |
| <b>Chesapeake Energy Corp.</b>                            |     |                  |    |               |
| 4.554% due 04/15/2019                                     |     | 115              |    | 114           |
| <b>CommScope Technologies LLC</b>                         |     |                  |    |               |
| 5.000% due 03/15/2027                                     |     | 2                |    | 2             |
| <b>Community Health Systems, Inc.</b>                     |     |                  |    |               |
| 6.250% due 03/31/2023                                     |     | 158              |    | 162           |
| <b>Continental Airlines Pass-Through Trust</b>            |     |                  |    |               |
| 9.798% due 10/01/2022                                     |     | 831              |    | 914           |
| <b>CSN Resources S.A.</b>                                 |     |                  |    |               |
| 6.500% due 07/21/2020                                     |     | 519              |    | 396           |
| <b>DAE Funding LLC</b>                                    |     |                  |    |               |
| 4.000% due 08/01/2020 (c)                                 |     | 60               |    | 61            |
| 4.500% due 08/01/2022 (c)                                 |     | 60               |    | 61            |
| 5.000% due 08/01/2024 (c)                                 |     | 150              |    | 154           |
| <b>DriveTime Automotive Group, Inc.</b>                   |     |                  |    |               |
| 8.000% due 06/01/2021 (l)                                 |     | 4,100            |    | 4,131         |
| <b>Dynegy, Inc.</b>                                       |     |                  |    |               |
| 8.034% due 02/02/2024                                     |     | 1,832            |    | 1,777         |
| <b>Exela Intermediate LLC</b>                             |     |                  |    |               |
| 10.000% due 07/15/2023                                    |     | 117              |    | 114           |
| <b>Ferroglobe PLC</b>                                     |     |                  |    |               |
| 9.375% due 03/01/2022                                     |     | 2,000            |    | 2,155         |
| <b>Ford Motor Co.</b>                                     |     |                  |    |               |
| 7.700% due 05/15/2097 (l)                                 |     | 7,830            |    | 9,758         |
| <b>Fresh Market, Inc.</b>                                 |     |                  |    |               |

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|  |     |        |       |
|--|-----|--------|-------|
| 9.750% due 05/01/2023 (1)                      |     | 5,650  | 4,647 |
| <b>Frontier Finance PLC</b>                    |     |        |       |
| 8.000% due 03/23/2022                          | GBP | 4,600  | 6,342 |
| <b>HCA, Inc.</b>                               |     |        |       |
| 5.500% due 06/15/2047                          | \$  | 98     | 102   |
| 7.500% due 11/15/2095                          |     | 1,200  | 1,241 |
| <b>iHeartCommunications, Inc.</b>              |     |        |       |
| 9.000% due 09/15/2022                          |     | 3,440  | 2,546 |
| <b>Intelsat Jackson Holdings S.A.</b>          |     |        |       |
| 7.250% due 10/15/2020                          |     | 3,720  | 3,590 |
| 9.750% due 07/15/2025                          |     | 195    | 202   |
| <b>Intelsat Luxembourg S.A.</b>                |     |        |       |
| 7.750% due 06/01/2021                          |     | 10,492 | 6,767 |
| 8.125% due 06/01/2023                          |     | 1,121  | 700   |
| <b>Intrepid Aviation Group Holdings LLC</b>    |     |        |       |
| 6.875% due 02/15/2019                          |     | 7,070  | 7,017 |
| <b>Kinder Morgan Energy Partners LP</b>        |     |        |       |
| 6.375% due 03/01/2041 (1)                      |     | 400    | 458   |
| <b>Kinder Morgan, Inc.</b>                     |     |        |       |
| 7.800% due 08/01/2031 (1)                      |     | 3,580  | 4,583 |
| <b>Mallinckrodt International Finance S.A.</b> |     |        |       |
| 4.750% due 04/15/2023                          |     | 960    | 854   |
| 5.500% due 04/15/2025                          |     | 770    | 716   |
| <b>New Albertson s, Inc.</b>                   |     |        |       |
| 6.570% due 02/23/2028 (1)                      |     | 5,600  | 4,298 |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 35

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

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>Park Aerospace Holdings Ltd.</b>                |                               |                           |
| 5.250% due 08/15/2022                              | \$ 13                         | \$ 13                     |
| 5.500% due 02/15/2024                              | 36                            | 37                        |
| <b>Petroleos Mexicanos</b>                         |                               |                           |
| 6.500% due 03/13/2027                              | 260                           | 287                       |
| 6.750% due 09/21/2047                              | 270                           | 285                       |
| <b>PetSmart, Inc.</b>                              |                               |                           |
| 5.875% due 06/01/2025                              | 108                           | 104                       |
| <b>Prime Security Services Borrower LLC</b>        |                               |                           |
| 9.250% due 05/15/2023                              | 627                           | 702                       |
| <b>QVC, Inc.</b>                                   |                               |                           |
| 4.375% due 03/15/2023                              | 410                           | 422                       |
| 5.450% due 08/15/2034                              | 900                           | 881                       |
| 5.950% due 03/15/2043                              | 3,682                         | 3,608                     |
| <b>Russian Railways via RZD Capital PLC</b>        |                               |                           |
| 7.487% due 03/25/2031                              | GBP 1,000                     | 1,639                     |
| <b>Safeway, Inc.</b>                               |                               |                           |
| 7.250% due 02/01/2031 (l)                          | \$ 1,345                      | 1,244                     |
| <b>SFR Group S.A.</b>                              |                               |                           |
| 7.375% due 05/01/2026 (l)                          | 5,340                         | 5,801                     |
| <b>Sirius XM Radio, Inc.</b>                       |                               |                           |
| 3.875% due 08/01/2022                              | 57                            | 58                        |
| <b>Spirit Issuer PLC</b>                           |                               |                           |
| 3.000% due 12/28/2031                              | GBP 1,000                     | 1,288                     |
| 6.582% due 12/28/2027                              | 1,400                         | 1,993                     |
| <b>Symantec Corp.</b>                              |                               |                           |
| 5.000% due 04/15/2025                              | \$ 44                         | 46                        |
| <b>Times Square Hotel Trust</b>                    |                               |                           |
| 8.528% due 08/01/2026                              | 1,678                         | 2,013                     |
| <b>UCP, Inc.</b>                                   |                               |                           |
| 8.500% due 10/21/2017                              | 6,000                         | 6,060                     |
| <b>Unique Pub Finance Co. PLC</b>                  |                               |                           |
| 5.659% due 06/30/2027                              | GBP 3,630                     | 5,407                     |
| 6.542% due 03/30/2021                              | 1,511                         | 2,182                     |
| <b>United Group BV</b>                             |                               |                           |
| 4.375% due 07/01/2022                              | EUR 100                       | 119                       |
| 4.875% due 07/01/2024                              | 100                           | 118                       |
| <b>UPCB Finance Ltd.</b>                           |                               |                           |
| 3.625% due 06/15/2029                              | 190                           | 224                       |
| <b>Valeant Pharmaceuticals International, Inc.</b> |                               |                           |
| 6.500% due 03/15/2022                              | \$ 86                         | 91                        |
| 7.000% due 03/15/2024                              | 165                           | 176                       |
| <b>Virgin Media Secured Finance PLC</b>            |                               |                           |
| 5.000% due 04/15/2027                              | GBP 300                       | 414                       |
| <b>Westmoreland Coal Co.</b>                       |                               |                           |
| 8.750% due 01/01/2022                              | \$ 5,955                      | 5,203                     |
| <b>Wynn Las Vegas LLC</b>                          |                               |                           |
| 5.250% due 05/15/2027                              | 60                            | 62                        |
|  |                               | 124,723                   |
| <b>UTILITIES 5.0%</b>                              |                               |                           |
| <b>AT&amp;T, Inc.</b>                              |                               |                           |
| 2.215% due 02/14/2023 (c)                          | 90                            | 90                        |
| 2.850% due 02/14/2023 (c)                          | 200                           | 201                       |
| 3.400% due 08/14/2024 (c)                          | 390                           | 391                       |
| 3.900% due 08/14/2027 (c)                          | 350                           | 350                       |
| 4.900% due 08/14/2037 (c)                          | 358                           | 358                       |
| 5.150% due 02/14/2050 (c)                          | 538                           | 538                       |

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|  |     |                  |    |                |
|--|-----|------------------|----|----------------|
| 5.300% due 08/14/2058 (c)  |     | 160              |    | 160            |
| <b>Frontier Communications Corp.</b>   |     |                  |    |                |
| 8.500% due 04/15/2020  |     | 985              |    | 1,005          |
| <b>Gazprom Neft OAO Via GPN Capital S.A.</b>   |     |                  |    |                |
| 4.375% due 09/19/2022 (l)  |     | 5,700            |    | 5,775          |
| 6.000% due 11/27/2023 (l)  |     | 700              |    | 764            |
| <b>Mountain States Telephone &amp; Telegraph Co.</b>   |     |                  |    |                |
| 7.375% due 05/01/2030  |     | 8,200            |    | 8,661          |
| <b>Odebrecht Drilling Norbe Ltd.</b>   |     |                  |    |                |
| 6.350% due 06/30/2022 ^  |     | 286              |    | 178            |
| <b>Odebrecht Offshore Drilling Finance Ltd.</b>  |     |                  |    |                |
| 6.625% due 10/01/2023 ^(j)   |     | 2,600            |    | 930            |
| 6.750% due 10/01/2023 ^(j)   |     | 2,811            |    | 1,006          |
| <b>Petrobras Global Finance BV</b>   |     |                  |    |                |
| 6.250% due 12/14/2026  | GBP | 4,800            |    | 6,552          |
|  |     | <b>PRINCIPAL</b> |    | <b>MARKET</b>  |
|  |     | <b>AMOUNT</b>    |    | <b>VALUE</b>   |
|  |     | <b>(000S)</b>    |    | <b>(000S)</b>  |
| 6.625% due 01/16/2034  | GBP | 100              | \$ | 133            |
| 6.750% due 01/27/2041  | \$  | 2,300            |    | 2,217          |
| 7.250% due 03/17/2044  |     | 244              |    | 246            |
| <b>TerraForm Power Operating LLC</b>   |     |                  |    |                |
| 6.375% due 02/01/2023  |     | 625              |    | 653            |
|  |     |                  |    | 30,208         |
| <b>Total Corporate Bonds &amp; Notes (Cost \$294,035)</b>  |     |                  |    | <b>311,219</b> |
| <b>CONVERTIBLE BONDS &amp; NOTES 0.7%</b>  |     |                  |    |                |
| <b>INDUSTRIALS 0.7%</b>  |     |                  |    |                |
| <b>DISH Network Corp.</b>  |     |                  |    |                |
| 3.375% due 08/15/2026  |     | 3,400            |    | 4,241          |
| <b>Total Convertible Bonds &amp; Notes (Cost \$3,400)</b>  |     |                  |    | <b>4,241</b>   |
| <b>MUNICIPAL BONDS &amp; NOTES 4.6%</b>  |     |                  |    |                |
| <b>CALIFORNIA 0.9%</b>   |     |                  |    |                |
| <b>Riverside County, California Redevelopment Successor Agency Tax Allocation Bonds, Series 2010</b> |     |                  |    |                |
| 7.750% due 10/01/2037  |     | 1,220            |    | 1,349          |
| <b>Stockton Public Financing Authority, California Revenue Bonds, (BABs), Series 2009</b>            |     |                  |    |                |
| 7.942% due 10/01/2038  |     | 3,400            |    | 3,752          |
|  |     |                  |    | 5,101          |
| <b>ILLINOIS 2.3%</b>   |     |                  |    |                |
| <b>Chicago, Illinois General Obligation Bonds, (BABs), Series 2010</b>                               |     |                  |    |                |
| 7.517% due 01/01/2040  |     | 12,700           |    | 13,562         |
| <b>Chicago, Illinois General Obligation Bonds, Series 2014</b>                                       |     |                  |    |                |
| 6.314% due 01/01/2044  |     | 60               |    | 60             |
| <b>Chicago, Illinois General Obligation Bonds, Series 2017</b>                                       |     |                  |    |                |
| 7.045% due 01/01/2029  |     | 110              |    | 119            |
| <b>Illinois State General Obligation Bonds, (BABs), Series 2010</b>                                  |     |                  |    |                |
| 6.725% due 04/01/2035  |     | 35               |    | 39             |
| 7.350% due 07/01/2035  |     | 20               |    | 23             |
| <b>Illinois State General Obligation Bonds, Series 2003</b>  |     |                  |    |                |
| 5.100% due 06/01/2033  |     | 270              |    | 271            |
|  |     |                  |    | 14,074         |
| <b>VIRGINIA 0.1%</b>   |     |                  |    |                |
| <b>Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007</b>                       |     |                  |    |                |
| 6.706% due 06/01/2046  |     | 785              |    | 674            |
| <b>WEST VIRGINIA 1.3%</b>  |     |                  |    |                |
| <b>Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007</b>                |     |                  |    |                |
| 0.000% due 06/01/2047 (g)  |     | 44,400           |    | 2,310          |

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|  |  |                                    |
|--|--|------------------------------------|
| 7.467% due 06/01/2047  | 5,885                                  | 5,587                              |
|  |  | 7,897                              |
| <b>Total Municipal Bonds &amp; Notes<br/>(Cost \$25,728)</b> |  | <b>27,746</b>                      |
| <b>U.S. GOVERNMENT AGENCIES 5.7%</b>                         |  |                                    |
| <b>Fannie Mae</b>  |  |                                    |
| 3.000% due 02/25/2043 (a)                                    | 58,999                                 | 12,149                             |
| 4.232% due 10/25/2029  | 520                                    | 545                                |
| 4.782% due 07/25/2029  | 850                                    | 915                                |
| 5.482% due 01/25/2029  | 400                                    | 449                                |
| 6.082% due 10/25/2029  | 330                                    | 362                                |
| 6.982% due 07/25/2029  | 1,150                                  | 1,346                              |
| <b>Freddie Mac</b>   |  |                                    |
| 0.000% due 04/25/2045 -<br>08/25/2046 (b)(g)                 | 10,900                                 | 8,475                              |
|  | <b>PRINCIPAL<br/>AMOUNT<br/>(000S)</b> | <b>MARKET<br/>VALUE<br/>(000S)</b> |
| 0.100% due 04/25/2046 -<br>08/25/2046 (a)                    | \$ 50,710                              | \$ 198                             |
| 0.200% due 04/25/2045 (a)                                    | 5,683                                  | 15                                 |
| 6.174% due 11/25/2055  | 8,250                                  | 4,713                              |
| 8.782% due 12/25/2027  | 3,295                                  | 3,872                              |
| 11.982% due 03/25/2025                                       | 736                                    | 997                                |
| <b>Total U.S. Government Agencies (Cost \$31,462)</b>        |  | <b>34,036</b>                      |
| <b>NON-AGENCY MORTGAGE-BACKED SECURITIES 25.0%</b>           |  |                                    |
| <b>Banc of America Alternative Loan Trust</b>                |  |                                    |
| 5.500% due 10/25/2035 ^                                      | 4,839                                  | 4,290                              |
| 6.000% due 01/25/2036 ^                                      | 127                                    | 119                                |
| <b>Banc of America Funding Trust</b>                         |  |                                    |
| 6.000% due 07/25/2037 ^                                      | 344                                    | 266                                |
| <b>Banc of America Mortgage Trust</b>                        |  |                                    |
| 3.622% due 03/25/2035  | 107                                    | 105                                |
| 6.000% due 03/25/2037 ^                                      | 424                                    | 408                                |
| <b>BCAP LLC Trust</b>  |  |                                    |
| 3.285% due 03/27/2036  | 2,211                                  | 1,269                              |
| 3.517% due 08/28/2037  | 6,772                                  | 6,343                              |
| 5.045% due 03/26/2037  | 1,042                                  | 629                                |
| 7.711% due 07/26/2036  | 1,661                                  | 1,636                              |
| <b>Bear Stearns ALT-A Trust</b>                              |  |                                    |
| 1.732% due 01/25/2036 ^                                      | 1,574                                  | 1,583                              |
| 3.226% due 09/25/2047 ^                                      | 7,169                                  | 5,652                              |
| 3.268% due 11/25/2036 ^                                      | 4,735                                  | 3,903                              |
| 3.322% due 11/25/2035 ^                                      | 6,816                                  | 6,204                              |
| 3.525% due 08/25/2036 ^                                      | 1,109                                  | 828                                |
| 3.625% due 09/25/2035 ^                                      | 715                                    | 586                                |
| <b>Bear Stearns Commercial Mortgage Securities Trust</b>     |  |                                    |
| 5.713% due 04/12/2038  | 210                                    | 166                                |
| <b>Bear Stearns Mortgage Funding Trust</b>                   |  |                                    |
| 7.500% due 08/25/2036  | 1,319                                  | 1,295                              |
| <b>Chase Mortgage Finance Trust</b>                          |  |                                    |
| 3.224% due 12/25/2035 ^                                      | 13                                     | 13                                 |
| 6.000% due 07/25/2037 ^                                      | 972                                    | 893                                |
| <b>Citigroup Mortgage Loan Trust, Inc.</b>                   |  |                                    |
| 3.203% due 04/25/2037 ^                                      | 317                                    | 259                                |
| 3.661% due 09/25/2037 ^                                      | 2,359                                  | 1,964                              |
| <b>Citigroup/Deutsche Bank Commercial Mortgage Trust</b>     |  |                                    |
| 5.398% due 12/11/2049  | 62                                     | 35                                 |
| 5.688% due 10/15/2048  | 8,290                                  | 4,448                              |
| <b>Commercial Mortgage Loan Trust</b>                        |  |                                    |
| 6.155% due 12/10/2049  | 1,973                                  | 1,245                              |
| <b>Countrywide Alternative Loan Resecuritization Trust</b>   |  |                                    |
| 6.000% due 08/25/2037 ^                                      | 1,313                                  | 1,042                              |

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**Countrywide Alternative Loan Trust**

|                         |       |       |
|-------------------------|-------|-------|
| 5.500% due 03/25/2035   | 334   | 262   |
| 5.500% due 03/25/2036 ^ | 184   | 148   |
| 5.750% due 01/25/2035   | 462   | 465   |
| 5.750% due 02/25/2035   | 487   | 466   |
| 5.750% due 03/25/2037 ^ | 872   | 742   |
| 6.000% due 02/25/2035   | 1,190 | 1,212 |
| 6.000% due 04/25/2036   | 1,318 | 1,026 |
| 6.000% due 02/25/2037 ^ | 6,521 | 4,602 |
| 6.000% due 04/25/2037 ^ | 1,439 | 1,119 |
| 6.000% due 07/25/2037 ^ | 331   | 322   |
| 6.250% due 12/25/2036 ^ | 1,678 | 1,244 |
| 6.500% due 08/25/2036 ^ | 596   | 406   |

**Countrywide Home Loan Mortgage Pass-Through Trust**

|                         |       |       |
|-------------------------|-------|-------|
| 3.331% due 09/20/2036 ^ | 344   | 287   |
| 6.000% due 07/25/2037   | 2,074 | 1,685 |

**Credit Suisse Commercial Mortgage Trust**

|                       |     |     |
|-----------------------|-----|-----|
| 5.870% due 09/15/2040 | 768 | 768 |
|-----------------------|-----|-----|

**Credit Suisse Mortgage Capital Certificates**

|                       |       |       |
|-----------------------|-------|-------|
| 1.440% due 10/26/2036 | 6,989 | 4,654 |
|-----------------------|-------|-------|

**Epic Drummond Ltd.**

|                       |     |     |     |
|-----------------------|-----|-----|-----|
| 0.000% due 01/25/2022 | EUR | 135 | 159 |
|-----------------------|-----|-----|-----|

**First Horizon Alternative Mortgage Securities Trust**

|                         |    |       |       |
|-------------------------|----|-------|-------|
| 6.000% due 08/25/2036 ^ | \$ | 5,207 | 4,384 |
|-------------------------|----|-------|-------|

**GS Mortgage Securities Trust**

|                       |     |     |
|-----------------------|-----|-----|
| 5.622% due 11/10/2039 | 939 | 863 |
|-----------------------|-----|-----|

**GSR Mortgage Loan Trust**

|                       |     |     |
|-----------------------|-----|-----|
| 3.716% due 08/25/2034 | 496 | 482 |
|-----------------------|-----|-----|



July 31, 2017

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| 5.500% due 05/25/2036 ^                                    | \$ 465                        | \$ 444                    |
| 6.000% due 02/25/2036 ^                                    | 3,326                         | 2,690                     |
| <b>HarborView Mortgage Loan Trust</b>                      |                               |                           |
| 1.468% due 01/19/2036 ^                                    | 4,452                         | 3,083                     |
| 3.472% due 06/19/2036 ^                                    | 8,413                         | 6,157                     |
| <b>IndyMac Mortgage Loan Trust</b>                         |                               |                           |
| 6.500% due 07/25/2037 ^                                    | 3,530                         | 2,355                     |
| <b>Jefferies Resecuritization Trust</b>                    |                               |                           |
| 6.000% due 05/26/2036                                      | 15,481                        | 11,311                    |
| <b>JPMorgan Alternative Loan Trust</b>                     |                               |                           |
| 3.079% due 03/25/2037 ^                                    | 2,052                         | 1,834                     |
| 6.000% due 12/25/2035 ^                                    | 2,069                         | 2,013                     |
| <b>JPMorgan Chase Commercial Mortgage Securities Trust</b> |                               |                           |
| 5.623% due 05/12/2045                                      | 1,547                         | 1,331                     |
| <b>JPMorgan Mortgage Trust</b>                             |                               |                           |
| 3.304% due 01/25/2037 ^                                    | 840                           | 828                       |
| 3.378% due 02/25/2036 ^                                    | 3,174                         | 2,849                     |
| 3.463% due 04/25/2037                                      | 11                            | 10                        |
| <b>LB-UBS Commercial Mortgage Trust</b>                    |                               |                           |
| 5.407% due 11/15/2038                                      | 913                           | 700                       |
| 5.562% due 02/15/2040                                      | 1,319                         | 950                       |
| <b>Lehman Mortgage Trust</b>                               |                               |                           |
| 6.000% due 07/25/2037 ^                                    | 216                           | 204                       |
| <b>Lehman XS Trust</b>                                     |                               |                           |
| 1.452% due 06/25/2047                                      | 2,737                         | 2,390                     |
| <b>MASTR Alternative Loan Trust</b>                        |                               |                           |
| 6.750% due 07/25/2036                                      | 2,065                         | 1,464                     |
| <b>Merrill Lynch Mortgage Investors Trust</b>              |                               |                           |
| 3.214% due 03/25/2036 ^                                    | 845                           | 619                       |
| <b>Mesdag Delta BV</b>                                     |                               |                           |
| 0.000% due 01/25/2020                                      | EUR 1,244                     | 1,440                     |
| <b>Morgan Stanley Capital Trust</b>                        |                               |                           |
| 5.991% due 06/11/2049                                      | \$ 1,741                      | 1,747                     |
| <b>Residential Accredit Loans, Inc. Trust</b>              |                               |                           |
| 1.462% due 05/25/2037 ^                                    | 229                           | 174                       |
| 4.284% due 12/26/2034 ^                                    | 2,290                         | 1,814                     |
| 6.000% due 08/25/2036 ^                                    | 433                           | 375                       |
| <b>Residential Asset Mortgage Products Trust</b>           |                               |                           |
| 6.500% due 12/25/2031                                      | 640                           | 646                       |
| <b>Residential Asset Securitization Trust</b>              |                               |                           |
| 6.000% due 11/25/2036 ^                                    | 3,038                         | 2,075                     |
| 6.250% due 09/25/2037 ^                                    | 2,834                         | 2,076                     |
| 6.250% due 06/25/2046                                      | 1,447                         | 1,224                     |
| <b>Residential Funding Mortgage Securities, Inc. Trust</b> |                               |                           |
| 4.030% due 02/25/2037                                      | 2,028                         | 1,631                     |
| 6.500% due 03/25/2032                                      | 198                           | 204                       |
| <b>Sequoia Mortgage Trust</b>                              |                               |                           |
| 3.228% due 02/20/2047                                      | 459                           | 414                       |
| 4.707% due 07/20/2037 ^                                    | 915                           | 803                       |
| <b>Structured Adjustable Rate Mortgage Loan Trust</b>      |                               |                           |
| 3.243% due 11/25/2036 ^                                    | 3,051                         | 2,768                     |
| 3.291% due 07/25/2036 ^                                    | 740                           | 589                       |
| 3.337% due 07/25/2036 ^                                    | 8,280                         | 6,294                     |
| 3.342% due 03/25/2037 ^                                    | 3,487                         | 2,818                     |
| 3.391% due 01/25/2036 ^                                    | 2,719                         | 2,081                     |
| 3.559% due 07/25/2035 ^                                    | 981                           | 855                       |
| <b>Suntrust Adjustable Rate Mortgage Loan Trust</b>        |                               |                           |
| 3.531% due 02/25/2037 ^                                    | 448                           | 402                       |

