

PIMCO INCOME STRATEGY FUND  
Form N-CSRS  
March 29, 2019

**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: 811-21374

**PIMCO Income Strategy Fund**

**(Exact name of registrant as specified in charter)**

**1633 Broadway, New York, NY 10019**

**(Address of principal executive offices)**

**Trent W. Walker**

**Treasurer (Principal Financial & Accounting Officer)**

**650 Newport Center Drive**

**Newport Beach, CA 92660**

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

Copies to:

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**Ropes & Gray LLP**

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**Boston, MA 02199**

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

Date of fiscal year end: July 31

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Date of reporting period: January 31, 2019

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

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

**Item 1. Reports to Shareholders.**

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

## PIMCO CLOSED-END FUNDS

# Semiannual Report

January 31, 2019

PIMCO Corporate & Income Opportunity Fund | PTY | NYSE

PIMCO Corporate & Income Strategy Fund | PCN | NYSE

PIMCO High Income Fund | PHK | NYSE

PIMCO Income Strategy Fund | PFL | NYSE

PIMCO Income Strategy Fund II | PFN | NYSE

Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, paper copies of the Fund's annual and semi-annual shareholder reports will no longer be sent by mail, unless you specifically request paper copies of the reports. Instead, the reports will be made available on the Fund's website, [pimco.com/literature](http://pimco.com/literature), and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. You may elect to receive shareholder reports and other communications from the Fund electronically by visiting [pimco.com/edelivery](http://pimco.com/edelivery) or by contacting your financial intermediary, such as a broker-dealer or bank.

Beginning January 1, 2019, you may elect to receive all future reports in paper free of charge. If you own these shares through a financial intermediary, such as a broker-dealer or bank, you may contact your financial intermediary to request that you continue to receive paper copies of your shareholder reports. If you invest directly with the Fund, you can inform the Fund that you wish to continue receiving paper copies of your shareholder reports by calling 844.337.4626. Your election to receive reports in paper will apply to all funds held with the fund complex if you invest directly with the Fund or to all funds held in your account if you invest through a financial intermediary, such as a broker-dealer or bank.

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## Letter from the Chair of the Board & President

Dear Shareholder,

Following this letter is the PIMCO Closed-End Funds Semiannual Report, which covers the six-month reporting period ended January 31, 2019. On the subsequent pages you will find specific details regarding investment results and discussion of the factors that most affected performance over the reporting period.

For the six-month reporting period ended January 31, 2019

The U.S. economy continued to expand. Looking back, U.S. gross domestic product ( GDP ) grew at an annual pace of 3.4% during the third quarter of 2018. According to the Commerce Department's initial reading released after the reporting period ended fourth-quarter 2018 GDP grew at an annual pace of 2.6%.

The Federal Reserve (the Fed ) continued to normalize monetary policy. After raising interest rates in March and June, the Fed again moved rates higher at its September and December 2018 meetings. The Fed's December rate hike pushed the federal funds rate to a range between 2.25% and 2.50%. In addition, the Fed continued to reduce its balance sheet. At its meeting in January 2019, the Fed appeared to taper its expectations for the pace of rate hikes in 2019, saying, "In light of global economic and financial developments and muted inflation pressures, the Committee will be patient as it determines what future adjustments to the target range for the federal funds rate may be appropriate to support these outcomes."

Economic activity outside the U.S. generally moderated. Against this backdrop, the European Central Bank (the ECB ) and the Bank of Japan largely maintained their highly accommodative monetary policies, while other central banks took a more hawkish stance. For example, the Bank of England raised rates at its meeting in August 2018. Meanwhile, the ECB ended its quantitative easing program in December 2018, but indicated that it does not expect to raise interest rates at least through the summer of 2019.

The U.S. Treasury yield curve flattened as longer-term rates fell more than short-term rates. The yield on the benchmark 10-year U.S. Treasury note was 2.63% at the end of the reporting period, down from 2.96% on July 31, 2018. U.S. Treasuries, as measured by the Bloomberg Barclays U.S. Treasury Index, returned 2.87% over the six months ended January 31, 2019. Meanwhile, the Bloomberg Barclays U.S. Aggregate Bond Index, a widely used index of U.S. investment grade bonds, returned 2.71%. Riskier fixed income asset classes, including high yield corporate bonds and emerging market debt, generated mixed results versus the broad U.S. market. The ICE BofAML U.S. High Yield Index returned 1.02%, whereas emerging market external debt, as represented by the JPMorgan Emerging Markets Bond Index (EMBI) Global, returned 2.98%. Emerging market local bonds, as represented by the JPMorgan Government Bond Index-Emerging Markets Global Diversified Index (Unhedged), returned 3.75%.