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|   |       |                |
|---|-------|----------------|
| 3.604% due 04/25/2037 ^   | 726   | 620            |
| <b>WaMu Mortgage Pass-Through Certificates Trust</b>                |       |                |
| 2.999% due 07/25/2037 ^   | 547   | 455            |
| 3.030% due 10/25/2036 ^   | 2,696 | 2,396          |
| 3.160% due 02/25/2037 ^   | 719   | 684            |
| 3.326% due 07/25/2037 ^   | 1,261 | 1,176          |
| <b>Washington Mutual Mortgage Pass-Through Certificates Trust</b>   |       |                |
| 1.616% due 05/25/2047 ^   | 220   | 46             |
| 6.000% due 10/25/2035 ^   | 2,117 | 1,667          |
| <b>Wells Fargo Mortgage-Backed Securities Trust</b>                 |       |                |
| 3.166% due 07/25/2036 ^   | 458   | 461            |
| 3.329% due 05/25/2036 ^   | 84    | 80             |
| <b>Total Non-Agency Mortgage-Backed Securities (Cost \$141,927)</b> |       | <b>149,724</b> |

|   | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|---|-------------------------------|---------------------------|
| <b>ASSET-BACKED SECURITIES 19.7%</b>                        |                               |                           |
| <b>ACE Securities Corp. Home Equity Loan Trust</b>          |                               |                           |
| 1.622% due 02/25/2036                                       | \$ 28,019                     | \$ 14,216                 |
| <b>Airspeed Ltd.</b>  |                               |                           |
| 1.496% due 06/15/2032                                       | 3,155                         | 2,642                     |
| <b>Argent Securities Trust</b>                              |                               |                           |
| 1.422% due 03/25/2036                                       | 4,033                         | 2,162                     |
| <b>Bear Stearns Asset-Backed Securities Trust</b>           |                               |                           |
| 1.372% due 10/25/2036 ^                                     | 5,597                         | 5,538                     |
| 6.500% due 10/25/2036 ^                                     | 374                           | 286                       |
| <b>Belle Haven ABS CDO Ltd.</b>                             |                               |                           |
| 1.551% due 07/05/2046                                       | 175,347                       | 3,034                     |
| <b>BlueMountain CLO Ltd.</b>                                |                               |                           |
| 6.754% due 04/13/2027                                       | 1,000                         | 994                       |
| <b>CIFC Funding Ltd.</b>                                    |                               |                           |
| 0.000% due 05/24/2026 (g)                                   | 2,300                         | 1,538                     |
| 0.000% due 07/22/2026 (g)                                   | 1,500                         | 983                       |
| <b>Citigroup Mortgage Loan Trust, Inc.</b>                  |                               |                           |
| 1.392% due 12/25/2036                                       | 4,292                         | 2,876                     |
| <b>Countrywide Asset-Backed Certificates</b>                |                               |                           |
| 1.372% due 06/25/2047 ^                                     | 1,801                         | 1,404                     |
| 1.402% due 03/25/2037                                       | 2,545                         | 2,422                     |
| 1.952% due 01/25/2036                                       | 4,000                         | 3,898                     |
| <b>First Franklin Mortgage Loan Trust</b>                   |                               |                           |
| 1.862% due 09/25/2035                                       | 3,835                         | 2,142                     |
| 2.207% due 05/25/2036                                       | 7,682                         | 3,791                     |
| <b>Fremont Home Loan Trust</b>                              |                               |                           |
| 2.162% due 06/25/2035 ^                                     | 6,000                         | 4,964                     |
| <b>Grosvenor Place CLO BV</b>                               |                               |                           |
| 0.000% due 04/30/2029                                       | EUR 500                       | 467                       |
| <b>Highbridge Loan Management Ltd.</b>                      |                               |                           |
| 6.621% due 05/05/2027                                       | \$ 500                        | 490                       |
| <b>HSI Asset Securitization Corp. Trust</b>                 |                               |                           |
| 0.000% due 10/25/2036 (g)                                   | 3,404                         | 1,426                     |
| <b>IndyMac Home Equity Mortgage Loan Asset-Backed Trust</b> |                               |                           |
| 1.392% due 07/25/2037                                       | 11,099                        | 7,007                     |
| <b>JPMorgan Mortgage Acquisition Corp.</b>                  |                               |                           |
| 1.522% due 01/25/2036                                       | 747                           | 723                       |
| <b>JPMorgan Mortgage Acquisition Trust</b>                  |                               |                           |
| 1.392% due 11/25/2036                                       | 5,133                         | 4,633                     |
| 4.852% due 10/25/2030 ^                                     | 6,831                         | 5,062                     |
| <b>Lehman XS Trust</b>                                      |                               |                           |
| 5.170% due 08/25/2035 ^                                     | 260                           | 246                       |
| <b>Long Beach Mortgage Loan Trust</b>                       |                               |                           |
| 1.532% due 01/25/2036                                       | 5,000                         | 3,785                     |
| <b>Magnetite Ltd.</b>                                       |                               |                           |
| 6.454% due 04/15/2027                                       | 1,000                         | 969                       |
| <b>Merrill Lynch Mortgage Investors Trust</b>               |                               |                           |
| 1.392% due 04/25/2037                                       | 589                           | 333                       |
| <b>Morgan Stanley ABS Capital, Inc. Trust</b>               |                               |                           |
| 1.382% due 06/25/2036                                       | 1,412                         | 1,353                     |

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|   |  |                                    |
|---|--|------------------------------------|
| <b>Morgan Stanley Mortgage Loan Trust</b>                                 |  |                                    |
| 6.250% due 07/25/2047 ^   | 778                                    | 557                                |
| <b>Park Place Securities, Inc. Asset-Backed Pass-Through Certificates</b> |  |                                    |
| 1.752% due 08/25/2035   | 5,000                                  | 4,056                              |
| 3.002% due 10/25/2034   | 573                                    | 532                                |
| <b>Residential Asset Mortgage Products Trust</b>                          |  |                                    |
| 2.327% due 12/25/2033   | 199                                    | 192                                |
| 2.432% due 01/25/2035 ^   | 2,856                                  | 2,113                              |
| <b>SLM Student Loan Trust</b>   |  |                                    |
| 0.000% due 10/28/2029 (g)   | 3                                      | 3,386                              |
| 0.000% due 01/25/2042 (g)   | 4                                      | 3,504                              |
| <b>SoFi Professional Loan Program LLC</b>                                 |  |                                    |
| 0.000% due 05/25/2040 (g)   | 4,300                                  | 2,243                              |
| 0.000% due 07/25/2040 (g)   | 21                                     | 1,175                              |
| 0.000% due 09/25/2040 (g)   | 1,718                                  | 973                                |
| <b>Soundview Home Loan Trust</b>  |  |                                    |
| 1.482% due 08/25/2037   | 2,000                                  | 1,665                              |
| <b>South Coast Funding Ltd.</b>   |  |                                    |
| 1.785% due 08/10/2038   | 10,414                                 | 2,042                              |
|   | <b>PRINCIPAL<br/>AMOUNT<br/>(000S)</b> | <b>MARKET<br/>VALUE<br/>(000S)</b> |
| <b>Symphony CLO Ltd.</b>  |  |                                    |
| 5.904% due 07/14/2026   | \$ 2,000                               | \$ 1,925                           |
| <b>Taberna Preferred Funding Ltd.</b>                                     |  |                                    |
| 1.551% due 08/05/2036   | 451                                    | 341                                |
| 1.551% due 08/05/2036 ^   | 8,350                                  | 6,304                              |
| 1.771% due 07/05/2035   | 8,849                                  | 7,478                              |
| <b>Total Asset-Backed Securities (Cost \$110,384)</b>                     |  | <b>117,870</b>                     |
| <b>SOVEREIGN ISSUES 2.5%</b>  |  |                                    |
| <b>Argentine Government International Bond</b>                            |  |                                    |
| 2.260% due 12/31/2038   | EUR                                    | 476                                |
| 3.875% due 01/15/2022   |  | 236                                |
| 5.000% due 01/15/2027   |  | 331                                |
| 7.820% due 12/31/2033   |  | 8,395                              |
| <b>Autonomous Community of Catalonia</b>                                  |  |                                    |
| 4.900% due 09/15/2021   |  | 1,890                              |
| <b>Republic of Greece Government International Bond</b>                   |  |                                    |
| 3.000% due 02/24/2023   |  | 158                                |
| 3.000% due 02/24/2024   |  | 155                                |
| 3.000% due 02/24/2025   |  | 153                                |
| 3.000% due 02/24/2026   |  | 151                                |
| 3.000% due 02/24/2027   |  | 149                                |
| 3.000% due 02/24/2028   |  | 142                                |
| 3.000% due 02/24/2029   |  | 137                                |
| 3.000% due 02/24/2030   |  | 135                                |
| 3.000% due 02/24/2031   |  | 132                                |
| 3.000% due 02/24/2032   |  | 130                                |
| 3.000% due 02/24/2033   |  | 128                                |
| 3.000% due 02/24/2034   |  | 127                                |
| 3.000% due 02/24/2035   |  | 124                                |
| 3.000% due 02/24/2036   |  | 122                                |
| 3.000% due 02/24/2037   |  | 121                                |
| 3.000% due 02/24/2038   |  | 120                                |
| 3.000% due 02/24/2039   |  | 120                                |
| 3.000% due 02/24/2040   |  | 120                                |
| 3.000% due 02/24/2041   |  | 120                                |
| 3.000% due 02/24/2042   |  | 120                                |
| 3.800% due 08/08/2017   | JPY                                    | 427                                |
| 4.750% due 04/17/2019   | EUR                                    | 484                                |
| <b>Sri Lanka Government International Bond</b>                            |  |                                    |
| 6.200% due 05/11/2027   | \$                                     | 206                                |
| <b>Total Sovereign Issues (Cost \$13,313)</b>                             |  | <b>15,109</b>                      |

SHARES

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**COMMON STOCKS 0.2%**

**ENERGY 0.0%**

|                                    |        |     |
|------------------------------------|--------|-----|
| Forbes Energy Services Ltd. (e)(j) | 11,400 | 122 |
|------------------------------------|--------|-----|

**FINANCIALS 0.2%**

|                   |         |       |
|-------------------|---------|-------|
| TIG FinCo PLC (j) | 761,602 | 1,005 |
|-------------------|---------|-------|

Total Common Stocks (Cost \$1,390) 1,127

**WARRANTS 0.1%**

**INDUSTRIALS 0.1%**

|                               |         |     |
|-------------------------------|---------|-----|
| Sequa Corp. - Exp. 04/28/2024 | 775,000 | 363 |
|-------------------------------|---------|-----|

**UTILITIES 0.0%**

|                                |        |    |
|--------------------------------|--------|----|
| Dynegy, Inc. - Exp. 02/02/2024 | 61,388 | 12 |
|--------------------------------|--------|----|

Total Warrants (Cost \$161) 375

**PREFERRED SECURITIES 3.6%**

**BANKING & FINANCE 1.3%**

|                            |       |       |
|----------------------------|-------|-------|
| Farm Credit Bank of Texas  |       |       |
| 10.000% due 12/15/2020 (h) | 6,250 | 7,683 |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 37

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

|  | SHARES                        | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>INDUSTRIALS 2.3%</b>                                    |                               |                           |
| Sequa Corp.<br>9.000%                                      | 14,354                        | \$ 14,002                 |
| <b>Total Preferred Securities (Cost \$22,042)</b>          |                               | <b>21,685</b>             |
| <b>SHORT-TERM INSTRUMENTS 2.0%</b>                         |                               |                           |
| <b>REPURCHASE AGREEMENTS (k) 1.6%</b>                      |                               | 9,443                     |
|  | PRINCIPAL<br>AMOUNT<br>(000S) |                           |
| <b>U.S. TREASURY BILLS 0.4%</b>                            |                               |                           |
| 0.966% due 08/31/2017 - 01/04/2018 (f)(g)(n)(p)            | \$ 2,716                      | 2,712                     |
| <b>Total Short-Term Instruments (Cost \$12,155)</b>        |                               | <b>\$ 12,155</b>          |
|  |                               | MARKET<br>VALUE<br>(000S) |
| <b>Total Investments in Securities (Cost \$684,686)</b>    |                               | <b>723,346</b>            |
| <b>Total Investments 120.7% (Cost \$684,686)</b>           |                               | <b>\$ 723,346</b>         |
| <b>Financial Derivative<br/>Instruments (m)(o) (0.5)%</b>  |                               |                           |
| (Cost or Premiums, net \$(1,182))                          |                               | (2,737)                   |
| <b>Preferred Shares (9.3)%</b>                             |                               | <b>(55,525)</b>           |
| <b>Other Assets and Liabilities, net (10.9)%</b>           |                               | <b>(65,818)</b>           |
| <b>Net Assets Applicable to Common Shareholders 100.0%</b> |                               | <b>\$ 599,266</b>         |

**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.

(d) Payment in-kind security.

(e) Security did not produce income within the last twelve months.

(f) Coupon represents a weighted average yield to maturity.

(g) Zero coupon security.

(h) Perpetual maturity; date shown, if applicable, represents next contractual call date.

(i) Security is subject to a forbearance agreement entered into by the Fund which forbears the Fund from taking action to, among other things, accelerate and collect payments on the subject note with respect to specified events of default.

**(j) RESTRICTED SECURITIES:**

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| Issuer Description  | Acquisition Date                                   | Cost           | Market Value   | Market Value as Percentage of Net Assets |
|---|--|----------------|----------------|--|
| Forbes Energy Services Ltd.<br>Odebrecht Offshore Drilling Finance Ltd. | 10/09/2014 - 11/18/2016                            | \$ 370         | \$ 122         | 0.02%                                    |
| 6.625% due 10/01/2023<br>Odebrecht Offshore Drilling Finance Ltd.       | 04/09/2015 - 07/30/2015                            | 2,058          | 930            | 0.16                                     |
| 6.750% due 10/01/2023<br>TIG FinCo PLC                                  | 04/09/2015 - 07/30/2015<br>04/02/2015 - 07/20/2017 | 2,077<br>1,020 | 1,006<br>1,005 | 0.17<br>0.16                             |
|   |  | \$ 5,525       | \$ 3,063       | 0.51%                                    |

**BORROWINGS AND OTHER FINANCING TRANSACTIONS**

**(k) 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 <sup>(1)</sup> |
|------------------------------------|--------------|-----------------|---------------|------------------|--|-----------------------|---------------------------------|---|
| SAL                                | 1.160%       | 07/31/2017      | 08/01/2017    | \$ 8,400         | U.S. Treasury Notes 1.125% due 02/28/2021                | \$ (8,568)            | \$ 8,400                        | \$ 8,400  |
| SSB                                | 0.200        | 07/31/2017      | 08/01/2017    | 1,043            | U.S. Treasury Notes 3.500% due 05/15/2020 <sup>(2)</sup> | (1,068)               | 1,043                           | 1,043   |
| <b>Total Repurchase Agreements</b> |              |                 |               |                  |  | <b>\$ (9,636)</b>     | <b>\$ 9,443</b>                 | <b>\$ 9,443</b>   |

**38 PIMCO CLOSED-END FUNDS**

See Accompanying Notes

July 31, 2017

**REVERSE REPURCHASE AGREEMENTS:**

| Counterparty                               | Borrowing Rate <sup>(3)</sup> | Settlement Date | Maturity Date | Amount Borrowed <sup>(3)</sup> | Payable for Reverse Repurchase Agreements |
|--|-------------------------------|-----------------|---------------|--------------------------------|---|
| FOB  | 1.600%                        | 07/21/2017      | 08/04/2017    | \$ (2,931)                     | \$ (2,932)                                |
| JML  | 1.950                         | 07/18/2017      | 08/18/2017    | (614)                          | (615)                                     |
|  | 1.950                         | 07/31/2017      | 08/18/2017    | (4,687)                        | (4,687)                                   |
| MSC  | 1.770                         | 05/02/2017      | 08/02/2017    | (8,554)                        | (8,592)                                   |
| RBC  | 2.060                         | 02/27/2017      | 08/28/2017    | (6,785)                        | (6,845)                                   |
| RDR  | 1.590                         | 05/17/2017      | 08/17/2017    | (4,366)                        | (4,381)                                   |
|  | 1.590                         | 05/18/2017      | 08/17/2017    | (1,969)                        | (1,976)                                   |
|  | 1.640                         | 06/14/2017      | 09/14/2017    | (8,797)                        | (8,816)                                   |
| RTA  | 2.064                         | 06/08/2017      | 12/08/2017    | (3,384)                        | (3,395)                                   |
|  | 2.072                         | 06/14/2017      | 12/14/2017    | (8,202)                        | (8,225)                                   |
| SOG  | 1.780                         | 06/07/2017      | 09/07/2017    | (6,422)                        | (6,439)                                   |
| UBS  | 1.590                         | 05/23/2017      | 08/23/2017    | (424)                          | (425)                                     |
|  | 1.590                         | 06/02/2017      | 08/23/2017    | (1,464)                        | (1,468)                                   |
|  | 1.840                         | 05/30/2017      | 08/23/2017    | (2,126)                        | (2,133)                                   |
|  | 1.990                         | 05/22/2017      | 08/22/2017    | (4,482)                        | (4,500)                                   |
|  | 2.010                         | 06/02/2017      | 09/05/2017    | (5,487)                        | (5,505)                                   |
|  | 2.030                         | 05/15/2017      | 08/15/2017    | (4,624)                        | (4,644)                                   |
| <b>Total Reverse Repurchase Agreements</b> |                               |                 |               |                                | <b>\$ (75,578)</b>                        |

**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 July 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 <sup>(4)</sup> |
|------------------------------------|--|---|---------------------------------------|---|-------------------------------|-----------------------------|
| Global/Master Repurchase Agreement |  |   |                                       |   |                               |                             |
| FOB                                | \$ 0   | \$ (2,932)                                | \$ 0                                  | \$ (2,932)  | \$ 3,140                      | \$ 208                      |
| JML                                | 0  | (5,302)                                   | 0                                     | (5,302)   | 6,539                         | 1,237                       |
| MSC                                | 0  | (8,592)                                   | 0                                     | (8,592)   | 9,548                         | 956                         |
| RBC                                | 0  | (6,845)                                   | 0                                     | (6,845)   | 7,710                         | 865                         |
| RDR                                | 0  | (15,173)                                  | 0                                     | (15,173)  | 15,657                        | 484                         |
| RTA                                | 0  | (11,620)                                  | 0                                     | (11,620)  | 12,337                        | 717                         |
| SAL                                | 8,400  | 0   | 0                                     | 8,400   | (8,568)                       | (168)                       |
| SOG                                | 0  | (6,439)                                   | 0                                     | (6,439)   | 7,046                         | 607                         |
| SSB                                | 1,043  | 0   | 0                                     | 1,043   | (1,068)                       | (25)                        |
| UBS                                | 0  | (18,675)                                  | 0                                     | (18,675)  | 22,007                        | 3,332                       |

Total Borrowings and Other Financing Transactions                   \$   9,443           \$   (75,578)           \$       0

**CERTAIN TRANSFERS ACCOUNTED FOR AS SECURED BORROWINGS**

**Remaining Contractual Maturity of the Agreements**

|  | Overnight and<br>Continuous | Up to 30 days      | 31-90 days         | Greater Than 90 days | Total              |
|--|-----------------------------|--------------------|--------------------|----------------------|--------------------|
| <b>Reverse Repurchase Agreements</b>                                     |                             |                    |                    |                      |                    |
| Corporate Bonds & Notes  | \$ 0                        | \$ (43,198)        | \$ (20,761)        | \$ (11,619)          | \$ (75,578)        |
| <b>Total Borrowings</b>  | <b>\$ 0</b>                 | <b>\$ (43,198)</b> | <b>\$ (20,761)</b> | <b>\$ (11,619)</b>   | <b>\$ (75,578)</b> |
| Gross amount of recognized liabilities for reverse repurchase agreements |                             |                    |                    |                      | \$ (75,578)        |

(1) Securities with an aggregate market value of \$84,831 have been pledged as collateral under the terms of the above master agreements as of July 31, 2017.

(1) Includes accrued interest.

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

(3) The average amount of borrowings outstanding during the period ended July 31, 2017 was \$(84,961) at a weighted average interest rate of 1.617%. Average borrowings may include sale-buyback transactions and reverse repurchase agreements, if held during the period.

(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 8, Master Arrangements, in the Notes to Financial Statements for more information regarding master netting arrangements.

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 39



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

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

## SWAP AGREEMENTS:

CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION<sup>(1)</sup>

| Reference Entity              | Fixed Receive Rate | Maturity Date | Implied Credit Spread at July 31, 2017 <sup>(2)</sup> | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Market Value <sup>(4)</sup> | Variation Margin |           |
|-------------------------------|--------------------|---------------|---|--------------------------------|--------------------------|--------------------------------------|-----------------------------|------------------|-----------|
|                               |                    |               |   |                                |                          |                                      |                             | Asset            | Liability |
| Banco Espirito Santo S.A.     | 5.000%             | 12/20/2021    | 14.980%   | EUR 100                        | \$ (23)                  | \$ (5)                               | \$ (28)                     | \$ 1             | \$ 0      |
| Frontier Communications Corp. | 5.000              | 06/20/2020    | 6.967   | \$ 5,500                       | (177)                    | (68)                                 | (245)                       | 8                | 0         |
| Navient Corp.                 | 5.000              | 12/20/2021    | 2.538   | 600                            | 21                       | 43                                   | 64                          | 0                | 0         |
|                               |                    |               |   |                                | \$ (179)                 | \$ (30)                              | \$ (209)                    | \$ 9             | \$ 0      |

CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION<sup>(1)</sup>

| Index/Tranches         | Fixed Receive Rate | Maturity Date | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Market Value <sup>(4)</sup> | Variation Margin |           |
|------------------------|--------------------|---------------|--------------------------------|--------------------------|--------------------------------------|-----------------------------|------------------|-----------|
|                        |                    |               |                                |                          |                                      |                             | Asset            | Liability |
| CDX.HY-26 5-Year Index | 5.000%             | 06/20/2021    | \$ 1,386                       | \$ 63                    | \$ 61                                | \$ 124                      | \$ 1             | \$ 0      |
| CDX.HY-28 5-Year Index | 5.000              | 06/20/2022    | 1,000                          | 71                       | 11                                   | 82                          | 0                | 0         |
|                        |                    |               |                                | \$ 134                   | \$ 72                                | \$ 206                      | \$ 1             | \$ 0      |

## INTEREST RATE SWAPS

| Pay/Receive            | Floating Rate     | Floating Rate Index | Fixed Rate | Maturity Date | Notional Amount | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Market Value <sup>(4)</sup> | Variation Margin |           |
|------------------------|-------------------|---------------------|------------|---------------|-----------------|--------------------------|--------------------------------------|-----------------------------|------------------|-----------|
|                        |                   |                     |            |               |                 |                          |                                      |                             | Asset            | Liability |
| Pay                    | 3-Month USD-LIBOR | 2.000%              | 12/16/2020 | \$ 59,300     | \$ 1,546        | \$ (1,011)               | \$ 535                               | \$ 0                        | \$ (13)          |           |
| Pay                    | 3-Month USD-LIBOR | 2.000               | 06/15/2021 | 36,800        | 1,248           | (943)                    | 305                                  | 0                           | (8)              |           |
| Pay <sup>(5)</sup>     | 3-Month USD-LIBOR | 2.250               | 12/20/2022 | 62,000        | 747             | 2                        | 749                                  | 0                           | (7)              |           |
| Pay                    | 3-Month USD-LIBOR | 2.750               | 06/17/2025 | 75,590        | 4,663           | (1,143)                  | 3,520                                | 10                          | 0                |           |
| Pay <sup>(5)</sup>     | 3-Month USD-LIBOR | 2.500               | 12/20/2027 | 43,400        | 299             | 398                      | 697                                  | 20                          | 0                |           |
| Pay                    | 3-Month USD-LIBOR | 3.500               | 06/19/2044 | 169,400       | (5,526)         | 37,996                   | 32,470                               | 113                         | 0                |           |
| Receive                | 3-Month USD-LIBOR | 2.250               | 12/21/2046 | 234,240       | (16,773)        | 33,055                   | 16,282                               | 0                           | (199)            |           |
| Receive <sup>(5)</sup> | 3-Month USD-LIBOR | 2.750               | 12/20/2047 | 13,300        | (490)           | 58                       | (432)                                | 0                           | (10)             |           |

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|                              |                         |       |            |     |        |                    |                  |                  |               |                 |
|------------------------------|-------------------------|-------|------------|-----|--------|--------------------|------------------|------------------|---------------|-----------------|
| Pay                          | 6-Month<br>AUD-BBR-BBSW | 3,500 | 06/17/2025 | AUD | 7,600  | 188                | 171              | 359              | 6             | 0               |
| Receive <sup>(5)</sup>       | 6-Month<br>EUR-EURIBOR  | 1,000 | 09/20/2027 | EUR | 11,800 | 14                 | (44)             | (30)             | 26            | 0               |
| Receive <sup>(5)</sup>       | 6-Month GBP-LIBOR       | 1,500 | 09/20/2027 | GBP | 21,100 | (341)              | (168)            | (509)            | 59            | 0               |
|                              |                         |       |            |     |        | \$ (14,425)        | \$ 68,371        | \$ 53,946        | \$ 234        | \$ (237)        |
| <b>Total Swap Agreements</b> |                         |       |            |     |        | <b>\$ (14,470)</b> | <b>\$ 68,413</b> | <b>\$ 53,943</b> | <b>\$ 244</b> | <b>\$ (237)</b> |

**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 July 31, 2017:

|   | Financial Derivative Assets |         |                  |        | Financial Derivative Liabilities |         |                  |          |          |
|---|-----------------------------|---------|------------------|--------|----------------------------------|---------|------------------|----------|----------|
|   | Market Value                |         | Variation Margin |        | Market Value                     |         | Variation Margin |          |          |
|   | Purchased                   |         | Asset            |        | Written                          |         | Liability        |          |          |
|   | Options                     | Futures | Agreements       | Swap   | Options                          | Futures | Agreements       | Swap     |          |
|   | Options                     | Futures | Agreements       | Swap   | Options                          | Futures | Agreements       | Swap     | Total    |
| <b>Total Exchange-Traded or Centrally Cleared</b> | \$ 0                        | \$ 0    | \$ 244           | \$ 244 | \$ 0                             | \$ 0    | \$ (237)         | \$ (237) | \$ (237) |

(n) Securities with an aggregate market value of \$636 and cash of \$12,478 have been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of July 31, 2017. See Note 8, Master Arrangements, in the Notes to Financial Statements for more information regarding master netting arrangements.

- (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.

July 31, 2017

- (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.
- (5) This instrument has a forward starting effective date. See Note 2, Securities Transactions and Investment Income, in the Notes to Financial Statements for further information.