U.S. equities moved higher in July and August 2018. We believe this rally was driven by a number of factors, including corporate profits that often exceeded expectations. U.S. equities then fell sharply during two of the next three months. We believe this was triggered by a number of factors, including signs of moderating global growth, concerns over future Fed rate hikes, the ongoing trade dispute between the U.S. and China and the partial U.S. government shutdown. However, U.S. equities rallied sharply in January 2019. In our view, this was partially due to the Fed's revised view on monetary policy tightening for 2019. All told, U.S. equities, as represented by the S&P 500 Index, returned -3.00%. Elsewhere, emerging market equities, as measured by the MSCI Emerging Markets Index, returned -2.60%, whereas global equities, as represented by the MSCI World Index, returned -5.00%. Japanese equities, as represented by the Nikkei 225 Index (in JPY), returned -7.00%.

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and European equities, as represented by the MSCI Europe Index (in EUR), returned -7.46%.

Commodity prices fluctuated and generally declined. When the reporting period began, West Texas crude oil was approximately \$69 a barrel, but by the end it was roughly \$54 a barrel. This was driven in part by increased supply and declining global demand. Elsewhere, gold prices rose, whereas copper prices declined.

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

Finally, the foreign exchange markets experienced periods of volatility, due in part to signs of decoupling economic growth and central bank policies, along with a number of geopolitical events, including uncertainties around Brexit and trade negotiations between the U.S. and China. The U.S. dollar produced mixed results against other major currencies during the reporting period. For example, the U.S. dollar appreciated 2.13% and 0.12% versus the euro and the British pound, respectively, whereas the U.S. dollar depreciated 2.66% versus the yen.

Thank you for the assets you have placed with us. We deeply value your trust, and we will continue to work diligently to meet your broad investment needs. For any questions regarding your PIMCO Closed-End Funds investments, please contact your financial advisor, or call the Funds shareholder servicing agent at (844) 33-PIMCO. We also invite you to visit our website at [pimco.com](http://pimco.com) to learn more about our global viewpoints.

Sincerely,

Deborah A. DeCotis  
Chair of the Board of Trustees

Peter G. Strelow  
President

Past performance is no guarantee of future results. Unless otherwise noted, index returns reflect the reinvestment of income distributions and capital gains, if any, but do not reflect fees, brokerage commissions or other expenses of investing. It is not possible to invest directly in an unmanaged index.



## 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 may trend upward, rising rates would negatively impact the performance of most bond funds, and fixed-income securities and other instruments 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). In addition, changes in interest rates can be sudden and unpredictable, and there is no guarantee that Fund management will anticipate such movement accurately. A Fund may lose money as a result of movement in interest rates.

As of the date of this report, interest rates in the U.S. and many parts of the world, including certain European countries, are at or near historically low levels. Thus, the Funds currently face a heightened level of interest rate risk, especially since the Federal Reserve Board has ended its quantitative easing program and has begun, and may continue, to raise interest rates. 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 bond markets have steadily grown over the past three decades, dealer inventories of corporate bonds are near historic lows in relation to market size. As a result, there has been a significant reduction in the ability of dealers to make markets. Bond funds and individual bonds with a longer duration (a measure used to determine 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. All of the factors mentioned above, individually or collectively, could lead to increased volatility and/or lower liquidity in the fixed income markets or negatively impact a Fund's performance or cause a Fund to incur losses.

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, leverage risk, management risk and the risk that a Fund may not be able to close out a position when it would be most advantageous to do so. Changes in regulation relating to a Fund's use of derivatives and related instruments could potentially limit or impact a Fund's ability to invest in derivatives, limit a Fund's ability to employ certain strategies that use derivatives and/or adversely affect the value or performance of derivatives and the Fund. 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 an asset, instrument or component of the index underlying 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 the 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 own.

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, the 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 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).

### 4 PIMCO CLOSED-END FUNDS

A Fund may engage in investment strategies, including the use of derivatives, to, among other things, seek to generate current, distributable income, even if such strategies could potentially result in declines in the Fund's net asset value. A Fund's income and gain-generating strategies, including certain derivatives 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. Moreover, to make payments of interest and other loan costs, a Fund may be forced to sell portfolio securities when it is not otherwise advantageous to do so.