**(o) 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   | 08/2017          | EUR 2,186                | \$ 2,511                | \$ 0                                    | \$ (76)           |
|   | 08/2017          | GBP 742                  | 961                     | 0                                       | (18)              |
| BPS   | 08/2017          | EUR 23,791               | 27,101                  | 0                                       | (1,062)           |
|   | 08/2017          | JPY 44,300               | 396                     | 0                                       | (6)               |
| CBK   | 08/2017          | EUR 776                  | 886                     | 0                                       | (33)              |
| GLM   | 08/2017          | GBP 363                  | 469                     | 0                                       | (10)              |
|   | 08/2017          | \$ 53,816                | GBP 40,956              | 221                                     | 0                 |
|   | 09/2017          | GBP 40,956               | \$ 53,876               | 0                                       | (222)             |
| HUS   | 08/2017          | AUD 196                  | 150                     | 0                                       | (7)               |
| JPM   | 08/2017          | EUR 364                  | 422                     | 0                                       | (9)               |
| MSB   | 08/2017          | \$ 32,742                | EUR 27,930              | 321                                     | 0                 |
|   | 09/2017          | EUR 27,930               | \$ 32,800               | 0                                       | (321)             |
| RBC   | 08/2017          | GBP 4,759                | 6,185                   | 0                                       | (94)              |
| TOR   | 08/2017          | \$ 398                   | JPY 44,300              | 4                                       | 0                 |
|   | 09/2017          | JPY 44,300               | \$ 399                  | 0                                       | (3)               |
| UAG   | 08/2017          | EUR 1,033                | 1,181                   | 0                                       | (42)              |
|   | 08/2017          | GBP 35,092               | 45,014                  | 0                                       | (1,286)           |
| <b>Total Forward Foreign Currency Contracts</b> |                  |                          |                         | <b>\$ 546</b>                           | <b>\$ (3,189)</b> |

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

| Counterparty | Reference Entity            | Fixed Receive Rate | Maturity Date | Implied Credit Spread at July 31, 2017 <sup>(2)</sup> | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/ (Depreciation) | Swap Agreements, at Value |           |
|--------------|-----------------------------|--------------------|---------------|---|--------------------------------|--------------------------|---|---------------------------|-----------|
|              |                             |                    |               |   |                                |                          |   | Asset                     | Liability |
| BPS          | Petrobras Global Finance BV | 1.000%             | 12/20/2019    | 1.407%  | \$ 2,400                       | \$ (247)                 | \$ 227                                  | \$ 0                      | \$ (20)   |
| GST          | Petrobras Global Finance BV | 1.000              | 12/20/2019    | 1.407   | 8,900                          | (912)                    | 838                                     | 0                         | (74)      |
|              | Petrobras Global Finance BV | 1.000              | 09/20/2020    | 1.821   | 10                             | (1)                      | 1                                       | 0                         | 0         |

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|                              |                             |       |            |       |     |                   |                 |             |                 |
|------------------------------|-----------------------------|-------|------------|-------|-----|-------------------|-----------------|-------------|-----------------|
|                              | Petrobras Global Finance BV | 1.000 | 12/20/2021 | 2.538 | 100 | (16)              | 10              | 0           | (6)             |
| HUS                          | Petrobras Global Finance BV | 1.000 | 09/20/2020 | 1.821 | 40  | (6)               | 5               | 0           | (1)             |
|                              |                             |       |            |       |     | \$ (1,182)        | \$ 1,081        | \$ 0        | \$ (101)        |
| <b>Total Swap Agreements</b> |                             |       |            |       |     | <b>\$ (1,182)</b> | <b>\$ 1,081</b> | <b>\$ 0</b> | <b>\$ (101)</b> |

**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 July 31, 2017:

| Counterparty                  | Financial Derivative Assets        |                   |                 |                        | Financial Derivative Liabilities   |                 |                 |                        | Net Market Value of OTC Derivatives | Collateral Pledged/ (Received) | Net Exposure <sup>(4)</sup> |
|-------------------------------|------------------------------------|-------------------|-----------------|------------------------|------------------------------------|-----------------|-----------------|------------------------|-------------------------------------|--------------------------------|-----------------------------|
|                               | Forward Foreign Currency Contracts | Purchased Options | Swap Agreements | Total Over the Counter | Forward Foreign Currency Contracts | Written Options | Swap Agreements | Total Over the Counter |                                     |                                |                             |
| BOA                           | \$ 0                               | \$ 0              | \$ 0            | \$ 0                   | \$ (94)                            | \$ 0            | \$ 0            | \$ (94)                | \$ (94)                             | \$ 0                           | \$ (94)                     |
| BPS                           | 0                                  | 0                 | 0               | 0                      | (1,068)                            | 0               | (20)            | (1,088)                | (1,088)                             | 883                            | (205)                       |
| CBK                           | 0                                  | 0                 | 0               | 0                      | (33)                               | 0               | 0               | (33)                   | (33)                                | 0                              | (33)                        |
| GLM                           | 221                                | 0                 | 0               | 221                    | (232)                              | 0               | 0               | (232)                  | (11)                                | 0                              | (11)                        |
| GST                           | 0                                  | 0                 | 0               | 0                      | 0                                  | 0               | (80)            | (80)                   | (80)                                | 163                            | 83                          |
| HUS                           | 0                                  | 0                 | 0               | 0                      | (7)                                | 0               | (1)             | (8)                    | (8)                                 | 0                              | (8)                         |
| JPM                           | 0                                  | 0                 | 0               | 0                      | (9)                                | 0               | 0               | (9)                    | (9)                                 | 0                              | (9)                         |
| MSB                           | 321                                | 0                 | 0               | 321                    | (321)                              | 0               | 0               | (321)                  | 0                                   | 0                              | 0                           |
| RBC                           | 0                                  | 0                 | 0               | 0                      | (94)                               | 0               | 0               | (94)                   | (94)                                | 0                              | (94)                        |
| TOR                           | 4                                  | 0                 | 0               | 4                      | (3)                                | 0               | 0               | (3)                    | 1                                   | 0                              | 1                           |
| UAG                           | 0                                  | 0                 | 0               | 0                      | (1,328)                            | 0               | 0               | (1,328)                | (1,328)                             | 1,030                          | (298)                       |
| <b>Total Over the Counter</b> | <b>\$ 546</b>                      | <b>\$ 0</b>       | <b>\$ 0</b>     | <b>\$ 546</b>          | <b>\$ (3,189)</b>                  | <b>\$ 0</b>     | <b>\$ (101)</b> | <b>\$ (3,290)</b>      |                                     |                                |                             |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 41

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

(p) Securities with an aggregate market value of \$2,076 have been pledged as collateral for financial derivative instruments as governed by International Swaps and Derivatives Association, Inc. master agreements as of July 31, 2017.

- (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) 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 8, Master Arrangements, 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 July 31, 2017:

|   | Derivatives not accounted for as hedging instruments |                  |                  |                            |                         |          | Total |
|---|--|------------------|------------------|----------------------------|-------------------------|----------|-------|
|   | Commodity Contracts                                  | Credit Contracts | Equity Contracts | Foreign Exchange Contracts | Interest Rate Contracts |          |       |
| <b>Financial Derivative Instruments - Assets</b>      |  |                  |                  |                            |                         |          |       |
| Exchange-traded or centrally cleared                  |  |                  |                  |                            |                         |          |       |
| Swap Agreements                                       | \$ 0   | \$ 10            | \$ 0             | \$ 0                       | \$ 234                  | \$ 244   |       |
| Over the counter                                      |  |                  |                  |                            |                         |          |       |
| Forward Foreign Currency Contracts                    | \$ 0   | \$ 0             | \$ 0             | \$ 546                     | \$ 0                    | \$ 546   |       |
|   | \$ 0   | \$ 10            | \$ 0             | \$ 546                     | \$ 234                  | \$ 790   |       |
| <b>Financial Derivative Instruments - Liabilities</b> |  |                  |                  |                            |                         |          |       |
| Exchange-traded or centrally cleared                  |  |                  |                  |                            |                         |          |       |
| Swap Agreements                                       | \$ 0   | \$ 0             | \$ 0             | \$ 0                       | \$ 237                  | \$ 237   |       |
| Over the counter                                      |  |                  |                  |                            |                         |          |       |
| Forward Foreign Currency Contracts                    | \$ 0   | \$ 0             | \$ 0             | \$ 3,189                   | \$ 0                    | \$ 3,189 |       |
| Swap Agreements                                       | 0  | 101              | 0                | 0                          | 0                       | 101      |       |
|   | \$ 0   | \$ 101           | \$ 0             | \$ 3,189                   | \$ 0                    | \$ 3,290 |       |

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\$ 0    \$ 101    \$ 0    \$ 3,189    \$ 237    \$ 3,527

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

|   | Derivatives not accounted for as hedging instruments |                  |                  |                            |                         | Total      |
|---|--|------------------|------------------|----------------------------|-------------------------|------------|
|   | Commodity Contracts                                  | Credit Contracts | Equity Contracts | Foreign Exchange Contracts | Interest Rate Contracts |            |
| <b>Net Realized Gain on Financial Derivative Instruments</b>                                    |  |                  |                  |                            |                         |            |
| Exchange-traded or centrally cleared  |  |                  |                  |                            |                         |            |
| Swap Agreements   | \$ 0   | \$ 1,288         | \$ 0             | \$ 0                       | \$ 8,813                | \$ 10,101  |
| Over the counter  |  |                  |                  |                            |                         |            |
| Forward Foreign Currency Contracts  | \$ 0   | \$ 0             | \$ 0             | \$ 3,693                   | \$ 0                    | \$ 3,693   |
| Swap Agreements   | 0  | 204              | 0                | 0                          | 0                       | 204        |
|   | \$ 0   | \$ 204           | \$ 0             | \$ 3,693                   | \$ 0                    | \$ 3,897   |
|   | \$ 0   | \$ 1,492         | \$ 0             | \$ 3,693                   | \$ 8,813                | \$ 13,998  |
| <b>Net Change in Unrealized Appreciation (Depreciation) on Financial Derivative Instruments</b> |  |                  |                  |                            |                         |            |
| Exchange-traded or centrally cleared  |  |                  |                  |                            |                         |            |
| Swap Agreements   | \$ 0   | \$ (537)         | \$ 0             | \$ 0                       | \$ (7,083)              | \$ (7,620) |
| Over the counter  |  |                  |                  |                            |                         |            |
| Forward Foreign Currency Contracts  | \$ 0   | \$ 0             | \$ 0             | \$ (2,588)                 | \$ 0                    | \$ (2,588) |
| Swap Agreements   | 0  | 1,288            | 0                | 0                          | 0                       | 1,288      |
|   | \$ 0   | \$ 1,288         | \$ 0             | \$ (2,588)                 | \$ 0                    | \$ (1,300) |
|   | \$ 0   | \$ 751           | \$ 0             | \$ (2,588)                 | \$ (7,083)              | \$ (8,920) |

July 31, 2017

**FAIR VALUE MEASUREMENTS**

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

| <b>Category and Subcategory</b>                  | <b>Level 1</b> | <b>Level 2</b>    | <b>Level 3</b>   | <b>Fair Value at 07/31/2017</b> |
|--|----------------|-------------------|------------------|---------------------------------|
| <b>Investments in Securities, at Value</b>       |                |                   |                  |                                 |
| Loan Participations and Assignments              | \$ 0           | \$ 27,320         | \$ 739           | \$ 28,059                       |
| <b>Corporate Bonds &amp; Notes</b>               |                |                   |                  |                                 |
| Banking & Finance                                | 0              | 151,837           | 4,451            | 156,288                         |
| Industrials                                      | 0              | 118,663           | 6,060            | 124,723                         |
| Utilities  | 0              | 30,208            | 0                | 30,208                          |
| <b>Convertible Bonds &amp; Notes</b>             |                |                   |                  |                                 |
| Industrials                                      | 0              | 4,241             | 0                | 4,241                           |
| <b>Municipal Bonds &amp; Notes</b>               |                |                   |                  |                                 |
| California                                       | 0              | 5,101             | 0                | 5,101                           |
| Illinois   | 0              | 14,074            | 0                | 14,074                          |
| Virginia   | 0              | 674               | 0                | 674                             |
| West Virginia                                    | 0              | 7,897             | 0                | 7,897                           |
| U.S. Government Agencies                         | 0              | 29,323            | 4,713            | 34,036                          |
| Non-Agency Mortgage-Backed Securities            | 0              | 149,724           | 0                | 149,724                         |
| Asset-Backed Securities                          | 0              | 106,589           | 11,281           | 117,870                         |
| Sovereign Issues                                 | 0              | 15,109            | 0                | 15,109                          |
| <b>Common Stocks</b>                             |                |                   |                  |                                 |
| Energy   | 122            | 0                 | 0                | 122                             |
| Financials                                       | 0              | 0                 | 1,005            | 1,005                           |
| <b>Warrants</b>                                  |                |                   |                  |                                 |
| Industrials                                      | 0              | 0                 | 363              | 363                             |
| Utilities  | 12             | 0                 | 0                | 12                              |
| <b>Preferred Securities</b>                      |                |                   |                  |                                 |
| Banking & Finance                                | 0              | 7,683             | 0                | 7,683                           |
| Industrials                                      | 0              | 0                 | 14,002           | 14,002                          |
| <b>Short-Term Instruments</b>                    |                |                   |                  |                                 |
| Repurchase Agreements                            | \$ 0           | \$ 9,443          | \$ 0             | \$ 9,443                        |
| U.S. Treasury Bills                              | 0              | 2,712             | 0                | 2,712                           |
| <b>Total Investments</b>                         | <b>\$ 134</b>  | <b>\$ 680,598</b> | <b>\$ 42,614</b> | <b>\$ 723,346</b>               |
| <b>Financial Derivative Instruments - Assets</b> |                |                   |                  |                                 |
| Exchange-traded or centrally cleared             | 0              | 244               | 0                | 244                             |
| Over the counter                                 | 0              | 546               | 0                | 546                             |
|  | \$ 0           | \$ 790            | \$ 0             | \$ 790                          |

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**Financial Derivative Instruments - Liabilities**

|                                      |      |            |      |            |
|--------------------------------------|------|------------|------|------------|
| Exchange-traded or centrally cleared | 0    | (237)      | 0    | (237)      |
| Over the counter                     | 0    | (3,290)    | 0    | (3,290)    |
|                                      | \$ 0 | \$ (3,527) | \$ 0 | \$ (3,527) |

|   |             |                   |             |                   |
|---|-------------|-------------------|-------------|-------------------|
| <b>Total Financial Derivative Instruments</b> | <b>\$ 0</b> | <b>\$ (2,737)</b> | <b>\$ 0</b> | <b>\$ (2,737)</b> |
|---|-------------|-------------------|-------------|-------------------|

|        |        |            |           |            |
|--------|--------|------------|-----------|------------|
| Totals | \$ 134 | \$ 677,861 | \$ 42,614 | \$ 720,609 |
|--------|--------|------------|-----------|------------|

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

The following is a reconciliation of the fair valuations using significant unobservable inputs (Level 3) for the Fund during the period ended July 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) <sup>(1)</sup> | Transfers into Level 3 | Transfers out of Level 3 | Ending Balance at 07/31/2017 | Net Change in Unrealized Appreciation/ (Depreciation) on Investments Held at 07/31/2017 <sup>(1)</sup> |
|--|---------------------------------|---------------|------------|-------------------------------|----------------------|--|------------------------|--------------------------|------------------------------|--|
| <b>Investments in Securities, at Value</b> |                                 |               |            |                               |                      |  |                        |                          |                              |  |
| Loan Participations and Assignments        | \$ 0                            | \$ 717        | \$ 0       | \$ 1                          | \$ 0                 | \$ 21  | \$ 0                   | \$ 0                     | \$ 739                       | \$ 21  |
| <b>Corporate Bonds &amp; Notes</b>         |                                 |               |            |                               |                      |  |                        |                          |                              |  |
| Banking & Finance                          | 5,517                           | 200           | (1,249)    | 2                             | 154                  | (173)  | 0                      | 0                        | 4,451                        | (1)  |
| Industrials                                | 5,973                           | 0             | 0          | 8                             | 0                    | 79   | 0                      | 0                        | 6,060                        | 79   |
| U.S. Government Agencies                   | 4,470                           | 0             | (82)       | 81                            | 33                   | 211  | 0                      | 0                        | 4,713                        | 207  |
| Asset-Backed Securities                    | 8,165                           | 4,391         | 0          | 23                            | 0                    | (1,298)  | 0                      | 0                        | 11,281                       | (1,298)  |
| <b>Common Stocks</b>                       |                                 |               |            |                               |                      |  |                        |                          |                              |  |
| Financials                                 | 116                             | 750           | 0          | 0                             | 0                    | 139  | 0                      | 0                        | 1,005                        | 139  |
| <b>Warrants</b>                            |                                 |               |            |                               |                      |  |                        |                          |                              |  |
| Industrials                                | 0                               | 0             | 0          | 0                             | 0                    | 363  | 0                      | 0                        | 363                          | 363  |
| <b>Preferred Securities</b>                |                                 |               |            |                               |                      |  |                        |                          |                              |  |
| Industrials                                | 0                               | 14,354        | 0          | 0                             | 0                    | (352)  | 0                      | 0                        | 14,002                       | (352)  |
| Totals                                     | \$ 24,241                       | \$ 20,412     | \$ (1,331) | \$ 115                        | \$ 187               | \$ (1,010)   | \$ 0                   | \$ 0                     | \$ 42,614                    | \$ (842)   |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 43



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

July 31, 2017

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 07/31/2017 | Valuation Technique                       | Unobservable Inputs | Input Value(s) (% Unless Noted Otherwise) |
|--|------------------------------|---|---------------------|---|
| <b>Investments in Securities, at Value</b> |                              |   |                     |   |
| Loan Participations and Assignments        | \$ 145                       | Other Valuation Techniques <sup>(2)</sup> |                     |   |
|  | 398                          | Proxy Pricing                             | Base Price          | 99.500                                    |
|  | 196                          | Third Party Vendor                        | Broker Quote        | 98.000                                    |
| <b>Corporate Bonds &amp; Notes</b>         |                              |   |                     |   |
| Banking & Finance                          | 4,451                        | Proxy Pricing                             | Base Price          | 101.000-114.491                           |
| Industrials                                | 6,060                        | Proxy Pricing                             | Base Price          | 101.000                                   |
| U.S. Government Agencies                   | 4,713                        | Proxy Pricing                             | Base Price          | 57.000                                    |
| Asset-Backed Securities                    | 11,281                       | Proxy Pricing                             | Base Price          | 52.170-100,000.000                        |
| <b>Common Stocks</b>                       |                              |   |                     |   |
| Financials                                 | 1,005                        | Other Valuation Techniques <sup>(2)</sup> |                     |   |
| <b>Warrants</b>                            |                              |   |                     |   |
| Industrials                                | 363                          | Other Valuation Techniques <sup>(2)</sup> |                     |   |
| <b>Preferred Securities</b>                |                              |   |                     |   |
| Industrials                                | 14,002                       | Fundamental Valuation                     | Company Assets      | \$ 551,000.000                            |
| Total                                      | \$ 42,614                    |   |                     |   |

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

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

**44 PIMCO CLOSED-END FUNDS**

See Accompanying Notes

## Schedule of Investments PIMCO High Income Fund

July 31, 2017

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>INVESTMENTS IN SECURITIES 125.7%</b>                          |                               |                           |
| <b>LOAN PARTICIPATIONS AND ASSIGNMENTS 2.9%</b>                  |                               |                           |
| <b>Almonde, Inc.</b>   |                               |                           |
| 8.459% due 06/13/2025  | \$ 100                        | \$ 103                    |
| <b>CD&amp;R Plumb Buyer LLC</b>                                  |                               |                           |
| TBD% due 06/25/2018  | 250                           | 249                       |
| <b>Diamond BV</b>  |                               |                           |
| TBD% due 07/12/2024  | 100                           | 100                       |
| TBD% due 07/25/2024  | EUR 100                       | 119                       |
| <b>Drillships Ocean Ventures, Inc.</b>                           |                               |                           |
| 7.750% due 07/25/2021  | \$ 5,000                      | 4,428                     |
| <b>Forbes Energy Services LLC</b>                                |                               |                           |
| 5.000% - 7.000% due 04/13/2021                                   | 813                           | 839                       |
| <b>Gartner, Inc.</b>   |                               |                           |
| 3.234% due 04/05/2024  | 26                            | 26                        |
| <b>HD Supply Waterworks Ltd.</b>                                 |                               |                           |
| TBD% due 08/01/2024  | 60                            | 61                        |
| <b>iHeartCommunications, Inc.</b>                                |                               |                           |
| 7.984% due 01/30/2019  | 17,200                        | 14,040                    |
| <b>Klockner-Pentaplast of America, Inc.</b>                      |                               |                           |
| 4.750% due 06/30/2022  | EUR 100                       | 118                       |
| <b>Parexel International Corp.</b>                               |                               |                           |
| TBD% due 07/18/2018  | \$ 200                        | 199                       |
| <b>Petroleo Global Trading BV</b>                                |                               |                           |
| TBD% due 02/19/2020  | 300                           | 294                       |
| <b>Sequa Mezzanine Holdings LLC</b>                              |                               |                           |
| 6.758% - 6.814% due 11/28/2021                                   | 330                           | 333                       |
| 10.314% due 04/28/2022   | 140                           | 143                       |
| <b>Staples, Inc.</b>   |                               |                           |
| TBD% due 08/02/2018  | 870                           | 863                       |
| <b>Vistra Operations Co. LLC</b>                                 |                               |                           |
| 4.476% - 4.488% due 12/14/2023                                   | 896                           | 903                       |
| <b>Westmoreland Coal Co.</b>                                     |                               |                           |
| 7.796% due 12/16/2020  | 3,176                         | 2,822                     |
| <b>Total Loan Participations and Assignments (Cost \$26,961)</b> |                               | <b>25,640</b>             |
| <b>CORPORATE BONDS &amp; NOTES 62.4%</b>                         |                               |                           |
| <b>BANKING &amp; FINANCE 31.7%</b>                               |                               |                           |
| <b>AGFC Capital Trust</b>  |                               |                           |
| 3.054% due 01/15/2067  | 27,410                        | 16,309                    |
| <b>Ally Financial, Inc.</b>                                      |                               |                           |
| 8.000% due 11/01/2031  | 2,670                         | 3,327                     |
| 8.000% due 11/01/2031 (l)  | 2,762                         | 3,442                     |
| <b>Ardonagh Midco PLC</b>  |                               |                           |
| 8.375% due 07/15/2023  | GBP 2,700                     | 3,593                     |
| <b>AssuredPartners, Inc.</b>                                     |                               |                           |
| 7.000% due 08/15/2025 (c)  | \$ 27                         | 27                        |
| <b>Atlantic Marine Corps Communities LLC</b>                     |                               |                           |
| 5.383% due 02/15/2048  | 4,579                         | 4,440                     |
| <b>Banco Bilbao Vizcaya Argentaria S.A.</b>                      |                               |                           |
| 6.750% due 02/18/2020 (h)  | EUR 3,000                     | 3,804                     |
| <b>Banco do Brasil S.A.</b>                                      |                               |                           |
| 6.250% due 04/15/2024 (h)  | \$ 5,950                      | 5,154                     |

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|  |     |                  |               |
|--|-----|------------------|---------------|
| 9.000% due 06/18/2024 (h)                |     | 7,739            | 8,046         |
| <b>Banco Espirito Santo S.A.</b>         |     |                  |               |
| 4.000% due 01/21/2019 ^                  | EUR | 5,800            | 2,128         |
| 4.750% due 01/15/2018 ^                  |     | 6,400            | 2,349         |
| <b>Banco Santander S.A.</b>              |     |                  |               |
| 6.250% due 09/11/2021 (h)                |     | 2,300            | 2,938         |
| <b>Barclays PLC</b>                      |     |                  |               |
| 6.500% due 09/15/2019 (h)                |     | 600              | 751           |
| 7.875% due 09/15/2022 (h)                | GBP | 7,210            | 10,543        |
| 8.000% due 12/15/2020 (h)                | EUR | 7,340            | 9,764         |
| <b>BNP Paribas S.A.</b>                  |     |                  |               |
| 7.375% due 08/19/2025 (h)                | \$  | 3,200            | 3,648         |
| <b>Brighthouse Financial, Inc.</b>       |     |                  |               |
| 4.700% due 06/22/2047                    |     | 146              | 145           |
|  |     | <b>PRINCIPAL</b> | <b>MARKET</b> |
|  |     | <b>AMOUNT</b>    | <b>VALUE</b>  |
|  |     | <b>(000S)</b>    | <b>(000S)</b> |
| <b>Brighthouse Holdings LLC</b>          |     |                  |               |
| 6.500% due 07/27/2037 (h)                | \$  | 200              | \$ 203        |
| <b>Cantor Fitzgerald LP</b>              |     |                  |               |
| 6.500% due 06/17/2022 (l)                |     | 13,100           | 14,681        |
| <b>CBL &amp; Associates LP</b>           |     |                  |               |
| 5.950% due 12/15/2026 (l)                |     | 3,200            | 3,214         |
| <b>Co-operative Group Holdings Ltd.</b>  |     |                  |               |
| 7.500% due 07/08/2026                    | GBP | 3,000            | 4,838         |
| <b>Cooperatieve Rabobank UA</b>          |     |                  |               |
| 6.625% due 06/29/2021 (h)                | EUR | 1,600            | 2,142         |
| <b>Credit Agricole S.A.</b>              |     |                  |               |
| 7.500% due 06/23/2026 (h)                | GBP | 400              | 610           |
| 7.875% due 01/23/2024 (h)(l)             | \$  | 2,750            | 3,109         |
| 7.875% due 01/23/2024 (h)                |     | 1,700            | 1,922         |
| <b>Doctors Co.</b>                       |     |                  |               |
| 6.500% due 10/15/2023 (l)                |     | 10,000           | 11,275        |
| <b>Flagstar Bancorp, Inc.</b>            |     |                  |               |
| 6.125% due 07/15/2021 (l)                |     | 3,000            | 3,210         |
| <b>GSPA Monetization Trust</b>           |     |                  |               |
| 6.422% due 10/09/2029                    |     | 6,134            | 7,015         |
| <b>HSBC Holdings PLC</b>                 |     |                  |               |
| 6.000% due 09/29/2023 (h)                | EUR | 2,600            | 3,522         |
| 6.000% due 05/22/2027 (h)                | \$  | 200              | 210           |
| <b>International Lease Finance Corp.</b> |     |                  |               |
| 6.980% due 10/15/2018                    |     | 18,000           | 18,414        |
| <b>Intrum Justitia AB</b>                |     |                  |               |
| 2.750% due 07/15/2022                    | EUR | 100              | 120           |
| 3.125% due 07/15/2024                    |     | 100              | 120           |
| <b>Jefferies Finance LLC</b>             |     |                  |               |
| 7.250% due 08/15/2024 (c)                | \$  | 200              | 201           |
| 7.375% due 04/01/2020                    |     | 1,200            | 1,239         |
| <b>Jefferies LoanCore LLC</b>            |     |                  |               |
| 6.875% due 06/01/2020 (l)                |     | 17,000           | 17,531        |
| <b>Lloyds Bank PLC</b>                   |     |                  |               |
| 12.000% due 12/16/2024 (h)(l)            |     | 12,450           | 16,935        |
| <b>Lloyds Banking Group PLC</b>          |     |                  |               |
| 7.875% due 06/27/2029 (h)                | GBP | 200              | 316           |
| <b>Midwest Family Housing LLC</b>        |     |                  |               |
| 6.631% due 01/01/2051 (l)                | \$  | 4,891            | 4,253         |
| <b>Nationwide Building Society</b>       |     |                  |               |
| 10.250% due 06/29/2049 (h)               | GBP | 19               | 3,983         |
| <b>Navient Corp.</b>                     |     |                  |               |
| 5.625% due 08/01/2033 (l)                | \$  | 25,371           | 21,692        |
| <b>Novo Banco S.A.</b>                   |     |                  |               |
| 5.000% due 04/04/2019                    | EUR | 439              | 418           |
| 5.000% due 04/23/2019                    |     | 745              | 710           |
| 5.000% due 05/14/2019                    |     | 792              | 755           |
| 5.000% due 05/21/2019                    |     | 387              | 369           |
| 5.000% due 05/23/2019                    |     | 384              | 366           |
| <b>Oppenheimer Holdings, Inc.</b>        |     |                  |               |
| 6.750% due 07/01/2022                    | \$  | 68               | 69            |
| <b>Provident Funding Associates LP</b>   |     |                  |               |
| 6.375% due 06/15/2025                    |     | 45               | 47            |

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|   |     |        |         |
|---|-----|--------|---------|
| <b>Rio Oil Finance Trust</b>            |     |        |         |
| 9.250% due 07/06/2024                   |     | 22,518 | 23,151  |
| <b>Royal Bank of Scotland Group PLC</b> |     |        |         |
| 7.500% due 08/10/2020 (h)(l)            |     | 7,040  | 7,454   |
| 8.000% due 08/10/2025 (h)(l)            |     | 7,660  | 8,402   |
| 8.625% due 08/15/2021 (h)               |     | 2,500  | 2,767   |
| <b>Santander UK Group Holdings PLC</b>  |     |        |         |
| 6.750% due 06/24/2024 (h)               | GBP | 1,895  | 2,683   |
| 7.375% due 06/24/2022 (h)               |     | 6,363  | 9,066   |
| <b>Spirit Realty LP</b>                 |     |        |         |
| 4.450% due 09/15/2026 (l)               | \$  | 2,300  | 2,223   |
| <b>Springleaf Finance Corp.</b>         |     |        |         |
| 6.125% due 05/15/2022                   |     | 975    | 1,026   |
|   |     |        | 280,669 |

**INDUSTRIALS 25.6%**

|   |     |                  |               |
|---|-----|------------------|---------------|
| <b>AMC Networks, Inc.</b>                                 |     |                  |               |
| 4.750% due 08/01/2025                                     |     | 130              | 131           |
|   |     | <b>PRINCIPAL</b> | <b>MARKET</b> |
|   |     | <b>AMOUNT</b>    | <b>VALUE</b>  |
|   |     | <b>(000S)</b>    | <b>(000S)</b> |
| <b>Belden, Inc.</b>                                       |     |                  |               |
| 3.375% due 07/15/2027                                     | EUR | 100              | \$ 120        |
| <b>BMC Software Finance, Inc.</b>                         |     |                  |               |
| 8.125% due 07/15/2021 (l)                                 | \$  | 2,827            | 2,933         |
| <b>Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)</b> |     |                  |               |
| 9.000% due 10/15/2019 (d)(l)                              |     | 4,932            | 4,950         |
| <b>Caesars Entertainment Operating Co., Inc. (i)</b>      |     |                  |               |
| 9.000% due 02/15/2020 ^                                   |     | 18,786           | 24,469        |
| <b>Charter Communications Operating LLC</b>               |     |                  |               |
| 5.375% due 05/01/2047                                     |     | 95               | 99            |
| <b>Chesapeake Energy Corp.</b>                            |     |                  |               |
| 4.554% due 04/15/2019                                     |     | 120              | 119           |
| <b>CMA CGM S.A.</b>                                       |     |                  |               |
| 6.500% due 07/15/2022                                     | EUR | 100              | 122           |
| <b>CommScope Technologies LLC</b>                         |     |                  |               |
| 5.000% due 03/15/2027                                     | \$  | 4                | 4             |
| <b>Community Health Systems, Inc.</b>                     |     |                  |               |
| 6.250% due 03/31/2023                                     |     | 233              | 239           |
| <b>CSN Resources S.A.</b>                                 |     |                  |               |
| 6.500% due 07/21/2020                                     |     | 770              | 587           |
| <b>DAE Funding LLC</b>                                    |     |                  |               |
| 4.000% due 08/01/2020 (c)                                 |     | 90               | 92            |
| 4.500% due 08/01/2022 (c)                                 |     | 90               | 92            |
| 5.000% due 08/01/2024 (c)                                 |     | 220              | 225           |
| <b>Diamond Resorts International, Inc.</b>                |     |                  |               |
| 10.750% due 09/01/2024 (l)                                |     | 3,800            | 4,133         |
| <b>DriveTime Automotive Group, Inc.</b>                   |     |                  |               |
| 8.000% due 06/01/2021 (l)                                 |     | 11,130           | 11,213        |
| <b>Dynegy, Inc.</b>                                       |     |                  |               |
| 8.034% due 02/02/2024                                     |     | 3,605            | 3,497         |
| <b>EI Group PLC</b>                                       |     |                  |               |
| 6.000% due 10/06/2023                                     | GBP | 500              | 720           |
| 6.875% due 05/09/2025                                     |     | 6,600            | 9,661         |
| <b>Endo Finance LLC</b>                                   |     |                  |               |
| 5.375% due 01/15/2023                                     | \$  | 1,300            | 1,118         |
| <b>Exela Intermediate LLC</b>                             |     |                  |               |
| 10.000% due 07/15/2023                                    |     | 172              | 168           |
| <b>Ferroglobe PLC</b>                                     |     |                  |               |
| 9.375% due 03/01/2022 (l)                                 |     | 3,000            | 3,233         |
| <b>Ford Motor Co.</b>                                     |     |                  |               |
| 7.700% due 05/15/2097 (l)                                 |     | 16,610           | 20,701        |
| <b>Fresh Market, Inc.</b>                                 |     |                  |               |
| 9.750% due 05/01/2023 (l)                                 |     | 9,300            | 7,649         |
| <b>General Shopping Finance Ltd.</b>                      |     |                  |               |
| 10.000% due 08/31/2017 (h)(l)                             |     | 5,300            | 4,479         |
| <b>General Shopping Investments Ltd.</b>                  |     |                  |               |
| 12.000% due 03/20/2022 ^(h)                               |     | 2,500            | 1,088         |

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|  |         |        |
|--|---------|--------|
| <b>Hampton Roads PPV LLC</b>                   |         |        |
| 6.621% due 06/15/2053                          | 20,264  | 18,598 |
| <b>HCA, Inc.</b>                               |         |        |
| 5.500% due 06/15/2047                          | 146     | 153    |
| 7.500% due 11/15/2095                          | 3,462   | 3,579  |
| <b>iHeartCommunications, Inc.</b>              |         |        |
| 9.000% due 09/15/2022                          | 6,800   | 5,032  |
| <b>Intelsat Jackson Holdings S.A.</b>          |         |        |
| 7.250% due 10/15/2020                          | 4,385   | 4,232  |
| 9.750% due 07/15/2025                          | 288     | 298    |
| <b>Intelsat Luxembourg S.A.</b>                |         |        |
| 7.750% due 06/01/2021                          | 5,615   | 3,622  |
| 8.125% due 06/01/2023                          | 15,504  | 9,675  |
| <b>Intrepid Aviation Group Holdings LLC</b>    |         |        |
| 6.875% due 02/15/2019                          | 11,750  | 11,662 |
| <b>Kinder Morgan Energy Partners LP</b>        |         |        |
| 6.950% due 01/15/2038 (l)                      | 1,000   | 1,213  |
| <b>Kleopatra Holdings S.C.A. (8.500% PIK)</b>  |         |        |
| 8.500% due 06/30/2023 (d)                      | EUR 100 | 117    |
| <b>Mallinckrodt International Finance S.A.</b> |         |        |
| 4.750% due 04/15/2023                          | \$ 400  | 356    |
| <b>New Albertson s, Inc.</b>                   |         |        |
| 6.570% due 02/23/2028                          | 4,021   | 3,086  |
| <b>Park Aerospace Holdings Ltd.</b>            |         |        |
| 5.250% due 08/15/2022                          | 19      | 19     |
| 5.500% due 02/15/2024                          | 54      | 55     |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 45

## Schedule of Investments PIMCO High Income Fund (Cont.)

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>Petroleos Mexicanos</b>                           |                               |                           |
| 6.500% due 03/13/2027                                | \$ 390                        | \$ 430                    |
| 6.750% due 09/21/2047                                | 400                           | 422                       |
| <b>PetSmart, Inc.</b>                                |                               |                           |
| 5.875% due 06/01/2025                                | 161                           | 155                       |
| <b>Prime Security Services Borrower LLC</b>          |                               |                           |
| 9.250% due 05/15/2023                                | 912                           | 1,020                     |
| <b>QVC, Inc.</b>                                     |                               |                           |
| 5.950% due 03/15/2043                                | 5,000                         | 4,899                     |
| <b>Russian Railways via RZD Capital PLC</b>          |                               |                           |
| 7.487% due 03/25/2031                                | GBP 18,100                    | 29,672                    |
| <b>Safeway, Inc.</b>                                 |                               |                           |
| 7.250% due 02/01/2031 (l)                            | \$ 5,348                      | 4,947                     |
| <b>Sirius XM Radio, Inc.</b>                         |                               |                           |
| 3.875% due 08/01/2022                                | 83                            | 85                        |
| <b>Symantec Corp.</b>                                |                               |                           |
| 5.000% due 04/15/2025                                | 65                            | 68                        |
| <b>UCP, Inc.</b>                                     |                               |                           |
| 8.500% due 10/21/2017                                | 10,300                        | 10,403                    |
| <b>Unique Pub Finance Co. PLC</b>                    |                               |                           |
| 5.659% due 06/30/2027                                | GBP 289                       | 431                       |
| <b>United Group BV</b>                               |                               |                           |
| 4.375% due 07/01/2022                                | EUR 100                       | 119                       |
| 4.875% due 07/01/2024                                | 100                           | 118                       |
| <b>Valeant Pharmaceuticals International, Inc.</b>   |                               |                           |
| 6.500% due 03/15/2022                                | \$ 127                        | 134                       |
| 7.000% due 03/15/2024                                | 246                           | 263                       |
| <b>Westmoreland Coal Co.</b>                         |                               |                           |
| 8.750% due 01/01/2022                                | 10,638                        | 9,295                     |
| <b>Wynn Las Vegas LLC</b>                            |                               |                           |
| 5.250% due 05/15/2027                                | 89                            | 91                        |
|  |                               | 226,091                   |
| <b>UTILITIES 5.1%</b>                                |                               |                           |
| <b>AT&amp;T, Inc.</b>                                |                               |                           |
| 2.215% due 02/14/2023 (c)                            | 140                           | 141                       |
| 2.850% due 02/14/2023 (c)                            | 290                           | 291                       |
| 3.400% due 08/14/2024 (c)                            | 580                           | 581                       |
| 3.900% due 08/14/2027 (c)                            | 520                           | 521                       |
| 4.900% due 08/14/2037 (c)                            | 528                           | 527                       |
| 5.150% due 02/14/2050 (c)                            | 792                           | 792                       |
| 5.300% due 08/14/2058 (c)                            | 238                           | 238                       |
| <b>CenturyLink, Inc.</b>                             |                               |                           |
| 7.200% due 12/01/2025                                | 1,122                         | 1,144                     |
| <b>Mountain States Telephone &amp; Telegraph Co.</b> |                               |                           |
| 7.375% due 05/01/2030                                | 15,200                        | 16,055                    |
| <b>Odebrecht Drilling Norbe Ltd.</b>                 |                               |                           |
| 6.350% due 06/30/2022 ^                              | 4,576                         | 2,849                     |
| <b>Odebrecht Offshore Drilling Finance Ltd.</b>      |                               |                           |
| 6.625% due 10/01/2023 ^(j)                           | 4,907                         | 1,754                     |
| 6.750% due 10/01/2023 ^(j)                           | 10,650                        | 3,813                     |
| <b>Petrobras Global Finance BV</b>                   |                               |                           |
| 6.125% due 01/17/2022                                | 322                           | 339                       |
| 6.250% due 12/14/2026                                | GBP 8,600                     | 11,739                    |
| 6.625% due 01/16/2034                                | 200                           | 266                       |
| 6.750% due 01/27/2041                                | \$ 800                        | 771                       |
| 6.850% due 06/05/2115                                | 300                           | 276                       |
| 7.250% due 03/17/2044                                | 363                           | 366                       |

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|  |  |                                    |
|--|--|------------------------------------|
| 7.375% due 01/17/2027 (l)  | 2,407                                  | 2,613                              |
| 8.750% due 05/23/2026  | 173                                    | 204                                |
|  |  | 45,280                             |
| <b>Total Corporate Bonds &amp; Notes (Cost \$514,417)</b>  |  | <b>552,040</b>                     |
| <b>CONVERTIBLE BONDS &amp; NOTES 0.7%</b>  |  |                                    |
| <b>INDUSTRIALS 0.7%</b>  |  |                                    |
| <b>DISH Network Corp.</b>  |  |                                    |
| 3.375% due 08/15/2026  | 5,100                                  | 6,362                              |
| <b>Total Convertible Bonds &amp; Notes (Cost \$5,100)</b>  |  | <b>6,362</b>                       |
|  | <b>PRINCIPAL<br/>AMOUNT<br/>(000S)</b> | <b>MARKET<br/>VALUE<br/>(000S)</b> |
| <b>MUNICIPAL BONDS &amp; NOTES 7.0%</b>  |  |                                    |
| <b>CALIFORNIA 0.5%</b>   |  |                                    |
| <b>Anaheim Redevelopment Agency, California Tax Allocation Bonds, (AGM Insured), Series 2007</b> |  |                                    |
| 6.506% due 02/01/2031  | \$ 2,000                               | \$ 2,300                           |
| <b>Sacramento County, California Revenue Bonds, Series 2013</b>                                  |  |                                    |
| 7.250% due 08/01/2025  | 1,500                                  | 1,755                              |
| <b>San Diego Tobacco Settlement Funding Corp., California Revenue Bonds, Series 2006</b>         |  |                                    |
| 7.125% due 06/01/2032  | 255                                    | 287                                |
|  |  | 4,342                              |
| <b>DISTRICT OF COLUMBIA 1.2%</b>   |  |                                    |
| <b>District of Columbia Revenue Bonds, Series 2011</b>   |  |                                    |
| 7.625% due 10/01/2035  | 9,740                                  | 10,473                             |
| <b>ILLINOIS 2.4%</b>   |  |                                    |
| <b>Chicago, Illinois General Obligation Bonds, (BABs), Series 2010</b>                           |  |                                    |
| 6.257% due 01/01/2040  | 11,000                                 | 10,486                             |
| 7.517% due 01/01/2040  | 9,805                                  | 10,470                             |
| <b>Illinois State General Obligation Bonds, (BABs), Series 2010</b>                              |  |                                    |
| 6.725% due 04/01/2035  | 45                                     | 50                                 |
| 7.350% due 07/01/2035  | 30                                     | 35                                 |
| <b>Illinois State General Obligation Bonds, Series 2003</b>                                      |  |                                    |
| 5.100% due 06/01/2033  | 365                                    | 366                                |
|  |  | 21,407                             |
| <b>NEW YORK 0.2%</b>   |  |                                    |
| <b>Erie Tobacco Asset Securitization Corp., New York Revenue Bonds, Series 2005</b>              |  |                                    |
| 6.000% due 06/01/2028  | 1,800                                  | 1,801                              |
| <b>TEXAS 1.1%</b>  |  |                                    |
| <b>El Paso Downtown Development Corp., Texas Revenue Bonds, Series 2013</b>                      |  |                                    |
| 7.250% due 08/15/2043  | 7,535                                  | 9,620                              |
| <b>VIRGINIA 0.1%</b>   |  |                                    |
| <b>Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007</b>                   |  |                                    |
| 6.706% due 06/01/2046  | 1,375                                  | 1,181                              |
| <b>WEST VIRGINIA 1.5%</b>  |  |                                    |
| <b>Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007</b>            |  |                                    |
| 0.000% due 06/01/2047 (g)  | 66,200                                 | 3,444                              |
| 7.467% due 06/01/2047  | 9,895                                  | 9,394                              |
|  |  | 12,838                             |
| <b>Total Municipal Bonds &amp; Notes (Cost \$57,120)</b>   |  | <b>61,662</b>                      |

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**U.S. GOVERNMENT AGENCIES 3.2%**

|   | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|---|-------------------------------|---------------------------|
| <b>Fannie Mae</b>                                     |                               |                           |
| 3.500% due 09/25/2027 (a)                             | 521                           | 59                        |
| 4.232% due 10/25/2029                                 | 780                           | 817                       |
| 5.438% due 10/25/2017 (a)                             | 4,424                         | 10                        |
| 6.082% due 10/25/2029                                 | 490                           | 538                       |
| 7.536% due 10/25/2041                                 | 500                           | 591                       |
| 10.000% due 01/25/2034                                | 219                           | 253                       |
| 11.071% due 05/25/2043                                | 669                           | 677                       |
| <b>Freddie Mac</b>                                    |                               |                           |
| 0.000% due 04/25/2046 - 08/25/2046 (b)(g)             | 12,305                        | 9,153                     |
| 0.100% due 04/25/2046 - 08/25/2046 (a)                | 74,060                        | 287                       |
| 4.000% due 08/15/2020 (a)                             | 370                           | 16                        |
|   | \$                            | \$                        |
| 4.500% due 10/15/2037 (a)                             | 962                           | 92                        |
| 4.874% due 07/15/2035 (a)                             | 1,363                         | 152                       |
| 4.974% due 02/15/2042 (a)                             | 2,391                         | 312                       |
| 5.000% due 06/15/2033 (a)                             | 1,788                         | 255                       |
| 5.914% due 08/15/2036 (a)                             | 804                           | 175                       |
| 6.174% due 11/25/2055                                 | 14,241                        | 8,136                     |
| 8.727% due 12/15/2043                                 | 71                            | 75                        |
| 10.432% due 10/25/2027                                | 4,339                         | 5,680                     |
| 10.549% due 05/15/2033                                | 63                            | 76                        |
| <b>Ginnie Mae</b>                                     |                               |                           |
| 3.500% due 06/20/2042 - 03/20/2043 (a)                | 3,490                         | 473                       |
| 4.500% due 07/20/2042 (a)                             | 285                           | 47                        |
| 5.000% due 09/20/2042 (a)                             | 498                           | 95                        |
| 5.022% due 02/20/2042 (a)                             | 10,487                        | 870                       |
| <b>Total U.S. Government Agencies (Cost \$33,933)</b> |                               | <b>28,839</b>             |

**NON-AGENCY MORTGAGE-BACKED SECURITIES 18.5%**

|  |        |       |
|--|--------|-------|
| <b>Adjustable Rate Mortgage Trust</b>                    |        |       |
| 1.572% due 05/25/2036                                    | 4,568  | 2,691 |
| <b>Banc of America Alternative Loan Trust</b>            |        |       |
| 4.368% due 06/25/2046 ^(a)                               | 7,659  | 1,016 |
| <b>Banc of America Funding Trust</b>                     |        |       |
| 6.000% due 07/25/2037 ^                                  | 596    | 462   |
| 6.250% due 10/26/2036                                    | 10,656 | 8,909 |
| <b>Banc of America Mortgage Trust</b>                    |        |       |
| 3.434% due 02/25/2036 ^                                  | 23     | 21    |
| <b>BCAP LLC Trust</b>                                    |        |       |
| 5.045% due 03/26/2037                                    | 1,958  | 1,182 |
| 6.000% due 05/26/2037                                    | 6,982  | 4,685 |
| 6.903% due 10/26/2036                                    | 7,306  | 6,618 |
| 7.336% due 09/26/2036                                    | 6,938  | 6,624 |
| 12.536% due 06/26/2036                                   | 2,696  | 1,259 |
| <b>Bear Stearns Adjustable Rate Mortgage Trust</b>       |        |       |
| 3.313% due 11/25/2034                                    | 71     | 66    |
| <b>Bellemeade Re Ltd.</b>                                |        |       |
| 7.532% due 07/25/2025                                    | 1,250  | 1,312 |
| <b>Chase Mortgage Finance Trust</b>                      |        |       |
| 3.224% due 12/25/2035 ^                                  | 27     | 26    |
| 3.406% due 09/25/2036 ^                                  | 140    | 126   |
| 5.500% due 05/25/2036 ^                                  | 6      | 5     |
| <b>Citigroup Commercial Mortgage Trust</b>               |        |       |
| 5.691% due 12/10/2049                                    | 1,411  | 1,289 |
| <b>Citigroup Mortgage Loan Trust, Inc.</b>               |        |       |
| 1.566% due 07/25/2036                                    | 1      | 1     |
| 3.571% due 07/25/2037 ^                                  | 168    | 155   |
| 3.589% due 08/25/2037 ^                                  | 854    | 725   |
| 3.922% due 11/25/2035                                    | 16,565 | 9,423 |
| 6.500% due 09/25/2036                                    | 4,835  | 4,083 |
| <b>Citigroup/Deutsche Bank Commercial Mortgage Trust</b> |        |       |
| 5.398% due 12/11/2049                                    | 4,140  | 2,352 |



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|  |       |       |
|--|-------|-------|
| 5.688% due 10/15/2048                                    | 3,400 | 1,824 |
| <b>Commercial Mortgage Loan Trust</b>                    |       |       |
| 6.155% due 12/10/2049                                    | 2,051 | 1,294 |
| <b>Commercial Mortgage Trust</b>                         |       |       |
| 5.656% due 06/10/2046                                    | 1,922 | 1,307 |
| <b>Countrywide Alternative Loan Trust</b>                |       |       |
| 1.482% due 12/25/2046                                    | 3,172 | 2,159 |
| 2.913% due 07/25/2046 ^                                  | 98    | 96    |
| 3.533% due 02/25/2037 ^                                  | 336   | 307   |
| 3.768% due 04/25/2035 (a)                                | 5,012 | 547   |
| 4.716% due 07/25/2021 ^                                  | 294   | 285   |
| 5.500% due 03/25/2036 ^                                  | 333   | 268   |
| 6.000% due 02/25/2037 ^                                  | 6,781 | 4,788 |
| 6.250% due 12/25/2036 ^                                  | 3,521 | 2,610 |
| 6.500% due 06/25/2036 ^                                  | 1,041 | 849   |
| <b>Countrywide Home Loan Mortgage Pass-Through Trust</b> |       |       |
| 3.184% due 09/25/2047 ^                                  | 66    | 62    |
| 3.331% due 09/20/2036 ^                                  | 607   | 507   |
| 4.118% due 12/25/2036 (a)                                | 3,785 | 667   |
| <b>Credit Suisse Commercial Mortgage Trust</b>           |       |       |
| 5.676% due 02/15/2039                                    | 1,000 | 1,007 |
| 5.869% due 09/15/2040                                    | 8,008 | 7,928 |
| 5.870% due 09/15/2040                                    | 1,152 | 1,152 |

46 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

|   | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|---|-------------------------------|---------------------------|
| <b>Credit Suisse First Boston Mortgage Securities Corp.</b>         |                               |                           |
| 6.000% due 01/25/2036   | \$ 2,178                      | \$ 1,953                  |
| <b>Epic Drummond Ltd.</b>   |                               |                           |
| 0.000% due 01/25/2022   | EUR 215                       | 254                       |
| <b>Grifonas Finance PLC</b>   |                               |                           |
| 0.042% due 08/28/2039   | 5,422                         | 5,561                     |
| <b>HarborView Mortgage Loan Trust</b>                               |                               |                           |
| 3.353% due 08/19/2036 ^   | \$ 460                        | 340                       |
| 3.732% due 08/19/2036 ^   | 33                            | 31                        |
| <b>IM Pastor Fondo de Titulacion Hipotecaria</b>                    |                               |                           |
| 0.000% due 03/22/2043   | EUR 7,164                     | 7,048                     |
| <b>JPMorgan Alternative Loan Trust</b>                              |                               |                           |
| 3.079% due 03/25/2037 ^   | \$ 8,059                      | 7,202                     |
| <b>JPMorgan Chase Commercial Mortgage Securities Trust</b>          |                               |                           |
| 5.411% due 05/15/2047   | 5,100                         | 3,637                     |
| 5.623% due 05/12/2045   | 2,279                         | 1,962                     |
| <b>JPMorgan Mortgage Trust</b>                                      |                               |                           |
| 3.020% due 07/27/2037   | 5,793                         | 1,497                     |
| 5.388% due 01/25/2037 ^(a)  | 21,850                        | 5,697                     |
| <b>LB-UBS Commercial Mortgage Trust</b>                             |                               |                           |
| 5.407% due 11/15/2038   | 1,404                         | 1,077                     |
| 5.562% due 02/15/2040   | 2,044                         | 1,472                     |
| <b>Lehman XS Trust</b>  |                               |                           |
| 1.452% due 06/25/2047   | 4,227                         | 3,691                     |
| <b>Morgan Stanley Capital Trust</b>                                 |                               |                           |
| 5.991% due 06/11/2049   | 2,539                         | 2,548                     |
| <b>Nomura Asset Acceptance Corp. Alternative Loan Trust</b>         |                               |                           |
| 3.634% due 04/25/2036 ^   | 6,827                         | 5,031                     |
| <b>Nomura Resecuritization Trust</b>                                |                               |                           |
| 3.491% due 07/26/2035   | 4,471                         | 2,823                     |
| <b>RBSSP Resecuritization Trust</b>                                 |                               |                           |
| 8.426% due 06/26/2037   | 4,721                         | 3,651                     |
| <b>Residential Asset Securitization Trust</b>                       |                               |                           |
| 6.250% due 10/25/2036 ^   | 656                           | 596                       |
| 6.250% due 09/25/2037 ^   | 5,347                         | 3,916                     |
| 6.500% due 08/25/2036 ^   | 901                           | 561                       |
| <b>Structured Adjustable Rate Mortgage Loan Trust</b>               |                               |                           |
| 3.391% due 01/25/2036 ^   | 217                           | 166                       |
| 3.518% due 04/25/2047   | 791                           | 621                       |
| <b>Structured Asset Mortgage Investments Trust</b>                  |                               |                           |
| 1.422% due 07/25/2046 ^   | 13,943                        | 11,437                    |
| <b>WaMu Mortgage Pass-Through Certificates Trust</b>                |                               |                           |
| 2.845% due 05/25/2037 ^   | 179                           | 147                       |
| <b>Washington Mutual Mortgage Pass-Through Certificates Trust</b>   |                               |                           |
| 5.448% due 04/25/2037 (a)   | 13,773                        | 3,804                     |
| 6.500% due 03/25/2036 ^   | 8,319                         | 6,781                     |
| <b>Total Non-Agency Mortgage-Backed Securities (Cost \$151,294)</b> |                               | <b>164,191</b>            |
| <b>ASSET-BACKED SECURITIES 16.0%</b>                                |                               |                           |
| <b>ACE Securities Corp. Home Equity Loan Trust</b>                  |                               |                           |
| 1.372% due 07/25/2036   | 4,710                         | 3,657                     |
| <b>Airspeed Ltd.</b>  |                               |                           |
| 1.496% due 06/15/2032   | 4,635                         | 3,880                     |
| <b>Apidos CLO</b>   |                               |                           |
| 0.000% due 07/22/2026   | 3,000                         | 1,839                     |
| <b>Argent Securities Trust</b>                                      |                               |                           |