In addition, because the fees received by PIMCO are based on the average weekly total managed assets (including any assets attributable to any preferred shares or other forms of leverage that may be

outstanding) minus any accrued liabilities (other than liabilities representing leverage) of PIMCO Income Strategy Fund and PIMCO Income Strategy Fund II, and on the average daily net asset value (including daily net assets attributable to any preferred shares that may be outstanding) of PIMCO Corporate & Income Opportunity Fund, PIMCO Corporate & Income Strategy Fund and PIMCO High Income Fund, PIMCO has a financial incentive for a Fund to use certain forms of leverage, which may create a conflict of interest between PIMCO, on the one hand, and the common shareholders of a Fund, on the other hand.

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

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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. Investing in foreign (non-U.S.) securities may entail risk due to foreign (non-U.S.) economic and political developments; this risk may be increased when investing 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 foreign (non-U.S.) issuer.

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

The geographical classification of foreign (non-U.S.) securities in this report are classified by the country of incorporation of a holding. In certain instances, a security's country of incorporation may be different from its country of economic exposure. The United States presidential administration's enforcement of tariffs on goods from other countries, with a focus on China, has contributed to international trade tensions and may impact portfolio securities.

Investments in loans (including whole 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 subject to heightened or additional risks and potential liabilities and costs by investing in mezzanine and other subordinated 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.

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.

A Fund may also invest in the residual or equity tranches of mortgage-related and other asset-backed instruments, which may be referred to as subordinate mortgage-backed or asset-backed instruments and interest-only mortgage-backed or asset-backed instruments. Subordinate mortgage-backed or asset-backed instruments 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 instruments will not be fully paid. Investments in subordinate mortgage-backed and other asset-backed instruments may 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 instruments are also subject to greater credit risk than those mortgage-backed or other asset-backed securities that are more highly rated. There are multiple tranches of mortgage-backed and asset-backed instruments, 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 instrument 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 intended 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

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have been paid) rather than a fixed interest rate. Because an investment in the residual or equity tranche of a mortgage-related or other asset-backed instrument will be the first to bear losses incurred by such instrument, these investments may involve a significantly greater degree of risk than investments in other tranches of a mortgage-related or other asset-backed instrument.

### **6 PIMCO CLOSED-END FUNDS**

The risk 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 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 markets for lower-rated bonds. Thus, high yield investments increase the chance that a Fund will lose money. PIMCO does not rely solely on credit ratings, and develops its own analysis of issuer credit quality. A Fund may purchase unrated securities (which are not rated by a rating agency) if PIMCO determines that the security is of comparable quality to a rated security that a Fund may purchase. Unrated securities may be less liquid than comparable rated securities and involve the risk that PIMCO may not accurately evaluate the security's comparative credit quality, which could result in a Fund's portfolio having a higher level of credit and/or high yield risk than PIMCO has estimated or desires for the Fund, and could negatively impact the Fund's performance and/or returns. Certain Funds may invest a substantial portion of their assets in unrated securities and therefore may be particularly subject to the associated risks. Analysis of the creditworthiness of issuers of high yield securities may be more complex than for issuers of higher-quality debt obligations. To the extent that a Fund invests in high yield and/or unrated securities, the Fund's success in achieving its investment objectives may depend more heavily on the portfolio manager's creditworthiness analysis than if the Fund invested exclusively in higher-quality and rated securities. 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. The credit quality of a particular security or group of securities does not ensure the stability or safety of the overall portfolio.

Contingent convertible securities ( CoCos ) are a form of hybrid debt security issued primarily by non-U.S. issuers, which have loss absorption mechanisms built into their terms. The risks of investing in CoCos include, without limitation, the risk that interest payments will be cancelled by the issuer or a regulatory authority, the risk of ranking junior to other creditors in the event of a liquidation or other bankruptcy-related event as a result of holding subordinated debt, the risk of the Fund's investment becoming further subordinated as a result of conversion from debt to equity, the risk that the principal amount due can be written down to a lesser amount, and the general risks applicable to fixed income investments, including interest rate risk, credit risk, market risk and liquidity risk, any of which could result in losses to the Fund. CoCos may experience a loss absorption mechanism trigger event, which would likely be the result of, or related to, the deterioration of the issuer's financial condition (e.g., a decrease in the issuer's capital ratio) and status as a going concern. In such a case, with respect to CoCos that provide for conversion into common stock upon the occurrence of the trigger event, the market price of the issuer's common stock received by the Fund will have likely declined, perhaps substantially, and may continue to decline, which may adversely affect the Fund's NAV.