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|  |     |                  |                |
|--|-----|------------------|----------------|
| 1.422% due 03/25/2036                                      |     | 6,223            | 3,336          |
| <b>Belle Haven ABS CDO Ltd.</b>                            |     |                  |                |
| 1.551% due 07/05/2046                                      |     | 185,947          | 3,217          |
| <b>CIFC Funding Ltd.</b>                                   |     |                  |                |
| 0.000% due 05/24/2026 (g)                                  |     | 4,000            | 2,675          |
| 0.000% due 07/22/2026 (g)                                  |     | 3,000            | 1,966          |
| <b>Citigroup Mortgage Loan Trust, Inc.</b>                 |     |                  |                |
| 1.332% due 12/25/2036                                      |     | 11,140           | 7,257          |
| 1.392% due 12/25/2036                                      |     | 6,535            | 4,379          |
| <b>Cork Street CLO Designated Activity Co.</b>             |     |                  |                |
| 0.000% due 11/27/2028                                      | EUR | 2,667            | 2,779          |
| 3.600% due 11/27/2028                                      |     | 1,197            | 1,419          |
| 4.500% due 11/27/2028                                      |     | 1,047            | 1,243          |
| 6.200% due 11/27/2028                                      |     | 1,296            | 1,543          |
|  |     | <b>PRINCIPAL</b> | <b>MARKET</b>  |
|  |     | <b>AMOUNT</b>    | <b>VALUE</b>   |
|  |     | <b>(000S)</b>    | <b>(000S)</b>  |
| <b>Countrywide Asset-Backed Certificates Trust</b>         |     |                  |                |
| 1.502% due 09/25/2046                                      | \$  | 15,000           | \$ 7,823       |
| <b>Duke Funding Ltd.</b>                                   |     |                  |                |
| 1.819% due 08/07/2033                                      |     | 18,783           | 7,474          |
| <b>Glacier Funding CDO Ltd.</b>                            |     |                  |                |
| 1.442% due 08/04/2035                                      |     | 7,612            | 2,050          |
| <b>GLG Euro CLO DAC</b>                                    |     |                  |                |
| 0.000% due 04/15/2028                                      | EUR | 4,150            | 4,306          |
| <b>Grosvenor Place CLO BV</b>                              |     |                  |                |
| 0.000% due 04/30/2029                                      |     | 1,000            | 934            |
| <b>Halcyon Loan Advisors European Funding BV</b>           |     |                  |                |
| 0.000% due 01/15/2027                                      |     | 1,100            | 1,164          |
| <b>Long Beach Mortgage Loan Trust</b>                      |     |                  |                |
| 1.422% due 02/25/2036                                      | \$  | 1,646            | 1,128          |
| <b>Merrill Lynch Mortgage Investors Trust</b>              |     |                  |                |
| 1.392% due 04/25/2037                                      |     | 982              | 555            |
| 5.953% due 03/25/2037                                      |     | 4,046            | 1,318          |
| <b>Morgan Stanley Mortgage Loan Trust</b>                  |     |                  |                |
| 2.698% due 11/25/2036 ^                                    |     | 896              | 442            |
| 5.965% due 09/25/2046 ^                                    |     | 8,174            | 4,626          |
| <b>NovaStar Mortgage Funding Trust</b>                     |     |                  |                |
| 1.392% due 10/25/2036                                      |     | 35,741           | 21,272         |
| <b>People s Financial Realty Mortgage Securities Trust</b> |     |                  |                |
| 1.392% due 09/25/2036                                      |     | 22,599           | 6,978          |
| <b>Putnam Structured Product CDO Ltd.</b>                  |     |                  |                |
| 9.092% due 02/25/2037                                      |     | 121              | 122            |
| <b>Renaissance Home Equity Loan Trust</b>                  |     |                  |                |
| 5.812% due 11/25/2036                                      |     | 9,497            | 5,694          |
| 6.998% due 09/25/2037 ^                                    |     | 8,126            | 4,765          |
| 7.238% due 09/25/2037 ^                                    |     | 6,852            | 4,017          |
| <b>Sherwood Funding CDO Ltd.</b>                           |     |                  |                |
| 1.583% due 11/06/2039                                      |     | 36,337           | 11,788         |
| <b>South Coast Funding Ltd.</b>                            |     |                  |                |
| 1.785% due 08/10/2038                                      |     | 27,090           | 5,310          |
| <b>Taberna Preferred Funding Ltd.</b>                      |     |                  |                |
| 1.551% due 08/05/2036                                      |     | 677              | 511            |
| 1.551% due 08/05/2036 ^                                    |     | 13,259           | 10,010         |
| <b>Washington Mutual Asset-Backed Certificates Trust</b>   |     |                  |                |
| 1.382% due 05/25/2036                                      |     | 274              | 205            |
| <b>Total Asset-Backed Securities (Cost \$144,274)</b>      |     |                  | <b>141,682</b> |
| <b>SOVEREIGN ISSUES 2.4%</b>                               |     |                  |                |
| <b>Argentine Government International Bond</b>             |     |                  |                |
| 7.820% due 12/31/2033                                      | EUR | 10,957           | 13,637         |
| <b>Autonomous Community of Catalonia</b>                   |     |                  |                |
| 4.900% due 09/15/2021                                      |     | 2,350            | 2,961          |
| <b>Republic of Greece Government International Bond</b>    |     |                  |                |
| 3.000% due 02/24/2023                                      |     | 25               | 28             |
| 3.000% due 02/24/2024                                      |     | 25               | 27             |
| 3.000% due 02/24/2025                                      |     | 25               | 27             |
| 3.000% due 02/24/2026                                      |     | 25               | 27             |

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|  |     |       |       |
|--|-----|-------|-------|
| 3.000% due 02/24/2027                          |     | 25    | 26    |
| 3.000% due 02/24/2028                          |     | 25    | 25    |
| 3.000% due 02/24/2029                          |     | 25    | 24    |
| 3.000% due 02/24/2030                          |     | 25    | 24    |
| 3.000% due 02/24/2031                          |     | 25    | 23    |
| 3.000% due 02/24/2032                          |     | 25    | 23    |
| 3.000% due 02/24/2033                          |     | 25    | 23    |
| 3.000% due 02/24/2034                          |     | 25    | 22    |
| 3.000% due 02/24/2035                          |     | 25    | 22    |
| 3.000% due 02/24/2036                          |     | 25    | 22    |
| 3.000% due 02/24/2037                          |     | 25    | 21    |
| 3.000% due 02/24/2038                          |     | 25    | 21    |
| 3.000% due 02/24/2039                          |     | 25    | 21    |
| 3.000% due 02/24/2040                          |     | 25    | 21    |
| 3.000% due 02/24/2041                          |     | 25    | 21    |
| 3.000% due 02/24/2042                          |     | 25    | 21    |
| 3.800% due 08/08/2017                          | JPY | 4,000 | 36    |
| 4.750% due 04/17/2019                          | EUR | 3,000 | 3,634 |
| <b>Sri Lanka Government International Bond</b> |     |       |       |
| 6.200% due 05/11/2027                          | \$  | 200   | 207   |

**Total Sovereign Issues (Cost \$18,531) 20,944**

|                                    | SHARES |    | MARKET<br>VALUE<br>(000S) |
|------------------------------------|--------|----|---------------------------|
| <b>COMMON STOCKS 0.6%</b>          |        |    |                           |
| <b>ENERGY 0.1%</b>                 |        |    |                           |
| Forbes Energy Services Ltd. (e)(j) | 66,131 | \$ | 708                       |
| Warren Resources, Inc.             | 23,043 |    | 31                        |
|                                    |        |    | 739                       |

|   |           |  |              |
|---|-----------|--|--------------|
| <b>FINANCIALS 0.5%</b>                    |           |  |              |
| TIG FinCo PLC (j)                         | 3,457,270 |  | 4,561        |
| <b>Total Common Stocks (Cost \$8,270)</b> |           |  | <b>5,300</b> |

|                                  |           |  |     |
|----------------------------------|-----------|--|-----|
| <b>WARRANTS 0.1%</b>             |           |  |     |
| <b>INDUSTRIALS 0.1%</b>          |           |  |     |
| Sequa Corp. -<br>Exp. 04/28/2024 | 1,795,000 |  | 842 |

|                                   |         |  |    |
|-----------------------------------|---------|--|----|
| <b>UTILITIES 0.0%</b>             |         |  |    |
| Dynegy, Inc. -<br>Exp. 02/02/2024 | 120,830 |  | 23 |

**Total Warrants (Cost \$318) 865**

|                                   |       |  |       |
|-----------------------------------|-------|--|-------|
| <b>PREFERRED SECURITIES 3.9%</b>  |       |  |       |
| <b>BANKING &amp; FINANCE 0.2%</b> |       |  |       |
| Farm Credit Bank of Texas         |       |  |       |
| 10.000% due 12/15/2020 (h)        | 1,840 |  | 2,262 |

|                         |        |  |        |
|-------------------------|--------|--|--------|
| <b>INDUSTRIALS 3.7%</b> |        |  |        |
| Sequa Corp.             |        |  |        |
| 9.000%                  | 33,284 |  | 32,467 |

**Total Preferred Securities (Cost \$35,451) 34,729**

|                                       |  |  |        |
|---------------------------------------|--|--|--------|
| <b>SHORT-TERM INSTRUMENTS 8.0%</b>    |  |  |        |
| <b>REPURCHASE AGREEMENTS (k) 7.2%</b> |  |  |        |
|                                       |  |  | 63,379 |

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|  | <b>PRINCIPAL<br/>AMOUNT<br/>(000S)</b> |                  |
|--|--|------------------|
| <b>U.S. TREASURY BILLS 0.8%</b>                            |  |                  |
| 0.969% due 08/31/2017 - 01/04/2018 (f)(g)(n)(p)            | \$ 6,766                               | 6,754            |
| <b>Total Short-Term Instruments (Cost \$70,133)</b>        |  | <b>70,133</b>    |
| <b>Total Investments in Securities (Cost \$1,065,802)</b>  |  | <b>1,112,387</b> |
| <b>Total Investments 125.7% (Cost \$1,065,802)</b>         | <b>\$</b>                              | <b>1,112,387</b> |
| <b>Financial Derivative<br/>Instruments (m)(o) (0.3)%</b>  |  |                  |
| (Cost or Premiums, net \$(1,252))                          |  | (2,376)          |
| <b>Preferred Shares (11.5)%</b>                            |  | <b>(101,975)</b> |
| <b>Other Assets and Liabilities, net (13.9)%</b>           |  | <b>(123,124)</b> |
| <b>Net Assets Applicable to Common Shareholders 100.0%</b> | <b>\$</b>                              | <b>884,912</b>   |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 47

**Schedule of Investments PIMCO High Income Fund (Cont.)****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.  
 (d) Payment in-kind security.  
 (e) Security did not produce income within the last twelve months.  
 (f) Coupon represents a weighted average yield to maturity.  
 (g) Zero coupon security.  
 (h) Perpetual maturity; date shown, if applicable, represents next contractual call date.  
 (i) Security is subject to a forbearance agreement entered into by the Fund which forbears the Fund from taking action to, among other things, accelerate and collect payments on the subject note with respect to specified events of default.

**(j) RESTRICTED SECURITIES:**

| Issuer Description                       | Acquisition Date        | Cost      | Market Value | Market Value as Percentage of Net Assets |
|--|-------------------------|-----------|--------------|--|
| Forbes Energy Services Ltd.              | 10/09/2014 - 10/17/2016 | \$ 2,028  | \$ 708       | 0.08%                                    |
| Odebrecht Offshore Drilling Finance Ltd. |                         |           |              |  |
| 6.625% due 10/01/2023                    | 02/24/2015 - 06/25/2015 | 3,909     | 1,754        | 0.20                                     |
| Odebrecht Offshore Drilling Finance Ltd. |                         |           |              |  |
| 6.750% due 10/01/2023                    | 02/23/2015 - 06/25/2015 | 8,705     | 3,813        | 0.43                                     |
| TIG FinCo PLC                            | 04/02/2015 - 07/20/2017 | 4,631     | 4,561        | 0.51                                     |
|  |                         | \$ 19,273 | \$ 10,836    | 1.22%                                    |

**BORROWINGS AND OTHER FINANCING TRANSACTIONS****(k) 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 <sup>(1)</sup> |
|--------------|--------------|-----------------|---------------|------------------|--|-----------------------|---------------------------------|---|
| DEU          | 1.160%       | 07/31/2017      | 08/01/2017    | \$ 7,200         | U.S. Treasury Bonds 3.750% due 11/15/2043                | \$ (7,380)            | \$ 7,200                        | \$ 7,200  |
| FOB          | 1.160        | 07/31/2017      | 08/01/2017    | 50,600           | U.S. Treasury Notes 0.750% due 02/28/2018                | (51,701)              | 50,600                          | 50,602  |
| SSB          | 0.200        | 07/31/2017      | 08/01/2017    | 5,579            | U.S. Treasury Notes 3.500% due 05/15/2020 <sup>(2)</sup> | (5,691)               | 5,579                           | 5,579   |

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Total Repurchase Agreements \$ (64,772) \$ 63,379 \$ 63,381

REVERSE REPURCHASE AGREEMENTS:

| Counterparty | Borrowing Rate <sup>(3)</sup> | Settlement Date | Maturity Date      | Amount Borrowed <sup>(3)</sup> | Payable for Reverse Repurchase Agreements |
|--------------|-------------------------------|-----------------|--------------------|--------------------------------|---|
| BCY          | 0.500%                        | 06/16/2017      | TBD <sup>(4)</sup> | \$ (1,486)                     | \$ (1,487)                                |
| BPS          | 1.890                         | 06/02/2017      | 08/31/2017         | (231)                          | (232)                                     |
|              | 1.970                         | 05/25/2017      | 08/25/2017         | (11,227)                       | (11,269)                                  |
| DEU          | 2.210                         | 06/16/2017      | 09/15/2017         | (3,419)                        | (3,429)                                   |
| MSC          | 1.880                         | 05/18/2017      | 08/18/2017         | (11,003)                       | (11,046)                                  |
| RBC          | 2.050                         | 02/06/2017      | 08/07/2017         | (12,699)                       | (12,826)                                  |
|              | 2.120                         | 06/07/2017      | 12/07/2017         | (4,513)                        | (4,528)                                   |
|              | 2.120                         | 06/12/2017      | 12/12/2017         | (2,513)                        | (2,520)                                   |
|              | 2.170                         | 06/12/2017      | 12/12/2017         | (3,525)                        | (3,536)                                   |
|              | 2.170                         | 07/10/2017      | 01/10/2018         | (4,567)                        | (4,573)                                   |
| RDR          | 1.590                         | 05/17/2017      | 08/17/2017         | (3,032)                        | (3,042)                                   |
|              | 1.640                         | 06/14/2017      | 09/14/2017         | (14,405)                       | (14,436)                                  |
| RTA          | 2.044                         | 04/21/2017      | 10/23/2017         | (3,887)                        | (3,910)                                   |
|              | 2.044                         | 07/19/2017      | 10/23/2017         | (2,731)                        | (2,733)                                   |
|              | 2.044                         | 07/24/2017      | 10/23/2017         | (2,884)                        | (2,885)                                   |
| SOG          | 1.750                         | 06/07/2017      | 08/16/2017         | (13,429)                       | (13,465)                                  |
|              | 1.780                         | 06/07/2017      | 09/07/2017         | (4,851)                        | (4,864)                                   |
|              | 2.154                         | 07/12/2017      | 07/12/2018         | (9,789)                        | (9,789)                                   |
| UBS          | 1.580                         | 05/15/2017      | 08/15/2017         | (1,114)                        | (1,118)                                   |
|              | 1.610                         | 06/02/2017      | 09/05/2017         | (7,607)                        | (7,627)                                   |

48 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

| Counterparty                               | Borrowing Rate <sup>(3)</sup> | Settlement Date | Maturity Date | Amount Borrowed <sup>(3)</sup> | Payable for Reverse Repurchase Agreements |
|--|-------------------------------|-----------------|---------------|--------------------------------|---|
|  | 1.640%                        | 06/02/2017      | 08/23/2017    | \$ (2,115)                     | \$ (2,121)                                |
|  | 1.660                         | 06/02/2017      | 09/05/2017    | (10,136)                       | (10,164)                                  |
|  | 1.840                         | 05/30/2017      | 08/23/2017    | (2,908)                        | (2,917)                                   |
|  | 1.990                         | 05/26/2017      | 08/28/2017    | (5,850)                        | (5,872)                                   |
|  | 2.010                         | 06/02/2017      | 09/05/2017    | (4,111)                        | (4,125)                                   |
|  | 2.140                         | 06/14/2017      | 09/14/2017    | (5,174)                        | (5,189)                                   |
| <b>Total Reverse Repurchase Agreements</b> |                               |                 |               |                                | <b>\$ (149,703)</b>                       |

**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 July 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 <sup>(5)</sup> |
|--|--|---|---------------------------------------|---|-------------------------------|-----------------------------|
| Global/Master Repurchase Agreement                       |  |   |                                       |   |                               |                             |
| BCY  | \$ 0   | \$ (1,487)                                | \$ 0                                  | \$ (1,487)  | \$ 1,733                      | \$ 246                      |
| BPS  | 0  | (11,501)                                  | 0                                     | (11,501)  | 12,807                        | 1,306                       |
| DEU  | 7,200  | (3,429)                                   | 0                                     | 3,771   | (3,192)                       | 579                         |
| FOB  | 50,602                                       | 0   | 0                                     | 50,602  | (51,701)                      | (1,099)                     |
| MSC  | 0  | (11,046)                                  | 0                                     | (11,046)  | 12,103                        | 1,057                       |
| RBC  | 0  | (27,983)                                  | 0                                     | (27,983)  | 31,742                        | 3,759                       |
| RDR  | 0  | (17,478)                                  | 0                                     | (17,478)  | 17,895                        | 417                         |
| RTA  | 0  | (9,528)                                   | 0                                     | (9,528)   | 10,800                        | 1,272                       |
| SOG  | 0  | (28,118)                                  | 0                                     | (28,118)  | 31,554                        | 3,436                       |
| SSB  | 5,579  | 0   | 0                                     | 5,579   | (5,691)                       | (112)                       |
| UBS  | 0  | (39,133)                                  | 0                                     | (39,133)  | 44,926                        | 5,793                       |
| <b>Total Borrowings and Other Financing Transactions</b> | <b>\$ 63,381</b>                             | <b>\$ (149,703)</b>                       | <b>\$ 0</b>                           |   |                               |                             |

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



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|   | Overnight and<br>Continuous | Up to 30 days      | 31-90 days         | Greater Than 90 days | Total               |
|---|-----------------------------|--------------------|--------------------|----------------------|---------------------|
| <b>Reverse Repurchase Agreements</b>  |                             |                    |                    |                      |                     |
| Corporate Bonds & Notes   | \$ 0                        | \$ (63,676)        | \$ (59,594)        | \$ (26,433)          | \$ (149,703)        |
| <b>Total Borrowings</b>   | <b>\$ 0</b>                 | <b>\$ (63,676)</b> | <b>\$ (59,594)</b> | <b>\$ (26,433)</b>   | <b>\$ (149,703)</b> |
| <b>Gross amount of recognized liabilities for reverse repurchase agreements</b> |                             |                    |                    |                      | <b>\$ (149,703)</b> |

(l) Securities with an aggregate market value of \$174,586 and cash of \$374 have been pledged as collateral under the terms of the above master agreements as of July 31, 2017.

(1) Includes accrued interest.

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

(3) The average amount of borrowings outstanding during the period ended July 31, 2017 was \$(177,999) at a weighted average interest rate of 1.623%. Average borrowings may include sale-buyback transactions and reverse repurchase agreements, if held during the period.

(4) Open maturity reverse repurchase agreement.

(5) 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 8, Master Arrangements, in the Notes to Financial Statements for more information regarding master netting arrangements.

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

**SWAP AGREEMENTS:**

**CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION<sup>(1)</sup>**

| Reference Entity              | Fixed<br>Receive Rate | Maturity<br>Date | Implied<br>Credit Spread at<br>July 31, 2017 <sup>(2)</sup> | Notional<br>Amount <sup>(3)</sup> | Premiums<br>Paid/(Received) | Unrealized<br>Appreciation/<br>(Depreciation) | Market<br>Value | Variation Margin |           |
|-------------------------------|-----------------------|------------------|---|-----------------------------------|-----------------------------|---|-----------------|------------------|-----------|
|                               |                       |                  |   |                                   |                             |   |                 | Asset            | Liability |
| Banco Espirito Santo S.A.     | 5.000%                | 09/20/2020       | 17.441%   | EUR 5,000                         | \$ (977)                    | \$ (359)                                      | \$ (1,336)      | \$ 77            | \$ 0      |
| Banco Espirito Santo S.A.     | 5.000                 | 12/20/2021       | 14.980  | 300                               | (71)                        | (12)  | (83)            | 5                | 0         |
| Frontier Communications Corp. | 5.000                 | 06/20/2020       | 6.967   | \$ 9,600                          | (318)                       | (110)   | (428)           | 13               | 0         |
|                               |                       |                  |   |                                   | \$ (1,366)                  | \$ (481)                                      | \$ (1,847)      | \$ 95            | \$ 0      |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 49

**Schedule of Investments PIMCO High Income Fund (Cont.)****INTEREST RATE SWAPS**

| Pay/Receive<br>Floating Rate | Floating Rate<br>Index | Fixed Rate | Maturity<br>Date | Notional<br>Amount | Premiums<br>Paid/(Received) | Unrealized<br>Appreciation/<br>(Depreciation) | Market<br>Value   | Variation Margin |                 |
|------------------------------|------------------------|------------|------------------|--------------------|-----------------------------|---|-------------------|------------------|-----------------|
|                              |                        |            |                  |                    |                             |   |                   | Asset            | Liability       |
| Pay                          | 3-Month<br>USD-LIBOR   | 1.550%     | 01/20/2022       | \$ 360,000         | \$ (6,488)                  | \$ 1,604                                      | \$ (4,884)        | \$ 0             | \$ (86)         |
| Receive                      | 3-Month<br>USD-LIBOR   | 1.500      | 06/21/2027       | 37,400             | 2,804                       | (332)   | 2,472             | 0                | (18)            |
| Pay                          | 3-Month<br>USD-LIBOR   | 3.500      | 06/19/2044       | 617,800            | 110,476                     | 7,943   | 118,419           | 411              | 0               |
| Receive                      | 3-Month<br>USD-LIBOR   | 2.250      | 12/21/2046       | 26,500             | 1,966                       | (285)   | 1,681             | 0                | (32)            |
| Receive                      | 3-Month<br>USD-LIBOR   | 1.750      | 06/21/2047       | 840,100            | 159,154                     | (6,830)                                       | 152,324           | 0                | (776)           |
| Receive <sup>(4)</sup>       | 6-Month<br>EUR-EURIBOR | 1.000      | 09/20/2027       | EUR 18,900         | 20                          | (68)  | (48)              | 42               | 0               |
| Receive <sup>(4)</sup>       | 6-Month<br>GBP-LIBOR   | 1.500      | 09/20/2027       | GBP 55,200         | (828)                       | (503)   | (1,331)           | 156              | 0               |
|                              |                        |            |                  |                    | \$ 267,104                  | \$ 1,529                                      | \$ 268,633        | \$ 609           | \$ (912)        |
| <b>Total Swap Agreements</b> |                        |            |                  |                    | <b>\$ 265,738</b>           | <b>\$ 1,048</b>                               | <b>\$ 266,786</b> | <b>\$ 704</b>    | <b>\$ (912)</b> |

**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 July 31, 2017:

|   | Financial Derivative Assets |            |                  |        | Financial Derivative Liabilities |            |                  |          |
|---|-----------------------------|------------|------------------|--------|----------------------------------|------------|------------------|----------|
|   | Market Value                |            | Variation Margin |        | Market Value                     |            | Variation Margin |          |
|   | Purchased                   | Futures    | Asset            | Swap   | Written                          | Futures    | Liability        | Swap     |
|   | Options                     | Agreements | Agreements       | Total  | Options                          | Agreements | Agreements       | Total    |
| <b>Total Exchange-Traded or Centrally Cleared</b> | \$ 0                        | \$ 0       | \$ 704           | \$ 704 | \$ 0                             | \$ 0       | \$ (912)         | \$ (912) |

(n) Securities with an aggregate market value of \$1,808 and cash of \$24,199 have been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of July 31, 2017. See Note 8, Master Arrangements, in the Notes to Financial Statements for more information regarding master netting arrangements.

(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)

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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) This instrument has a forward starting effective date. See Note 2, Securities Transactions and Investment Income, in the Notes to Financial Statements for further information.

### (o) 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   | 08/2017          | EUR 1,524                | \$ 1,762                | \$ 0                                    | \$ (42)           |
|   | 08/2017          | GBP 2,639                | 3,419                   | 0                                       | (63)              |
| BPS   | 08/2017          | EUR 63,464               | 72,011                  | 0                                       | (3,118)           |
| GLM   | 08/2017          | GBP 718                  | 928                     | 0                                       | (19)              |
|   | 08/2017          | \$ 94,691                | GBP 72,063              | 389                                     | 0                 |
| JPM   | 09/2017          | GBP 72,064               | \$ 94,796               | 0                                       | (390)             |
|   | 08/2017          | 1,270                    | 1,656                   | 0                                       | (20)              |
| MSB   | 08/2017          | \$ 12,257                | GBP 9,396               | 140                                     | 0                 |
|   | 08/2017          | 78,179                   | EUR 66,688              | 767                                     | 0                 |
| RBC   | 09/2017          | EUR 66,688               | \$ 78,317               | 0                                       | (768)             |
|   | 08/2017          | GBP 76,833               | 99,855                  | 0                                       | (1,518)           |
| UAG   | 08/2017          | EUR 1,700                | 1,943                   | 0                                       | (70)              |
| <b>Total Forward Foreign Currency Contracts</b> |                  |                          |                         | <b>\$ 1,296</b>                         | <b>\$ (6,008)</b> |

#### 50 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

## SWAP AGREEMENTS:

CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION<sup>(1)</sup>

| Counterparty | Reference Entity            | Fixed Receive Rate | Maturity Date | Implied Credit Spread at July 31, 2017 <sup>(2)</sup> | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Swap Agreements, at Value |            |
|--------------|-----------------------------|--------------------|---------------|---|--------------------------------|--------------------------|--------------------------------------|---------------------------|------------|
|              |                             |                    |               |   |                                |                          |                                      | Asset                     | Liability  |
| BPS          | Petrobras Global Finance BV | 1.000%             | 12/20/2024    | 3.536%  | \$ 1,700                       | \$ (332)                 | \$ 68                                | \$ 0                      | \$ (264)   |
| GST          | Petrobras Global Finance BV | 1.000              | 12/20/2024    | 3.536   | 2,200                          | (437)                    | 96                                   | 0                         | (341)      |
| HUS          | Petrobras Global Finance BV | 1.000              | 12/20/2024    | 3.536   | 2,800                          | (581)                    | 147                                  | 0                         | (434)      |
|              |                             |                    |               |   |                                | \$ (1,350)               | \$ 311                               | \$ 0                      | \$ (1,039) |

## INTEREST RATE SWAPS

| Counterparty          | Pay/Receive Floating Rate | Floating Rate Index | Fixed Rate | Maturity Date | Notional Amount | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Swap Agreements, at Value |            |
|-----------------------|---------------------------|---------------------|------------|---------------|-----------------|--------------------------|--------------------------------------|---------------------------|------------|
|                       |                           |                     |            |               |                 |                          |                                      | Asset                     | Liability  |
| GLM                   | Pay                       | 3-Month USD-LIBOR   | 2.270%     | 10/12/2022    | \$ 1,000,000    | \$ 173                   | \$ 1,508                             | \$ 1,681                  | \$ 0       |
| MYC                   | Pay                       | 3-Month USD-LIBOR   | 2.130      | 09/01/2022    | 1,000,000       | (75)                     | 1,977                                | 1,902                     | 0          |
|                       |                           |                     |            |               |                 | \$ 98                    | \$ 3,485                             | \$ 3,583                  | \$ 0       |
| Total Swap Agreements |                           |                     |            |               |                 | \$ (1,252)               | \$ 3,796                             | \$ 3,583                  | \$ (1,039) |

## 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 July 31, 2017:

| Counterparty | Financial Derivative Assets |                   |                 |                        | Financial Derivative Liabilities |                 |                 |                        |                                     |                               |                             |  |
|--------------|-----------------------------|-------------------|-----------------|------------------------|----------------------------------|-----------------|-----------------|------------------------|-------------------------------------|-------------------------------|-----------------------------|--|
|              | Forward Foreign Contracts   | Purchased Options | Swap Agreements | Total Over the Counter | Forward Foreign Contracts        | Written Options | Swap Agreements | Total Over the Counter | Net Market Value of OTC Derivatives | Collateral Pledged/(Received) | Net Exposure <sup>(4)</sup> |  |
| BOA          | \$ 0                        | \$ 0              | \$ 0            | \$ 0                   | \$ (105)                         | \$ 0            | \$ 0            | \$ (105)               | \$ (105)                            | \$ 0                          | \$ (105)                    |  |
| BPS          | 0                           | 0                 | 0               | 0                      | (3,118)                          | 0               | (264)           | (3,382)                | (3,382)                             | 2,832                         | (550)                       |  |
| GLM          | 389                         | 0                 | 1,681           | 2,070                  | (409)                            | 0               | 0               | (409)                  | 1,661                               | (1,540)                       | 121                         |  |

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|                               |                 |             |                 |                 |                   |             |                   |                   |         |         |         |
|-------------------------------|-----------------|-------------|-----------------|-----------------|-------------------|-------------|-------------------|-------------------|---------|---------|---------|
| GST                           | 0               | 0           | 0               | 0               | 0                 | 0           | (341)             | (341)             | (341)   | 470     | 129     |
| HUS                           | 0               | 0           | 0               | 0               | 0                 | 0           | (434)             | (434)             | (434)   | 458     | 24      |
| JPM                           | 140             | 0           | 0               | 140             | (20)              | 0           | 0                 | (20)              | 120     | 0       | 120     |
| MSB                           | 767             | 0           | 0               | 767             | (768)             | 0           | 0                 | (768)             | (1)     | 0       | (1)     |
| MYC                           | 0               | 0           | 1,902           | 1,902           | 0                 | 0           | 0                 | 0                 | 1,902   | (3,700) | (1,798) |
| RBC                           | 0               | 0           | 0               | 0               | (1,518)           | 0           | 0                 | (1,518)           | (1,518) | 1,188   | (330)   |
| UAG                           | 0               | 0           | 0               | 0               | (70)              | 0           | 0                 | (70)              | (70)    | 0       | (70)    |
| <b>Total Over the Counter</b> | <b>\$ 1,296</b> | <b>\$ 0</b> | <b>\$ 3,583</b> | <b>\$ 4,879</b> | <b>\$ (6,008)</b> | <b>\$ 0</b> | <b>\$ (1,039)</b> | <b>\$ (7,047)</b> |         |         |         |

(p) Securities with an aggregate market value of \$4,946 have been pledged as collateral for financial derivative instruments as governed by International Swaps and Derivatives Association, Inc. master agreements as of July 31, 2017.

- (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) 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 8, Master Arrangements, in the Notes to Financial Statements for more information regarding master netting arrangements.

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 51

**Schedule of Investments PIMCO High Income Fund (Cont.)****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 July 31, 2017:

|   | Derivatives not accounted for as hedging instruments |                     |                     |                                  |                            | Total    |
|---|--|---------------------|---------------------|----------------------------------|----------------------------|----------|
|   | Commodity<br>Contracts                               | Credit<br>Contracts | Equity<br>Contracts | Foreign<br>Exchange<br>Contracts | Interest<br>Rate Contracts |          |
| <b>Financial Derivative Instruments - Assets</b>      |  |                     |                     |                                  |                            |          |
| Exchange-traded or centrally cleared                  |  |                     |                     |                                  |                            |          |
| Swap Agreements                                       | \$ 0   | \$ 95               | \$ 0                | \$ 0                             | \$ 609                     | \$ 704   |
| Over the counter                                      |  |                     |                     |                                  |                            |          |
| Forward Foreign Currency Contracts                    | \$ 0   | \$ 0                | \$ 0                | \$ 1,296                         | \$ 0                       | \$ 1,296 |
| Swap Agreements                                       | 0  | 0                   | 0                   | 0                                | 3,583                      | 3,583    |
|   | \$ 0   | \$ 0                | \$ 0                | \$ 1,296                         | \$ 3,583                   | \$ 4,879 |
|   | \$ 0   | \$ 95               | \$ 0                | \$ 1,296                         | \$ 4,192                   | \$ 5,583 |
| <b>Financial Derivative Instruments - Liabilities</b> |  |                     |                     |                                  |                            |          |
| Exchange-traded or centrally cleared                  |  |                     |                     |                                  |                            |          |
| Swap Agreements                                       | \$ 0   | \$ 0                | \$ 0                | \$ 0                             | \$ 912                     | \$ 912   |
| Over the counter                                      |  |                     |                     |                                  |                            |          |
| Forward Foreign Currency Contracts                    | \$ 0   | \$ 0                | \$ 0                | \$ 6,008                         | \$ 0                       | \$ 6,008 |
| Swap Agreements                                       | 0  | 1,039               | 0                   | 0                                | 0                          | 1,039    |
|   | \$ 0   | \$ 1,039            | \$ 0                | \$ 6,008                         | \$ 0                       | \$ 7,047 |
|   | \$ 0   | \$ 1,039            | \$ 0                | \$ 6,008                         | \$ 912                     | \$ 7,959 |

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

|  | Derivatives not accounted for as hedging instruments |                     |                     |                                  |                            | Total |
|--|--|---------------------|---------------------|----------------------------------|----------------------------|-------|
|  | Commodity<br>Contracts                               | Credit<br>Contracts | Equity<br>Contracts | Foreign<br>Exchange<br>Contracts | Interest<br>Rate Contracts |       |
| <b>Net Realized Gain on Financial Derivative Instruments</b> |  |                     |                     |                                  |                            |       |
| Exchange-traded or centrally cleared                         |  |                     |                     |                                  |                            |       |

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|                                    |      |          |      |          |           |           |
|------------------------------------|------|----------|------|----------|-----------|-----------|
| Swap Agreements                    | \$ 0 | \$ 2,446 | \$ 0 | \$ 0     | \$ 32,870 | \$ 35,316 |
| Over the counter                   |      |          |      |          |           |           |
| Forward Foreign Currency Contracts | \$ 0 | \$ 0     | \$ 0 | \$ 1,683 | \$ 0      | \$ 1,683  |
| Swap Agreements                    | 0    | 559      | 0    | 0        | 13,674    | 14,233    |
|                                    | \$ 0 | \$ 559   | \$ 0 | \$ 1,683 | \$ 13,674 | \$ 15,916 |
|                                    | \$ 0 | \$ 3,005 | \$ 0 | \$ 1,683 | \$ 46,544 | \$ 51,232 |

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

Exchange-traded or centrally cleared

|                                    |      |            |      |            |             |             |
|------------------------------------|------|------------|------|------------|-------------|-------------|
| Swap Agreements                    | \$ 0 | \$ (2,051) | \$ 0 | \$ 0       | \$ (53,972) | \$ (56,023) |
| Over the counter                   |      |            |      |            |             |             |
| Forward Foreign Currency Contracts | \$ 0 | \$ 0       | \$ 0 | \$ (4,504) | \$ 0        | \$ (4,504)  |
| Swap Agreements                    | 0    | 2,700      | 0    | 0          | 2,010       | 4,710       |
|                                    | \$ 0 | \$ 2,700   | \$ 0 | \$ (4,504) | \$ 2,010    | \$ 206      |
|                                    | \$ 0 | \$ 649     | \$ 0 | \$ (4,504) | \$ (51,962) | \$ (55,817) |

52 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

**FAIR VALUE MEASUREMENTS**

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

| <b>Category and Subcategory</b>                  | <b>Level 1</b> | <b>Level 2</b>      | <b>Level 3</b>   | <b>Fair Value at 07/31/2017</b> |
|--|----------------|---------------------|------------------|---------------------------------|
| <b>Investments in Securities, at Value</b>       |                |                     |                  |                                 |
| Loan Participations and Assignments              | \$ 0           | \$ 24,033           | \$ 1,607         | \$ 25,640                       |
| <b>Corporate Bonds &amp; Notes</b>               |                |                     |                  |                                 |
| Banking & Finance                                | 0              | 273,451             | 7,218            | 280,669                         |
| Industrials                                      | 0              | 215,688             | 10,403           | 226,091                         |
| Utilities  | 0              | 45,280              | 0                | 45,280                          |
| <b>Convertible Bonds &amp; Notes</b>             |                |                     |                  |                                 |
| Industrials                                      | 0              | 6,362               | 0                | 6,362                           |
| <b>Municipal Bonds &amp; Notes</b>               |                |                     |                  |                                 |
| California                                       | 0              | 4,342               | 0                | 4,342                           |
| District of Columbia                             | 0              | 10,473              | 0                | 10,473                          |
| Illinois   | 0              | 21,407              | 0                | 21,407                          |
| New York   | 0              | 1,801               | 0                | 1,801                           |
| Texas  | 0              | 9,620               | 0                | 9,620                           |
| Virginia   | 0              | 1,181               | 0                | 1,181                           |
| West Virginia                                    | 0              | 12,838              | 0                | 12,838                          |
| U.S. Government Agencies                         | 0              | 20,703              | 8,136            | 28,839                          |
| Non-Agency Mortgage-Backed Securities            | 0              | 164,191             | 0                | 164,191                         |
| Asset-Backed Securities                          | 0              | 141,682             | 0                | 141,682                         |
| Sovereign Issues                                 | 0              | 20,944              | 0                | 20,944                          |
| <b>Common Stocks</b>                             |                |                     |                  |                                 |
| Energy   | 708            | 0                   | 31               | 739                             |
| Financials                                       | 0              | 0                   | 4,561            | 4,561                           |
| <b>Warrants</b>                                  |                |                     |                  |                                 |
| Industrials                                      | 0              | 0                   | 842              | 842                             |
| Utilities  | 23             | 0                   | 0                | 23                              |
| <b>Preferred Securities</b>                      |                |                     |                  |                                 |
| Banking & Finance                                | \$ 0           | \$ 2,262            | \$ 0             | \$ 2,262                        |
| Industrials                                      | 0              | 0                   | 32,467           | 32,467                          |
| <b>Short-Term Instruments</b>                    |                |                     |                  |                                 |
| Repurchase Agreements                            | 0              | 63,379              | 0                | 63,379                          |
| U.S. Treasury Bills                              | 0              | 6,754               | 0                | 6,754                           |
| <b>Total Investments</b>                         | <b>\$ 731</b>  | <b>\$ 1,046,391</b> | <b>\$ 65,265</b> | <b>\$ 1,112,387</b>             |
| <b>Financial Derivative Instruments - Assets</b> |                |                     |                  |                                 |
| Exchange-traded or centrally cleared             | 0              | 704                 | 0                | 704                             |
| Over the counter                                 | 0              | 4,879               | 0                | 4,879                           |
|  | \$ 0           | \$ 5,583            | \$ 0             | \$ 5,583                        |



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**Financial Derivative Instruments - Liabilities**

|  |        |              |           |              |
|--|--------|--------------|-----------|--------------|
| Exchange-traded or centrally cleared   | 0      | (912)        | 0         | (912)        |
| Over the counter                       | 0      | (7,047)      | 0         | (7,047)      |
|  | \$ 0   | \$ (7,959)   | \$ 0      | \$ (7,959)   |
| Total Financial Derivative Instruments | \$ 0   | \$ (2,376)   | \$ 0      | \$ (2,376)   |
| Totals                                 | \$ 731 | \$ 1,044,015 | \$ 65,265 | \$ 1,110,011 |

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

The following is a reconciliation of the fair valuations using significant unobservable inputs (Level 3) for the Fund during the period ended July 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) <sup>(1)</sup> | Transfers in Level 3 | Transfers out of Level 3 | Ending Balance at 07/31/2017 | Net Change in Unrealized Appreciation/ (Depreciation) on Investments Held at 07/31/2017 <sup>(1)</sup> |
|--|---------------------------------|---------------|------------|-------------------------------|----------------------|--|----------------------|--------------------------|------------------------------|--|
| <b>Investments in Securities, at Value</b>   |                                 |               |            |                               |                      |  |                      |                          |                              |  |
| Loan Participations and Assignments          | \$ 0                            | \$ 1,491      | \$ 0       | \$ 7                          | \$ 0                 | \$ 109   | \$ 0                 | \$ 0                     | \$ 1,607                     | \$ 109   |
| <b>Corporate Bonds &amp; Notes</b>           |                                 |               |            |                               |                      |  |                      |                          |                              |  |
| Banking & Finance                            | 9,195                           | 200           | (2,148)    | 4                             | 265                  | (298)  | 0                    | 0                        | 7,218                        | (4)  |
| Industrials                                  | 10,253                          | 0             | 0          | 14                            | 0                    | 136  | 0                    | 0                        | 10,403                       | 136  |
| U.S. Government Agencies                     | 7,716                           | 0             | (142)      | 136                           | 57                   | 369  | 0                    | 0                        | 8,136                        | 359  |
| <b>Non-Agency Mortgage-Backed Securities</b> |                                 |               |            |                               |                      |  |                      |                          |                              |  |
| Mortgage-Backed Securities                   | 1,235                           | 0             | 0          | 0                             | 0                    | 77   | 0                    | (1,312)                  | 0                            | 0  |
| <b>Common Stocks</b>                         |                                 |               |            |                               |                      |  |                      |                          |                              |  |
| Energy                                       | 0                               | 1,610         | 0          | 0                             | 0                    | (1,579)  | 0                    | 0                        | 31                           | (1,579)  |
| Financials                                   | 527                             | 3,402         | 0          | 0                             | 0                    | 632  | 0                    | 0                        | 4,561                        | 632  |
| <b>Warrants</b>                              |                                 |               |            |                               |                      |  |                      |                          |                              |  |
| Industrials                                  | 0                               | 0             | 0          | 0                             | 0                    | 842  | 0                    | 0                        | 842                          | 842  |
| <b>Preferred Securities</b>                  |                                 |               |            |                               |                      |  |                      |                          |                              |  |
| Industrials                                  | 0                               | 33,284        | 0          | 0                             | 0                    | (817)  | 0                    | 0                        | 32,467                       | (817)  |
| Totals                                       | \$ 28,926                       | \$ 39,987     | \$ (2,290) | \$ 161                        | \$ 322               | \$ (529)   | \$ 0                 | \$ (1,312)               | \$ 65,265                    | \$ (322)   |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 53

**Schedule of Investments PIMCO High Income Fund (Cont.)**

July 31, 2017

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 07/31/2017 | Valuation Technique                       | Unobservable Inputs | Input Value(s) (% Unless Noted Otherwise) |
|--|------------------------------|---|---------------------|---|
| <b>Investments in Securities, at Value</b> |                              |   |                     |   |
| Loan Participations and Assignments        | \$ 838                       | Other Valuation Techniques <sup>(2)</sup> |                     |   |
|  | 448                          | Proxy Pricing                             | Base Price          | 99.500                                    |
|  | 320                          | Third Party Vendor                        | Broker Quote        | 98.000-100.563                            |
| <b>Corporate Bonds &amp; Notes</b>         |                              |   |                     |   |
| Banking & Finance                          | 7,218                        | Proxy Pricing                             | Base Price          | 101.000-114.491                           |
| Industrials                                | 10,403                       | Proxy Pricing                             | Base Price          | 101.000                                   |
| U.S. Government Agencies                   | 8,136                        | Proxy Pricing                             | Base Price          | 57.000                                    |
| <b>Common Stocks</b>                       |                              |   |                     |   |
| Energy                                     | 31                           | Other Valuation Techniques <sup>(2)</sup> |                     |   |
| Financials                                 | 4,562                        | Other Valuation Techniques <sup>(2)</sup> |                     |   |
| Warrants                                   |                              |   |                     |   |
| Industrials                                | 842                          | Other Valuation Techniques <sup>(2)</sup> |                     |   |
| <b>Preferred Securities</b>                |                              |   |                     |   |
| Industrials                                | 32,467                       | Fundamental Valuation                     | Company Assets      | \$ 551,000.000                            |
| Total                                      | \$ 65,265                    |   |                     |   |

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

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

**54 PIMCO CLOSED-END FUNDS**

See Accompanying Notes

## Schedule of Investments PIMCO Income Strategy Fund

July 31, 2017

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>INVESTMENTS IN SECURITIES 128.2%</b>                              |                               |                           |
| <b>LOAN PARTICIPATIONS AND ASSIGNMENTS 5.2%</b>                      |                               |                           |
| <b>Avolon Holdings Ltd.</b>  |                               |                           |
| 3.478% due 09/20/2020  | \$ 20                         | \$ 20                     |
| 3.978% due 03/20/2022  | 170                           | 171                       |
| <b>BMC Software Finance, Inc.</b>                                    |                               |                           |
| 5.234% due 09/10/2022  | 3,559                         | 3,586                     |
| <b>Drillships Ocean Ventures, Inc.</b>                               |                               |                           |
| 7.750% due 07/25/2021  | 700                           | 620                       |
| <b>Forbes Energy Services LLC</b>                                    |                               |                           |
| 5.000% - 7.000% due 04/13/2021                                       | 164                           | 169                       |
| <b>HD Supply Waterworks Ltd.</b>                                     |                               |                           |
| TBD% due 08/01/2024  | 20                            | 20                        |
| <b>iHeartCommunications, Inc.</b>                                    |                               |                           |
| 7.984% due 01/30/2019  | 8,800                         | 7,183                     |
| <b>Moran Foods LLC</b>   |                               |                           |
| 7.234% due 12/05/2023  | 1,095                         | 1,073                     |
| <b>Parexel International Corp.</b>                                   |                               |                           |
| TBD% due 07/18/2018  | 100                           | 99                        |
| <b>Petroleo Global Trading BV</b>                                    |                               |                           |
| TBD% due 02/19/2020  | 100                           | 98                        |
| <b>Sequa Mezzanine Holdings LLC</b>                                  |                               |                           |
| 6.758% - 6.814% due 11/28/2021                                       | 110                           | 111                       |
| 10.314% due 04/28/2022   | 40                            | 41                        |
| <b>Sprint Communications, Inc.</b>                                   |                               |                           |
| 3.750% due 02/02/2024  | 798                           | 801                       |
| <b>Staples, Inc.</b>   |                               |                           |
| TBD% due 08/02/2018  | 290                           | 288                       |
| <b>Team Health Holdings, Inc.</b>                                    |                               |                           |
| 3.984% due 02/06/2024  | 100                           | 100                       |
| <b>UPC Financing Partnership</b>                                     |                               |                           |
| 3.976% due 04/15/2025  | 100                           | 101                       |
| <b>Westmoreland Coal Co.</b>   |                               |                           |
| 7.796% due 12/16/2020  | 992                           | 882                       |
| <b>Total Loan Participations and Assignments<br/>(Cost \$15,682)</b> |                               | <b>15,363</b>             |
| <b>CORPORATE BONDS &amp; NOTES 58.9%</b>                             |                               |                           |
| <b>BANKING &amp; FINANCE 29.2%</b>                                   |                               |                           |
| <b>Ally Financial, Inc.</b>  |                               |                           |
| 8.000% due 11/01/2031  | 2,427                         | 3,024                     |
| <b>Ardonagh Midco PLC</b>  |                               |                           |
| 8.375% due 07/15/2023  | GBP 300                       | 399                       |
| <b>AssuredPartners, Inc.</b>   |                               |                           |
| 7.000% due 08/15/2025 (c)  | \$ 9                          | 9                         |
| <b>Banco Bilbao Vizcaya Argentaria S.A.</b>                          |                               |                           |
| 6.750% due 02/18/2020 (h)  | EUR 1,000                     | 1,268                     |
| <b>Banco do Brasil S.A.</b>  |                               |                           |
| 6.250% due 04/15/2024 (h)  | \$ 1,390                      | 1,204                     |
| 9.000% due 06/18/2024 (h)  | 2,019                         | 2,099                     |
| <b>Banco Espirito Santo S.A.</b>                                     |                               |                           |
| 4.000% due 01/21/2019 ^  | EUR 3,800                     | 1,394                     |
| 4.750% due 01/15/2018 ^  | 1,200                         | 440                       |