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

The global economic crisis brought several small 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.

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Failure to reach those objectives or an insufficient level of assistance could result in a deep economic downturn which could



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

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 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 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

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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.

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

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, such as the Funds, frequently trade at a discount from their net asset value and 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, contingent convertible securities risk, high yield 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.

On each Fund Summary page in this Shareholder Report, the Average Annual Total Return table measures performance assuming that all dividend and capital gain distributions were reinvested. Total return is calculated by determining the percentage change in NAV or market price (as applicable) in the specified period. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions. Total return for a period of more than one year represents the average annual total return. Performance at market price will differ from results at

NAV. Although market price returns tend to reflect investment results over time, during shorter periods returns at market price can also be influenced by factors such as changing views about a Fund, market conditions, supply and demand for the Fund's shares, or changes in the Fund's dividends. Performance shown is net of fees and expenses.

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

<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.

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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.

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

PIMCO has adopted written proxy voting policies and procedures ( Proxy Policy ) as required by Rule 206(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, on the Funds website at [www.pimco.com](http://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 is available without charge, upon request by calling the Funds at (844) 33-PIMCO and on the Funds website at [www.pimco.com](http://www.pimco.com).

The SEC has adopted a rule that, beginning in 2021, generally will allow the Funds to fulfill their obligation to deliver shareholder reports to investors by providing access to such reports online free of charge and by mailing a notice that the report is electronically available. Pursuant to the rule, investors may still elect to receive a complete shareholder report in the mail. Instructions for electing to receive paper copies of the Fund's shareholder reports going forward may be found on the front cover of this report.

**10 PIMCO CLOSED-END FUNDS**

**PIMCO Corporate & Income Opportunity Fund**

Symbol on NYSE - **PTY**

Allocation Breakdown as of 01/31/2019 <sup>§</sup>

Corporate Bonds & Notes	45.1%
Asset-Backed Securities	15.4%
Non-Agency Mortgage-Backed Securities	14.1%
Loan Participations and Assignments	6.4%
Sovereign Issues	4.2%
Short-Term Instruments	3.6%
Municipal Bonds & Notes	3.5%
U.S. Government Agencies	2.8%
Preferred Securities	2.7%
Real Estate Investment Trusts	1.1%
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 January 31, 2019)<sup>(1)</sup>

Market Price	\$16.34
NAV	\$14.25
Premium/(Discount) to NAV	14.67%
Market Price Distribution Rate <sup>(2)</sup>	9.55%
NAV Distribution Rate <sup>(2)</sup>	10.95%
Total Effective Leverage <sup>(3)</sup>	41%

Average Annual Total Return<sup>(1)</sup> for the period ended January 31, 2019

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (12/27/02)
Market Price	(3.91)%	10.02%	9.82%	18.65%	13.75%
NAV	2.14%	6.05%	11.67%	21.00%	14.05%

All Fund returns are net of fees and expenses.

\* Cumulative return

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- (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. Returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the sale of Fund shares. Total return, market price, NAV, market price distribution rate, and NAV distribution rate will fluctuate with changes in market conditions. The NAV presented may differ from the NAV reported for the same period in other Fund materials. Performance current to the most recent month-end is available at [www.pimco.com](http://www.pimco.com) or via (844) 33-PIMCO. Performance is calculated assuming all dividends and distributions are reinvested at prices obtained under the Fund's dividend reinvestment plan. Performance does not reflect any brokerage commissions in connection with the purchase or sale of Fund shares.
- (2) Distribution rates 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, 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 the intermediate portion of the U.S. yield curve contributed to absolute performance, as rates declined.
- » Exposure to the U.S. dollar contributed to absolute performance, as the U.S. dollar appreciated against most major currencies.
- » Exposure to securitized credit contributed to absolute performance, as the asset class posted positive returns.
- » Security selection in high yield corporate credit detracted from absolute performance.
- » Security selection in investment grade corporate credit detracted from absolute performance.
- » Exposure to taxable municipal bonds detracted from absolute performance.