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|   |     | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|---|-----|-------------------------------|---------------------------|
| <b>Banco Santander S.A.</b>             |     |                               |                           |
| 6.250% due 09/11/2021 (h)               |     | 500                           | 639                       |
| <b>Barclays Bank PLC</b>                |     |                               |                           |
| 14.000% due 06/15/2019 (h)              | GBP | 3,700                         | 5,945                     |
| <b>Barclays PLC</b>                     |     |                               |                           |
| 6.500% due 09/15/2019 (h)               | EUR | 200                           | 250                       |
| <b>Blackstone CQP Holdco LP</b>         |     |                               |                           |
| 6.500% due 03/20/2021                   | \$  | 2,400                         | 2,494                     |
| <b>BNP Paribas S.A.</b>                 |     |                               |                           |
| 7.375% due 08/19/2025 (h)(l)            |     | 1,700                         | 1,938                     |
| <b>Brighthouse Financial, Inc.</b>      |     |                               |                           |
| 4.700% due 06/22/2047                   |     | 48                            | 48                        |
| <b>Brighthouse Holdings LLC</b>         |     |                               |                           |
| 6.500% due 07/27/2037 (h)               |     | 100                           | 102                       |
| <b>Cantor Fitzgerald LP</b>             |     |                               |                           |
| 6.500% due 06/17/2022 (l)               |     | 3,000                         | 3,362                     |
|   |     |                               |                           |
| <b>CBL &amp; Associates LP</b>          |     |                               |                           |
| 5.950% due 12/15/2026 (l)               | \$  | 1,000                         | \$ 1,004                  |
| <b>Co-operative Group Holdings Ltd.</b> |     |                               |                           |
| 7.500% due 07/08/2026                   | GBP | 3,050                         | 4,918                     |
| <b>Cooperatieve Rabobank UA</b>         |     |                               |                           |
| 6.625% due 06/29/2021 (h)               | EUR | 400                           | 536                       |
| <b>Credit Agricole S.A.</b>             |     |                               |                           |
| 7.875% due 01/23/2024 (h)               | \$  | 1,600                         | 1,809                     |
| <b>Credit Suisse Group AG</b>           |     |                               |                           |
| 7.500% due 12/11/2023 (h)               |     | 3,540                         | 4,034                     |
| <b>EPR Properties</b>                   |     |                               |                           |
| 4.750% due 12/15/2026 (l)               |     | 1,500                         | 1,555                     |
| <b>Flagstar Bancorp, Inc.</b>           |     |                               |                           |
| 6.125% due 07/15/2021                   |     | 1,700                         | 1,819                     |
| <b>GSPA Monetization Trust</b>          |     |                               |                           |
| 6.422% due 10/09/2029                   |     | 1,728                         | 1,976                     |
| <b>Howard Hughes Corp.</b>              |     |                               |                           |
| 5.375% due 03/15/2025                   |     | 36                            | 37                        |
| <b>HSBC Holdings PLC</b>                |     |                               |                           |
| 6.000% due 09/29/2023 (h)               | EUR | 1,800                         | 2,438                     |
| <b>Jefferies Finance LLC</b>            |     |                               |                           |
| 6.875% due 04/15/2022                   | \$  | 3,800                         | 3,838                     |
| 7.375% due 04/01/2020                   |     | 915                           | 945                       |
| 7.500% due 04/15/2021                   |     | 200                           | 209                       |
| <b>Lloyds Bank PLC</b>                  |     |                               |                           |
| 12.000% due 12/16/2024 (h)              |     | 300                           | 408                       |
| <b>Lloyds Banking Group PLC</b>         |     |                               |                           |
| 7.875% due 06/27/2029 (h)               | GBP | 2,200                         | 3,480                     |
| <b>MPT Operating Partnership LP</b>     |     |                               |                           |
| 5.250% due 08/01/2026                   | \$  | 618                           | 649                       |
| <b>Nationwide Building Society</b>      |     |                               |                           |
| 10.250% due 06/29/2049 (h)              | GBP | 6                             | 1,165                     |
| <b>Navient Corp.</b>                    |     |                               |                           |
| 4.875% due 06/17/2019                   | \$  | 200                           | 207                       |
| 5.500% due 01/15/2019 (l)               |     | 4,030                         | 4,196                     |
| 5.625% due 08/01/2033                   |     | 98                            | 84                        |
| <b>Novo Banco S.A.</b>                  |     |                               |                           |
| 5.000% due 04/04/2019                   | EUR | 101                           | 96                        |
| 5.000% due 04/23/2019                   |     | 311                           | 296                       |
| 5.000% due 05/14/2019                   |     | 206                           | 196                       |
| 5.000% due 05/21/2019                   |     | 115                           | 110                       |
| 5.000% due 05/23/2019                   |     | 115                           | 110                       |
| <b>OneMain Financial Holdings LLC</b>   |     |                               |                           |
| 6.750% due 12/15/2019                   | \$  | 544                           | 572                       |
| 7.250% due 12/15/2021                   |     | 16                            | 17                        |
| <b>Oppenheimer Holdings, Inc.</b>       |     |                               |                           |
| 6.750% due 07/01/2022                   |     | 792                           | 801                       |
| <b>Provident Funding Associates LP</b>  |     |                               |                           |
| 6.375% due 06/15/2025                   |     | 15                            | 16                        |
| <b>Rio Oil Finance Trust</b>            |     |                               |                           |
| 9.250% due 07/06/2024                   |     | 3,660                         | 3,763                     |

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**Royal Bank of Scotland Group PLC**

|                              |  |       |       |
|------------------------------|--|-------|-------|
| 7.500% due 08/10/2020 (h)(l) |  | 1,600 | 1,694 |
| 8.000% due 08/10/2025 (h)(l) |  | 3,000 | 3,291 |
| 8.625% due 08/15/2021 (h)    |  | 800   | 885   |

**Santander UK Group Holdings PLC**

|                           |     |       |       |
|---------------------------|-----|-------|-------|
| 6.750% due 06/24/2024 (h) | GBP | 1,950 | 2,760 |
| 7.375% due 06/24/2022 (h) |     | 1,800 | 2,565 |

**Spirit Realty LP**

|                       |    |     |     |
|-----------------------|----|-----|-----|
| 4.450% due 09/15/2026 | \$ | 700 | 676 |
|-----------------------|----|-----|-----|

**Springleaf Finance Corp.**

|                       |  |       |       |
|-----------------------|--|-------|-------|
| 6.125% due 05/15/2022 |  | 323   | 340   |
| 8.250% due 10/01/2023 |  | 1,300 | 1,469 |

**Tesco Property Finance PLC**

|                       |     |       |       |
|-----------------------|-----|-------|-------|
| 5.411% due 07/13/2044 | GBP | 2,133 | 3,044 |
| 6.052% due 10/13/2039 |     | 1,240 | 1,865 |

**WP Carey, Inc.**

|                           |    |       |       |
|---------------------------|----|-------|-------|
| 4.250% due 10/01/2026 (l) | \$ | 1,400 | 1,428 |
|---------------------------|----|-------|-------|

85,916

**INDUSTRIALS 22.9%**

**Altice Financing S.A.**

|                       |  |                  |               |
|-----------------------|--|------------------|---------------|
| 7.500% due 05/15/2026 |  | 1,500            | 1,667         |
|                       |  | <b>PRINCIPAL</b> | <b>MARKET</b> |
|                       |  | <b>AMOUNT</b>    | <b>VALUE</b>  |
|                       |  | <b>(000S)</b>    | <b>(000S)</b> |

**AMC Networks, Inc.**

|                       |    |    |       |
|-----------------------|----|----|-------|
| 4.750% due 08/01/2025 | \$ | 40 | \$ 40 |
|-----------------------|----|----|-------|

**Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)**

|                           |  |       |       |
|---------------------------|--|-------|-------|
| 9.000% due 10/15/2019 (d) |  | 2,204 | 2,212 |
|---------------------------|--|-------|-------|

**Burger King Worldwide, Inc.**

|                       |  |    |    |
|-----------------------|--|----|----|
| 4.250% due 05/15/2024 |  | 98 | 99 |
|-----------------------|--|----|----|

**Caesars Entertainment Operating Co., Inc.**

|                              |  |       |       |
|------------------------------|--|-------|-------|
| 8.500% due 02/15/2020 ^ (i)  |  | 590   | 767   |
| 9.000% due 02/15/2020 ^ (i)  |  | 3,792 | 4,938 |
| 10.000% due 12/15/2018 ^ (i) |  | 2,820 | 2,690 |

**Charter Communications Operating LLC**

|                       |  |    |    |
|-----------------------|--|----|----|
| 5.375% due 05/01/2047 |  | 31 | 32 |
|-----------------------|--|----|----|

**Cheniere Corpus Christi Holdings LLC**

|                       |  |     |     |
|-----------------------|--|-----|-----|
| 5.875% due 03/31/2025 |  | 100 | 109 |
|-----------------------|--|-----|-----|

**Chesapeake Energy Corp.**

|                       |  |    |    |
|-----------------------|--|----|----|
| 4.554% due 04/15/2019 |  | 62 | 62 |
|-----------------------|--|----|----|

**CommScope Technologies LLC**

|                       |  |   |   |
|-----------------------|--|---|---|
| 5.000% due 03/15/2027 |  | 2 | 2 |
|-----------------------|--|---|---|

**Community Health Systems, Inc.**

|                       |  |    |    |
|-----------------------|--|----|----|
| 6.250% due 03/31/2023 |  | 77 | 79 |
|-----------------------|--|----|----|

**Continental Airlines Pass-Through Trust**

|                       |  |     |     |
|-----------------------|--|-----|-----|
| 9.798% due 10/01/2022 |  | 665 | 731 |
|-----------------------|--|-----|-----|

**CSN Resources S.A.**

|                       |  |     |     |
|-----------------------|--|-----|-----|
| 6.500% due 07/21/2020 |  | 256 | 195 |
|-----------------------|--|-----|-----|

**DAE Funding LLC**

|                           |  |    |    |
|---------------------------|--|----|----|
| 4.000% due 08/01/2020 (c) |  | 30 | 31 |
|---------------------------|--|----|----|

|                           |  |    |    |
|---------------------------|--|----|----|
| 4.500% due 08/01/2022 (c) |  | 30 | 31 |
|---------------------------|--|----|----|

|                           |  |    |    |
|---------------------------|--|----|----|
| 5.000% due 08/01/2024 (c) |  | 70 | 72 |
|---------------------------|--|----|----|

**Diamond Resorts International, Inc.**

|                        |  |       |       |
|------------------------|--|-------|-------|
| 10.750% due 09/01/2024 |  | 1,200 | 1,305 |
|------------------------|--|-------|-------|

**Dynegy, Inc.**

|                       |  |     |     |
|-----------------------|--|-----|-----|
| 8.034% due 02/02/2024 |  | 879 | 853 |
|-----------------------|--|-----|-----|

**EI Group PLC**

|                       |     |       |       |
|-----------------------|-----|-------|-------|
| 6.875% due 02/15/2021 | GBP | 2,360 | 3,478 |
|-----------------------|-----|-------|-------|

**Exela Intermediate LLC**

|                        |    |    |    |
|------------------------|----|----|----|
| 10.000% due 07/15/2023 | \$ | 57 | 56 |
|------------------------|----|----|----|

**Ferroglobe PLC**

|                       |  |       |       |
|-----------------------|--|-------|-------|
| 9.375% due 03/01/2022 |  | 1,000 | 1,078 |
|-----------------------|--|-------|-------|

**Ford Motor Co.**

|                           |  |       |        |
|---------------------------|--|-------|--------|
| 7.700% due 05/15/2097 (l) |  | 9,030 | 11,254 |
|---------------------------|--|-------|--------|

**Fresh Market, Inc.**

|                           |  |       |       |
|---------------------------|--|-------|-------|
| 9.750% due 05/01/2023 (l) |  | 3,313 | 2,725 |
|---------------------------|--|-------|-------|

**HCA, Inc.**

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|  |       |       |
|--|-------|-------|
| 4.500% due 02/15/2027                          | 400   | 410   |
| 5.500% due 06/15/2047                          | 48    | 50    |
| 7.500% due 11/15/2095                          | 1,050 | 1,085 |
| <b>iHeartCommunications, Inc.</b>              |       |       |
| 9.000% due 09/15/2022                          | 1,000 | 740   |
| <b>Intelsat Jackson Holdings S.A.</b>          |       |       |
| 7.250% due 10/15/2020                          | 2,285 | 2,205 |
| 9.750% due 07/15/2025                          | 96    | 100   |
| <b>Intelsat Luxembourg S.A.</b>                |       |       |
| 7.750% due 06/01/2021                          | 5,279 | 3,405 |
| 8.125% due 06/01/2023                          | 524   | 327   |
| <b>Intrepid Aviation Group Holdings LLC</b>    |       |       |
| 6.875% due 02/15/2019                          | 3,430 | 3,404 |
| <b>Kinder Morgan Energy Partners LP</b>        |       |       |
| 6.375% due 03/01/2041 (1)                      | 200   | 229   |
| <b>Kinder Morgan, Inc.</b>                     |       |       |
| 7.750% due 01/15/2032 (1)                      | 800   | 1,027 |
| 7.800% due 08/01/2031 (1)                      | 1,600 | 2,048 |
| <b>Mallinckrodt International Finance S.A.</b> |       |       |
| 4.750% due 04/15/2023                          | 480   | 427   |
| 5.500% due 04/15/2025                          | 380   | 353   |
| <b>New Albertson's, Inc.</b>                   |       |       |
| 6.570% due 02/23/2028                          | 2,800 | 2,149 |
| <b>Park Aerospace Holdings Ltd.</b>            |       |       |
| 5.250% due 08/15/2022                          | 6     | 6     |
| 5.500% due 02/15/2024                          | 18    | 18    |
| <b>Petroleos Mexicanos</b>                     |       |       |
| 6.500% due 03/13/2027                          | 254   | 280   |
| 6.750% due 09/21/2047                          | 130   | 137   |
| <b>PetSmart, Inc.</b>                          |       |       |
| 5.875% due 06/01/2025                          | 53    | 51    |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 55

## Schedule of Investments PIMCO Income Strategy Fund (Cont.)

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>Prime Security Services Borrower LLC</b>        |                               |                           |
| 9.250% due 05/15/2023                              | \$ 314                        | \$ 351                    |
| <b>QVC, Inc.</b>                                   |                               |                           |
| 4.375% due 03/15/2023                              | 202                           | 208                       |
| 5.950% due 03/15/2043                              | 2,305                         | 2,258                     |
| <b>Russian Railways via RZD Capital PLC</b>        |                               |                           |
| 7.487% due 03/25/2031                              | GBP 700                       | 1,148                     |
| <b>Sabine Pass Liquefaction LLC</b>                |                               |                           |
| 5.875% due 06/30/2026 (l)                          | \$ 1,200                      | 1,353                     |
| <b>Safeway, Inc.</b>                               |                               |                           |
| 7.250% due 02/01/2031                              | 470                           | 435                       |
| <b>Scientific Games International, Inc.</b>        |                               |                           |
| 10.000% due 12/01/2022                             | 373                           | 417                       |
| <b>Sirius XM Radio, Inc.</b>                       |                               |                           |
| 3.875% due 08/01/2022                              | 26                            | 27                        |
| <b>Spirit Issuer PLC</b>                           |                               |                           |
| 3.000% due 12/28/2031                              | GBP 500                       | 644                       |
| 6.582% due 12/28/2027                              | 700                           | 997                       |
| <b>Symantec Corp.</b>                              |                               |                           |
| 5.000% due 04/15/2025                              | \$ 22                         | 23                        |
| <b>Unique Pub Finance Co. PLC</b>                  |                               |                           |
| 5.659% due 06/30/2027                              | GBP 1,862                     | 2,774                     |
| 6.542% due 03/30/2021                              | 504                           | 727                       |
| <b>UPCB Finance Ltd.</b>                           |                               |                           |
| 3.625% due 06/15/2029                              | EUR 100                       | 118                       |
| <b>Valeant Pharmaceuticals International, Inc.</b> |                               |                           |
| 6.500% due 03/15/2022                              | \$ 42                         | 44                        |
| 7.000% due 03/15/2024                              | 81                            | 87                        |
| <b>Virgin Media Secured Finance PLC</b>            |                               |                           |
| 5.000% due 04/15/2027                              | GBP 200                       | 276                       |
| <b>Westmoreland Coal Co.</b>                       |                               |                           |
| 8.750% due 01/01/2022                              | \$ 3,026                      | 2,644                     |
| <b>Wynn Las Vegas LLC</b>                          |                               |                           |
| 5.250% due 05/15/2027                              | 29                            | 30                        |
|  |                               | 67,518                    |
| <b>UTILITIES 6.8%</b>                              |                               |                           |
| <b>AT&amp;T, Inc.</b>                              |                               |                           |
| 2.215% due 02/14/2023 (c)                          | 50                            | 50                        |
| 2.850% due 02/14/2023 (c)                          | 100                           | 100                       |
| 3.400% due 08/14/2024 (c)                          | 190                           | 190                       |
| 3.900% due 08/14/2027 (c)                          | 170                           | 170                       |
| 4.900% due 08/14/2037 (c)                          | 176                           | 176                       |
| 5.150% due 02/14/2050 (c)                          | 264                           | 264                       |
| 5.300% due 08/14/2058 (c)                          | 80                            | 80                        |
| <b>Frontier Communications Corp.</b>               |                               |                           |
| 8.500% due 04/15/2020                              | 197                           | 201                       |
| <b>Gazprom Neft OAO Via GPN Capital S.A.</b>       |                               |                           |
| 6.000% due 11/27/2023 (l)                          | 4,600                         | 5,019                     |
| <b>Northwestern Bell Telephone</b>                 |                               |                           |
| 7.750% due 05/01/2030                              | 7,000                         | 8,082                     |
| <b>Odebrecht Drilling Norbe Ltd.</b>               |                               |                           |
| 6.350% due 06/30/2022 ^                            | 215                           | 134                       |
| <b>Odebrecht Offshore Drilling Finance Ltd.</b>    |                               |                           |
| 6.625% due 10/01/2023 ^(j)                         | 1,258                         | 450                       |
| 6.750% due 10/01/2023 ^(j)                         | 1,861                         | 666                       |
| <b>Petrobras Global Finance BV</b>                 |                               |                           |
| 5.375% due 01/27/2021                              | 1,400                         | 1,442                     |

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|  |     |  |                                    |
|--|-----|--|------------------------------------|
| 6.125% due 01/17/2022  |     | 193                                    | 203                                |
| 6.625% due 01/16/2034  | GBP | 100                                    | 133                                |
| 6.750% due 01/27/2041  | \$  | 1,200                                  | 1,157                              |
| 7.250% due 03/17/2044  |     | 120                                    | 121                                |
| 7.375% due 01/17/2027  |     | 327                                    | 355                                |
| <b>Sprint Capital Corp.</b>  |     |  |                                    |
| 6.900% due 05/01/2019  |     | 600                                    | 640                                |
| <b>TerraForm Power Operating LLC</b>   |     |  |                                    |
| 6.375% due 02/01/2023  |     | 300                                    | 314                                |
|  |     |  | 19,947                             |
| <b>Total Corporate Bonds &amp; Notes (Cost \$165,619)</b>  |     |  | <b>173,381</b>                     |
|  |     | <b>PRINCIPAL<br/>AMOUNT<br/>(000S)</b> | <b>MARKET<br/>VALUE<br/>(000S)</b> |
| <b>CONVERTIBLE BONDS &amp; NOTES 0.7%</b>  |     |  |                                    |
| <b>INDUSTRIALS 0.7%</b>  |     |  |                                    |
| <b>DISH Network Corp.</b>  |     |  |                                    |
| 3.375% due 08/15/2026  | \$  | 1,600                                  | \$ 1,996                           |
| <b>Total Convertible Bonds &amp; Notes (Cost \$1,600)</b>  |     |  | <b>1,996</b>                       |
| <b>MUNICIPAL BONDS &amp; NOTES 5.5%</b>  |     |  |                                    |
| <b>CALIFORNIA 0.8%</b>   |     |  |                                    |
| <b>Riverside County, California Redevelopment Successor Agency Tax Allocation Bonds, Series 2010</b> |     |  |                                    |
| 7.500% due 10/01/2030  |     | 600                                    | 644                                |
| <b>Stockton Public Financing Authority, California Revenue Bonds, (BABs), Series 2009</b>            |     |  |                                    |
| 7.942% due 10/01/2038  |     | 1,600                                  | 1,766                              |
|  |     |  | 2,410                              |
| <b>ILLINOIS 2.3%</b>   |     |  |                                    |
| <b>Chicago, Illinois General Obligation Bonds, (BABs), Series 2010</b>                               |     |  |                                    |
| 7.517% due 01/01/2040  |     | 6,000                                  | 6,407                              |
| <b>Chicago, Illinois General Obligation Bonds, Series 2014</b>                                       |     |  |                                    |
| 6.314% due 01/01/2044  |     | 30                                     | 30                                 |
| <b>Chicago, Illinois General Obligation Bonds, Series 2017</b>                                       |     |  |                                    |
| 7.045% due 01/01/2029  |     | 60                                     | 65                                 |
| <b>Illinois State General Obligation Bonds, (BABs), Series 2010</b>                                  |     |  |                                    |
| 6.725% due 04/01/2035  |     | 10                                     | 11                                 |
| 7.350% due 07/01/2035  |     | 10                                     | 12                                 |
| <b>Illinois State General Obligation Bonds, Series 2003</b>  |     |  |                                    |
| 5.100% due 06/01/2033  |     | 120                                    | 121                                |
|  |     |  | 6,646                              |
| <b>VIRGINIA 0.1%</b>   |     |  |                                    |
| <b>Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007</b>                       |     |  |                                    |
| 6.706% due 06/01/2046  |     | 395                                    | 339                                |
| <b>WEST VIRGINIA 2.3%</b>  |     |  |                                    |
| <b>Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007</b>                |     |  |                                    |
| 0.000% due 06/01/2047 (g)  |     | 21,900                                 | 1,139                              |
| 7.467% due 06/01/2047  |     | 5,915                                  | 5,616                              |
|  |     |  | 6,755                              |
| <b>Total Municipal Bonds &amp; Notes (Cost \$14,978)</b>   |     |  | <b>16,150</b>                      |
| <b>U.S. GOVERNMENT AGENCIES 3.2%</b>   |     |  |                                    |
| <b>Fannie Mae</b>  |     |  |                                    |
| 3.500% due 12/25/2032 (a)  |     | 714                                    | 100                                |
| 4.000% due 11/25/2042 (a)  |     | 2,576                                  | 426                                |



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|   |        |       |
|---|--------|-------|
| 4.232% due 10/25/2029                     | 250    | 262   |
| 4.782% due 07/25/2029                     | 420    | 452   |
| 5.482% due 01/25/2029                     | 200    | 224   |
| 6.082% due 10/25/2029                     | 160    | 176   |
| 6.982% due 07/25/2029                     | 570    | 667   |
| 11.318% due 12/25/2040                    | 132    | 186   |
| <b>Freddie Mac</b>                        |        |       |
| 0.000% due 04/25/2045 - 08/25/2046 (b)(g) | 2,799  | 2,069 |
| 0.100% due 08/25/2046 (a)                 | 19,649 | 86    |
| 0.200% due 04/25/2045 (a)                 | 2,802  | 7     |
| 6.174% due 11/25/2055                     | 4,125  | 2,357 |
| 7.546% due 11/15/2040                     | 229    | 227   |
| 8.782% due 12/25/2027                     | 1,498  | 1,760 |
| 11.982% due 03/25/2025                    | 294    | 399   |

**Total U.S. Government Agencies (Cost \$8,884) 9,398**

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>NON-AGENCY MORTGAGE-BACKED SECURITIES 15.2%</b>         |                               |                           |
| <b>Bank of America Alternative Loan Trust</b>              |                               |                           |
| 6.000% due 01/25/2036 ^                                    | \$ 54                         | \$ 51                     |
| <b>Bank of America Funding Trust</b>                       |                               |                           |
| 6.000% due 08/25/2036 ^                                    | 1,617                         | 1,590                     |
| <b>BCAP LLC Trust</b>                                      |                               |                           |
| 3.285% due 03/27/2036                                      | 1,036                         | 595                       |
| 5.045% due 03/26/2037                                      | 500                           | 302                       |
| 12.536% due 06/26/2036                                     | 237                           | 111                       |
| <b>Bear Stearns ALT-A Trust</b>                            |                               |                           |
| 1.552% due 06/25/2046 ^                                    | 2,419                         | 2,156                     |
| 3.226% due 09/25/2047 ^                                    | 3,426                         | 2,700                     |
| 3.268% due 11/25/2036 ^                                    | 265                           | 218                       |
| 3.625% due 09/25/2035 ^                                    | 350                           | 286                       |
| <b>Bear Stearns Commercial Mortgage Securities Trust</b>   |                               |                           |
| 5.713% due 04/12/2038                                      | 100                           | 79                        |
| <b>Bear Stearns Mortgage Funding Trust</b>                 |                               |                           |
| 7.500% due 08/25/2036                                      | 633                           | 621                       |
| <b>Chase Mortgage Finance Trust</b>                        |                               |                           |
| 3.224% due 12/25/2035 ^                                    | 6                             | 6                         |
| 6.000% due 02/25/2037 ^                                    | 551                           | 453                       |
| 6.000% due 07/25/2037 ^                                    | 378                           | 347                       |
| 6.250% due 10/25/2036 ^                                    | 1,092                         | 925                       |
| <b>Citicorp Mortgage Securities Trust</b>                  |                               |                           |
| 5.500% due 04/25/2037                                      | 60                            | 60                        |
| <b>Citigroup/Deutsche Bank Commercial Mortgage Trust</b>   |                               |                           |
| 5.398% due 12/11/2049                                      | 30                            | 17                        |
| 5.688% due 10/15/2048                                      | 4,035                         | 2,165                     |
| <b>Commercial Mortgage Loan Trust</b>                      |                               |                           |
| 6.155% due 12/10/2049                                      | 940                           | 593                       |
| <b>Countrywide Alternative Loan Resecuritization Trust</b> |                               |                           |
| 6.000% due 05/25/2036 ^                                    | 1,527                         | 1,288                     |
| 6.000% due 08/25/2037 ^                                    | 656                           | 521                       |
| <b>Countrywide Alternative Loan Trust</b>                  |                               |                           |
| 1.582% due 05/25/2037 ^                                    | 231                           | 127                       |
| 3.404% due 04/25/2036 ^                                    | 693                           | 614                       |
| 5.500% due 03/25/2035                                      | 167                           | 131                       |
| 5.500% due 12/25/2035 ^                                    | 1,956                         | 1,720                     |
| 5.500% due 03/25/2036 ^                                    | 92                            | 74                        |
| 5.750% due 01/25/2035                                      | 222                           | 224                       |
| 6.000% due 02/25/2035                                      | 215                           | 219                       |
| 6.000% due 08/25/2036 ^                                    | 278                           | 246                       |
| 6.000% due 04/25/2037 ^                                    | 720                           | 560                       |
| 6.250% due 11/25/2036 ^                                    | 464                           | 414                       |
| 6.250% due 12/25/2036 ^                                    | 1,020                         | 756                       |
| 6.500% due 08/25/2036 ^                                    | 298                           | 203                       |
| <b>Countrywide Home Loan Mortgage Pass-Through Trust</b>   |                               |                           |
| 3.355% due 02/20/2035                                      | 27                            | 28                        |
| 5.500% due 10/25/2035 ^                                    | 421                           | 379                       |

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|   |     |       |       |
|---|-----|-------|-------|
| 6.250% due 09/25/2036 ^                                       |     | 356   | 300   |
| <b>Credit Suisse Commercial Mortgage Trust</b>                |     |       |       |
| 5.870% due 09/15/2040   |     | 360   | 360   |
| <b>Deutsche Mortgage Securities, Inc. Mortgage Loan Trust</b> |     |       |       |
| 3.166% due 06/25/2034   |     | 2,030 | 1,760 |
| <b>Epic Drummond Ltd.</b>                                     |     |       |       |
| 0.000% due 01/25/2022   | EUR | 66    | 78    |
| <b>GS Mortgage Securities Trust</b>                           |     |       |       |
| 5.622% due 11/10/2039   | \$  | 438   | 403   |
| <b>GSR Mortgage Loan Trust</b>                                |     |       |       |
| 5.500% due 05/25/2036 ^                                       |     | 65    | 62    |
| 6.000% due 02/25/2036 ^                                       |     | 2,653 | 2,145 |
| <b>HarborView Mortgage Loan Trust</b>                         |     |       |       |
| 1.948% due 01/19/2035   |     | 165   | 156   |
| 3.569% due 07/19/2035   |     | 35    | 31    |
| <b>IndyMac Mortgage Loan Trust</b>                            |     |       |       |
| 6.500% due 07/25/2037 ^                                       |     | 1,726 | 1,151 |
| <b>JPMorgan Alternative Loan Trust</b>                        |     |       |       |
| 3.079% due 03/25/2037 ^                                       |     | 1,026 | 917   |
| 3.351% due 03/25/2036 ^                                       |     | 1,163 | 936   |
| <b>JPMorgan Chase Commercial Mortgage Securities Trust</b>    |     |       |       |
| 5.623% due 05/12/2045   |     | 733   | 631   |
| <b>JPMorgan Mortgage Trust</b>                                |     |       |       |
| 3.304% due 01/25/2037 ^                                       |     | 323   | 318   |
| 3.378% due 02/25/2036 ^                                       |     | 282   | 253   |

56 PIMCO CLOSED-END FUNDS

See Accompanying Notes

July 31, 2017

|  | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
|--|-------------------------------|---------------------------|
| <b>LB-UBS Commercial Mortgage Trust</b>                            |                               |                           |
| 5.407% due 11/15/2038  | \$ 437                        | \$ 335                    |
| 5.562% due 02/15/2040  | 594                           | 427                       |
| <b>Lehman XS Trust</b>   |                               |                           |
| 1.452% due 06/25/2047  | 1,309                         | 1,143                     |
| <b>Merrill Lynch Mortgage Investors Trust</b>                      |                               |                           |
| 3.214% due 03/25/2036 ^  | 1,108                         | 812                       |
| <b>Morgan Stanley Capital Trust</b>                                |                               |                           |
| 5.991% due 06/11/2049  | 870                           | 873                       |
| <b>Morgan Stanley Mortgage Loan Trust</b>                          |                               |                           |
| 5.962% due 06/25/2036  | 2,795                         | 1,419                     |
| <b>Residential Asset Securitization Trust</b>                      |                               |                           |
| 5.750% due 02/25/2036 ^  | 612                           | 479                       |
| 6.000% due 07/25/2037 ^  | 792                           | 601                       |
| 6.250% due 09/25/2037 ^  | 1,371                         | 1,004                     |
| <b>Residential Funding Mortgage Securities, Inc. Trust</b>         |                               |                           |
| 4.599% due 08/25/2036 ^  | 945                           | 840                       |
| 6.000% due 09/25/2036 ^  | 141                           | 133                       |
| 6.000% due 06/25/2037 ^  | 1,731                         | 1,583                     |
| <b>Structured Adjustable Rate Mortgage Loan Trust</b>              |                               |                           |
| 3.243% due 11/25/2036 ^  | 1,039                         | 943                       |
| 3.291% due 07/25/2036 ^  | 364                           | 289                       |
| 3.342% due 03/25/2037 ^  | 349                           | 282                       |
| 3.391% due 01/25/2036 ^  | 931                           | 713                       |
| <b>Suntrust Adjustable Rate Mortgage Loan Trust</b>                |                               |                           |
| 3.531% due 02/25/2037 ^  | 187                           | 168                       |
| 3.604% due 04/25/2037 ^  | 1,028                         | 879                       |
| <b>WaMu Mortgage Pass-Through Certificates Trust</b>               |                               |                           |
| 2.145% due 12/25/2046  | 333                           | 327                       |
| 3.030% due 10/25/2036 ^  | 515                           | 458                       |
| 3.160% due 02/25/2037 ^  | 359                           | 342                       |
| <b>Wells Fargo Mortgage-Backed Securities Trust</b>                |                               |                           |
| 3.166% due 07/25/2036 ^  | 180                           | 181                       |
| 5.750% due 03/25/2037 ^  | 169                           | 166                       |
| 6.000% due 06/25/2037 ^  | 91                            | 91                        |
| <b>Total Non-Agency Mortgage-Backed Securities (Cost \$40,955)</b> |                               | <b>44,768</b>             |

**ASSET-BACKED SECURITIES 25.2%**

|   |        |       |
|---|--------|-------|
| <b>Airspeed Ltd.</b>                              |        |       |
| 1.496% due 06/15/2032                             | 1,528  | 1,280 |
| <b>Argent Securities Trust</b>                    |        |       |
| 1.422% due 03/25/2036                             | 7,894  | 4,231 |
| <b>Asset-Backed Funding Certificates Trust</b>    |        |       |
| 1.382% due 10/25/2036                             | 6,656  | 5,849 |
| <b>Bear Stearns Asset-Backed Securities Trust</b> |        |       |
| 6.500% due 10/25/2036 ^                           | 233    | 179   |
| <b>Belle Haven ABS CDO Ltd.</b>                   |        |       |
| 1.551% due 07/05/2046                             | 85,896 | 1,486 |
| <b>BlueMountain CLO Ltd.</b>                      |        |       |
| 6.754% due 04/13/2027                             | 1,000  | 994   |
| <b>CIFC Funding Ltd.</b>                          |        |       |
| 0.000% due 05/24/2026 (g)                         | 1,200  | 803   |
| 0.000% due 07/22/2026 (g)                         | 1,000  | 655   |
| <b>Citigroup Mortgage Loan Trust, Inc.</b>        |        |       |
| 1.382% due 12/25/2036                             | 3,867  | 2,041 |
| 1.392% due 12/25/2036                             | 2,050  | 1,374 |

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| <b>Countrywide Asset-Backed Certificates</b>            |     |                               |                           |
|---|-----|-------------------------------|---------------------------|
| 1.372% due 06/25/2047 ^                                 |     | 844                           | 658                       |
| 1.432% due 06/25/2047                                   |     | 5,394                         | 4,684                     |
| 1.492% due 09/25/2046 ^                                 |     | 3,189                         | 2,718                     |
|   |     | PRINCIPAL<br>AMOUNT<br>(000S) | MARKET<br>VALUE<br>(000S) |
| <b>Grosvenor Place CLO BV</b>                           |     |                               |                           |
| 0.000% due 04/30/2029                                   | EUR | 250                           | \$ 234                    |
| <b>GSAMP Trust</b>                                      |     |                               |                           |
| 1.492% due 02/25/2046                                   | \$  | 4,304                         | 3,644                     |
| 2.207% due 03/25/2035 ^                                 |     | 7,100                         | 5,842                     |
| <b>Highbridge Loan Management Ltd.</b>                  |     |                               |                           |
| 6.621% due 05/05/2027                                   |     | 1,000                         | 979                       |
| <b>JPMorgan Mortgage Acquisition Corp.</b>              |     |                               |                           |
| 1.522% due 01/25/2036                                   |     | 373                           | 362                       |
| <b>JPMorgan Mortgage Acquisition Trust</b>              |     |                               |                           |
| 1.552% due 04/25/2036                                   |     | 6,000                         | 5,343                     |
| <b>Lehman XS Trust</b>                                  |     |                               |                           |
| 6.290% due 06/24/2046                                   |     | 2,210                         | 2,057                     |
| <b>Merrill Lynch Mortgage Investors Trust</b>           |     |                               |                           |
| 1.392% due 04/25/2037                                   |     | 295                           | 166                       |
| <b>Morgan Stanley Mortgage Loan Trust</b>               |     |                               |                           |
| 1.352% due 04/25/2037                                   |     | 3,783                         | 1,837                     |
| 6.250% due 07/25/2047 ^                                 |     | 389                           | 279                       |
| <b>Residential Asset Mortgage Products Trust</b>        |     |                               |                           |
| 1.512% due 09/25/2036                                   |     | 341                           | 300                       |
| <b>Residential Asset Securities Corp. Trust</b>         |     |                               |                           |
| 1.702% due 09/25/2035                                   |     | 13,627                        | 12,596                    |
| <b>Securitized Asset-Backed Receivables LLC Trust</b>   |     |                               |                           |
| 1.372% due 05/25/2036                                   |     | 5,765                         | 3,395                     |
| <b>SLM Student Loan Trust</b>                           |     |                               |                           |
| 0.000% due 10/28/2029 (g)                               |     | 1                             | 1,355                     |
| 0.000% due 01/25/2042 (g)                               |     | 2                             | 1,752                     |
| <b>SoFi Professional Loan Program LLC</b>               |     |                               |                           |
| 0.000% due 05/25/2040 (g)                               |     | 2,100                         | 1,096                     |
| 0.000% due 09/25/2040 (g)                               |     | 846                           | 479                       |
| <b>South Coast Funding Ltd.</b>                         |     |                               |                           |
| 1.785% due 08/10/2038                                   |     | 5,915                         | 1,159                     |
| <b>Symphony CLO Ltd.</b>                                |     |                               |                           |
| 5.904% due 07/14/2026                                   |     | 1,000                         | 963                       |
| <b>Taberna Preferred Funding Ltd.</b>                   |     |                               |                           |
| 1.551% due 08/05/2036                                   |     | 226                           | 170                       |
| 1.551% due 08/05/2036 ^                                 |     | 4,232                         | 3,195                     |
| <b>Total Asset-Backed Securities (Cost \$69,619)</b>    |     |                               | <b>74,155</b>             |
| <b>SOVEREIGN ISSUES 3.5%</b>                            |     |                               |                           |
| <b>Argentine Government International Bond</b>          |     |                               |                           |
| 2.260% due 12/31/2038                                   | EUR | 304                           | 223                       |
| 5.000% due 01/15/2027                                   |     | 100                           | 110                       |
| 7.820% due 12/31/2033                                   |     | 3,915                         | 4,873                     |
| <b>Autonomous Community of Catalonia</b>                |     |                               |                           |
| 4.750% due 06/04/2018                                   |     | 1,700                         | 2,067                     |
| 4.900% due 09/15/2021                                   |     | 700                           | 882                       |
| <b>Republic of Greece Government International Bond</b> |     |                               |                           |
| 3.800% due 08/08/2017                                   | JPY | 201,000                       | 1,827                     |
| 4.750% due 04/17/2019                                   | EUR | 300                           | 363                       |
| <b>Total Sovereign Issues (Cost \$9,562)</b>            |     |                               | <b>10,345</b>             |
| <b>SHARES</b>   |     |                               |                           |
| <b>COMMON STOCKS 0.2%</b>                               |     |                               |                           |
| <b>ENERGY 0.0%</b>                                      |     |                               |                           |
| Forbes Energy Services Ltd. (e)(j)                      |     | 13,350                        | 143                       |
|   |     | SHARES                        | MARKET<br>VALUE           |

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|  |  | (000S)            |
|--|--|-------------------|
| <b>FINANCIALS 0.2%</b>                                     |  |                   |
| TIG FinCo PLC (j)  | 383,024                                | \$ 505            |
| <b>Total Common Stocks (Cost \$1,045)</b>                  |  | <b>648</b>        |
| <b>WARRANTS 0.1%</b>                                       |  |                   |
| <b>INDUSTRIALS 0.1%</b>                                    |  |                   |
| Sequa Corp. - Exp. 04/28/2024                              | 394,000                                | 185               |
| <b>UTILITIES 0.0%</b>                                      |  |                   |
| Dynegy, Inc. - Exp. 02/02/2024                             | 29,456                                 | 5                 |
| <b>Total Warrants (Cost \$77)</b>                          |  | <b>190</b>        |
| <b>PREFERRED SECURITIES 3.2%</b>                           |  |                   |
| <b>BANKING &amp; FINANCE 0.8%</b>                          |  |                   |
| <b>Farm Credit Bank of Texas</b>                           |  |                   |
| 10.000% due 12/15/2020 (h)                                 | 2,015                                  | 2,477             |
| <b>INDUSTRIALS 2.4%</b>                                    |  |                   |
| <b>Sequa Corp.</b>   |  |                   |
| 9.000%   | 7,299                                  | 7,120             |
| <b>Total Preferred Securities (Cost \$9,672)</b>           |  | <b>9,597</b>      |
| <b>SHORT-TERM INSTRUMENTS 7.3%</b>                         |  |                   |
| <b>REPURCHASE AGREEMENTS (k) 6.4%</b>                      |  |                   |
|  |  | 18,865            |
|  | <b>PRINCIPAL<br/>AMOUNT<br/>(000S)</b> |                   |
| <b>U.S. TREASURY BILLS 0.9%</b>                            |  |                   |
| 0.951% due 08/31/2017 - 01/04/2018 (f)(g)(n)(p)            | \$ 2,647                               | 2,644             |
| <b>Total Short-Term Instruments (Cost \$21,509)</b>        |  | <b>21,509</b>     |
| <b>Total Investments in Securities (Cost \$359,202)</b>    |  | <b>377,500</b>    |
| <b>Total Investments 128.2%</b><br><b>(Cost \$359,202)</b> |  | <b>\$ 377,500</b> |
| <b>Financial Derivative</b>                                |  |                   |
| <b>Instruments (m)(o) (0.7)%</b>                           |  |                   |
| <b>(Cost or Premiums, net \$(801))</b>                     |  | <b>(2,007)</b>    |
| <b>Preferred Shares (17.4)%</b>                            |  | <b>(51,275)</b>   |
| <b>Other Assets and Liabilities, net (10.1)%</b>           |  | <b>(29,693)</b>   |
| <b>Net Assets Applicable to Common Shareholders 100.0%</b> |  | <b>\$ 294,525</b> |

**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.

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- (b) Principal only security.
- (c) When-issued security.
- (d) Payment in-kind security.
- (e) Security did not produce income within the last twelve months.

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 57

**Schedule of Investments PIMCO Income Strategy Fund (Cont.)**

- (f) Coupon represents a weighted average yield to maturity.
- (g) Zero coupon security.
- (h) Perpetual maturity; date shown, if applicable, represents next contractual call date.
- (i) Security is subject to a forbearance agreement entered into by the Fund which forbears the Fund from taking action to, among other things, accelerate and collect payments on the subject note with respect to specified events of default.

**(j) RESTRICTED SECURITIES:**

| Issuer Description  | Acquisition Date                                   | Cost         | Market Value | Market Value as Percentage of Net Assets |
|---|--|--------------|--------------|--|
| Forbes Energy Services Ltd.<br>Odebrecht Offshore Drilling Finance Ltd. | 10/09/2014 - 11/18/2016                            | \$ 532       | \$ 143       | 0.05%                                    |
| 6.625% due 10/01/2023<br>Odebrecht Offshore Drilling Finance Ltd.       | 04/09/2015 - 07/30/2015                            | 995          | 450          | 0.15                                     |
| 6.750% due 10/01/2023<br>TIG FinCo PLC                                  | 04/09/2015 - 07/30/2015<br>04/02/2015 - 07/20/2017 | 1,131<br>513 | 666<br>505   | 0.23<br>0.17                             |
|   |  | \$ 3,171     | \$ 1,764     | 0.60%                                    |

**BORROWINGS AND OTHER FINANCING TRANSACTIONS**

**(k) 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 <sup>(1)</sup> |
|------------------------------------|--------------|-----------------|---------------|------------------|--|-----------------------|---------------------------------|---|
| BPG                                | 1.160%       | 07/31/2017      | 08/01/2017    | \$ 17,600        | U.S. Treasury Bonds 2.500% due 05/15/2046                | \$ (18,018)           | \$ 17,600                       | \$ 17,601   |
| SSB                                | 0.200        | 07/31/2017      | 08/01/2017    | 1,265            | U.S. Treasury Notes 3.500% due 05/15/2020 <sup>(2)</sup> | (1,291)               | 1,265                           | 1,265   |
| <b>Total Repurchase Agreements</b> |              |                 |               |                  |  | <b>\$ (19,309)</b>    | <b>\$ 18,865</b>                | <b>\$ 18,866</b>  |

**REVERSE REPURCHASE AGREEMENTS:**

| Counterparty | Borrowing Rate <sup>(3)</sup> | Settlement Date | Maturity Date | Amount Borrowed <sup>(3)</sup> | Payable for Reverse Repurchase Agreements |
|--------------|-------------------------------|-----------------|---------------|--------------------------------|---|
|--------------|-------------------------------|-----------------|---------------|--------------------------------|---|

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|     |          |            |                    |          |          |
|-----|----------|------------|--------------------|----------|----------|
| BCY | (0.250)% | 06/06/2017 | TBD <sup>(4)</sup> | \$ (922) | \$ (921) |
| BPS | 1.600    | 05/26/2017 | 08/28/2017         | (3,263)  | (3,273)  |
|     | 1.610    | 06/02/2017 | 08/31/2017         | (1,494)  | (1,498)  |
| JML | 1.950    | 07/31/2017 | 08/03/2017         | (4,250)  | (4,205)  |
|     | 1.950    | 08/03/2017 | 08/18/2017         | (4,030)  | (4,030)  |
| RDR | 1.570    | 05/02/2017 | 08/02/2017         | (1,951)  | (1,959)  |
|     | 1.590    | 05/17/2017 | 08/17/2017         | (2,317)  | (2,325)  |
|     | 1.620    | 06/12/2017 | 09/12/2017         | (1,597)  | (1,601)  |
| SOG | 1.750    | 05/17/2017 | 08/16/2017         | (3,848)  | (3,862)  |
|     | 1.800    | 06/12/2017 | 09/12/2017         | (2,643)  | (2,650)  |
| UBS | 1.610    | 06/02/2017 | 09/05/2017         | (4,604)  | (4,616)  |
|     | 1.700    | 07/07/2017 | 10/10/2017         | (2,759)  | (2,762)  |
|     | 1.990    | 05/26/2017 | 08/28/2017         | (1,330)  | (1,335)  |
|     | 2.040    | 06/09/2017 | 08/23/2017         | (1,587)  | (1,592)  |
|     | 2.140    | 06/14/2017 | 09/14/2017         | (2,649)  | (2,656)  |

**Total Reverse Repurchase Agreements** **\$ (39,285)**

**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 July 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 <sup>(5)</sup> |
|------------------------------------|--|---|---------------------------------------|---|-------------------------------|-----------------------------|
| Global Master Repurchase Agreement |  |   |                                       |   |                               |                             |
| BCY                                | \$ 0   | \$ (921)                                  | \$ 0                                  | \$ (921)  | \$ 1,004                      | \$ 83                       |
| BPG                                | 17,601                                       | 0   | 0                                     | 17,601  | (18,018)                      | (417)                       |
| BPS                                | 0  | (4,771)                                   | 0                                     | (4,771)   | 4,917                         | 146                         |
| JML                                | 0  | (8,235)                                   | 0                                     | (8,235)   | 5,237                         | (2,998)                     |
| RDR                                | 0  | (5,885)                                   | 0                                     | (5,885)   | 6,085                         | 200                         |
| SOG                                | 0  | (6,512)                                   | 0                                     | (6,512)   | 6,921                         | 409                         |

**58 PIMCO CLOSED-END FUNDS**

See Accompanying Notes



July 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 <sup>(5)</sup> |
|--|--|---|---------------------------------------|---|-------------------------------|-----------------------------|
| SSB  | \$ 1,265                                     | \$ 0                                      | \$ 0                                  | \$ 1,265  | \$ (1,291)                    | \$ (26)                     |
| UBS  | 0  | (12,961)                                  | 0                                     | (12,961)  | 14,774                        | 1,813                       |
| <b>Total Borrowings and Other Financing Transactions</b> | <b>\$ 18,866</b>                             | <b>\$ (39,285)</b>                        | <b>\$ 0</b>                           |   |                               |                             |

**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              |
|---|--------------------------|--------------------|--------------------|----------------------|--------------------|
| <b>Reverse Repurchase Agreements</b>  |                          |                    |                    |                      |                    |
| Corporate Bonds & Notes   | \$ 0                     | \$ (18,551)        | \$ (15,783)        | \$ (921)             | \$ (35,255)        |
| <b>Total Borrowings</b>   | <b>\$ 0</b>              | <b>\$ (18,551)</b> | <b>\$ (15,783)</b> | <b>\$ (921)</b>      | <b>\$ (35,255)</b> |
| <b>Gross amount of recognized liabilities for reverse repurchase agreements<sup>(6)</sup></b> |                          |                    |                    |                      | <b>\$ (35,255)</b> |

(1) Securities with an aggregate market value of \$38,938 have been pledged as collateral under the terms of the above master agreements as of July 31, 2017.

(1) Includes accrued interest.

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

(3) The average amount of borrowings outstanding during the period ended July 31, 2017 was \$(32,344) at a weighted average interest rate of 1.505%. Average borrowings may include sale-buyback transactions and reverse repurchase agreements, if held during the period.

(4) Open maturity reverse repurchase agreement.

(5) 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 8, Master Arrangements, in the Notes to Financial Statements for more information regarding master netting arrangements.

(6) Unsettled reverse repurchase agreements liability of \$(4,030) is outstanding at period end.

**(m) FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED****SWAP AGREEMENTS:**

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CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION<sup>(1)</sup>

| Reference Entity              | Fixed Receive Rate | Maturity Date | Implied                                       | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Market Value <sup>(4)</sup> | Variation Margin |           |
|-------------------------------|--------------------|---------------|---|--------------------------------|--------------------------|--------------------------------------|-----------------------------|------------------|-----------|
|                               |                    |               | Credit Spread at July 31, 2017 <sup>(2)</sup> |                                |                          |                                      |                             | Asset            | Liability |
| Frontier Communications Corp. | 5.000%             | 06/20/2020    | 6.967%  | \$ 2,900                       | \$ (95)                  | \$ (34)                              | \$ (129)                    | \$ 4             | \$ 0      |
| Navient Corp.                 | 5.000              | 12/20/2021    | 2.538   | 300                            | 11                       | 21                                   | 32                          | 0                | 0         |
|                               |                    |               |   |                                | \$ (84)                  | \$ (13)                              | \$ (97)                     | \$ 4             | \$ 0      |

CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION<sup>(1)</sup>

| Index/Tranches         | Fixed Receive Rate | Maturity Date | Notional Amount <sup>(3)</sup> | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Market Value <sup>(4)</sup> | Variation Margin |           |      |
|------------------------|--------------------|---------------|--------------------------------|--------------------------|--------------------------------------|-----------------------------|------------------|-----------|------|
|                        |                    |               |                                |                          |                                      |                             | Asset            | Liability |      |
| CDX.HY-24 5-Year Index | 5.000%             | 06/20/2020    | \$ 4,365                       | \$ 336                   | \$ 42                                | \$ 378                      | \$ 4             | \$ 0      |      |
| CDX.HY-25 5-Year Index | 5.000              | 12/20/2020    | 1,607                          | (6)                      | 138                                  | 132                         | 1                | 0         |      |
| CDX.HY-26 5-Year Index | 5.000              | 06/20/2021    | 396                            | 18                       | 17                                   | 35                          | 0                | 0         |      |
| CDX.HY-28 5-Year Index | 5.000              | 06/20/2022    | 800                            | 55                       | 11                                   | 66                          | 1                | 0         |      |
|                        |                    |               |                                |                          | \$ 403                               | \$ 208                      | \$ 611           | \$ 6      | \$ 0 |

INTEREST RATE SWAPS

| Pay/Receive        | Floating Rate        | Floating Rate Index | Fixed Rate | Maturity Date | Notional Amount | Premiums Paid/(Received) | Unrealized Appreciation/Depreciation | Market Value | Variation Margin |           |
|--------------------|----------------------|---------------------|------------|---------------|-----------------|--------------------------|--------------------------------------|--------------|------------------|-----------|
|                    |                      |                     |            |               |                 |                          |                                      |              | Asset            | Liability |
| Pay                | 3-Month USD-LIBOR    |                     | 2.750%     | 06/17/2025    | \$ 70,420       | \$ 4,237                 | \$ (958)                             | \$ 3,279     | \$ 9             | \$ 0      |
| Pay                | 3-Month USD-LIBOR    |                     | 2.250      | 06/15/2026    | 15,300          | 724                      | (644)                                | 80           | 4                | 0         |
| Pay <sup>(5)</sup> | 3-Month USD-LIBOR    |                     | 2.500      | 12/20/2027    | 27,400          | 187                      | 253                                  | 440          | 13               | 0         |
| Pay                | 3-Month USD-LIBOR    |                     | 3.500      | 06/19/2044    | 83,100          | (2,711)                  | 18,640                               | 15,929       | 55               | 0         |
| Receive            | 3-Month USD-LIBOR    |                     | 2.250      | 12/21/2046    | 12,600          | (1,146)                  | 1,945                                | 799          | 0                | (15)      |
| Receive            | 3-Month USD-LIBOR    |                     | 1.750      | 06/21/2047    | 131,700         | 23,252                   | 628                                  | 23,880       | 0                | (122)     |
| Pay                | 6-Month AUD-BBR-BBSW |                     | 3.000      | 12/17/2019    | AUD 6,200       | 89                       | 24                                   | 113          | 3                | 0         |

See Accompanying Notes

ANNUAL REPORT JULY 31, 2017 59

**Schedule of Investments PIMCO Income Strategy Fund (Cont.)**

| <b>Pay/Receive</b>   |                            |                   | <b>Maturity</b> | <b>Notional</b> | <b>Premiums</b>        | <b>Unrealized</b>                | <b>Market</b> | <b>Variation</b> |
|----------------------|----------------------------|-------------------|-----------------|-----------------|------------------------|----------------------------------|---------------|------------------|
| <b>Floating Rate</b> | <b>Floating Rate Index</b> | <b>Fixed Rate</b> | <b>Date</b>     | <b>Amount</b>   | <b>Paid/(Received)</b> | <b>Appreciation/Depreciation</b> | <b>Value</b>  | <b>Margin</b>    |
| Pay                  | 6-Month AUD-BBR-BBSW       | 3.500%            | 06/17/2025      | AUD 3,900       | \$ 97                  | \$ 87                            | \$ 184        | Asset Liability  |
|                      |                            |                   |                 |                 |                        |                                  |               | \$ 3 \$ 0        |