**PIMCO Corporate & Income Strategy Fund**

Symbol on NYSE - **PCN**

Allocation Breakdown as of 01/31/2019 <sup>§</sup>

Corporate Bonds & Notes	40.0%
Non-Agency Mortgage-Backed Securities	18.3%
Asset-Backed Securities	16.8%
Loan Participations and Assignments	5.1%
U.S. Government Agencies	4.3%
Sovereign Issues	4.3%
Municipal Bonds & Notes	4.0%
Preferred Securities	2.8%
Short-Term Instruments	1.7%
Real Estate Investment Trusts	1.3%
Other	1.4%

<sup>§</sup> % 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 January 31, 2019)<sup>(1)</sup>

Market Price	\$15.64
NAV	\$14.30
Premium/(Discount) to NAV	9.37%
Market Price Distribution Rate <sup>(2)</sup>	8.63%
NAV Distribution Rate <sup>(2)</sup>	9.44%
Total Effective Leverage <sup>(3)</sup>	23%

Average Annual Total Return<sup>(1)</sup> for the period ended January 31, 2019

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (12/21/01)
Market Price	(9.30)%	1.37%	9.21%	15.48%	11.54%
NAV	1.12%	3.10%	9.30%	18.67%	11.79%

All Fund returns are net of fees and expenses.

\* Cumulative return

## Edgar Filing: PIMCO INCOME STRATEGY FUND - Form N-CSRS

- (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. Returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the sale of Fund shares. Total return, market price, NAV, market price distribution rate, and NAV distribution rate will fluctuate with changes in market conditions. The NAV presented may differ from the NAV reported for the same period in other Fund materials. Performance current to the most recent month-end is available at [www.pimco.com](http://www.pimco.com) or via (844) 33-PIMCO. Performance is calculated assuming all dividends and distributions are reinvested at prices obtained under the Fund's dividend reinvestment plan. Performance does not reflect any brokerage commissions in connection with the purchase or sale of Fund shares.
- (2) Distribution rates 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, 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 the intermediate portion of the U.S. yield curve contributed to absolute performance, as rates declined.
- » Exposure to the U.S. dollar contributed to absolute performance, as the U.S. dollar appreciated against most major currencies.
- » Exposure to commercial mortgage backed securities contributed to absolute performance, as the asset class posted positive returns.
- » Security selection in high yield corporate credit detracted from absolute performance.
- » Security selection in investment grade corporate credit detracted from absolute performance.
- » Exposure to taxable municipal bonds detracted from absolute performance.

**12 PIMCO CLOSED-END FUNDS**

**PIMCO High Income Fund**

Symbol on NYSE - **PHK**

Allocation Breakdown as of 01/31/2019 <sup>§</sup>

Corporate Bonds & Notes	46.7%
Non-Agency Mortgage-Backed Securities	14.9%
Asset-Backed Securities	10.4%
Municipal Bonds & Notes	6.1%
Preferred Securities	5.4%
Sovereign Issues	4.4%
Loan Participations and Assignments	4.0%
U.S. Government Agencies	2.4%
Short-Term Instruments	2.2%
Real Estate Investment Trusts	2.0%
Other	1.5%

% 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 January 31, 2019)<sup>(1)</sup>

Market Price	\$8.56
NAV	\$6.12
Premium/(Discount) to NAV	39.87%
Market Price Distribution Rate <sup>(2)</sup>	11.31%
NAV Distribution Rate <sup>(2)</sup>	15.82%
Total Effective Leverage <sup>(3)</sup>	25%

Average Annual Total Return<sup>(1)</sup> for the period ended January 31, 2019

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (04/30/03)
Market Price	4.90%	27.48%	6.42%	14.61%	10.28%
NAV	1.11%	4.97%	11.89%	21.84%	11.61%

All Fund returns are net of fees and expenses.

\* Cumulative return

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- (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. Returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the sale of Fund shares. Total return, market price, NAV, market price distribution rate, and NAV distribution rate will fluctuate with changes in market conditions. The NAV presented may differ from the NAV reported for the same period in other Fund materials. Performance current to the most recent month-end is available at [www.pimco.com](http://www.pimco.com) or via (844) 33-PIMCO. Performance is calculated assuming all dividends and distributions are reinvested at prices obtained under the Fund's dividend reinvestment plan. Performance does not reflect any brokerage commissions in connection with the purchase or sale of Fund shares.
- (2) Distribution rates 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, 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 the intermediate portion of the U.S. yield curve contributed to absolute performance, as rates declined.
- » Exposure to the U.S. dollar contributed to absolute performance, as the U.S. dollar appreciated against most major currencies.
- » Exposure to commercial mortgage backed securities contributed to absolute performance, as the asset class posted positive returns.
- » Security selection in high yield corporate credit detracted from absolute performance.
- » Security selection in investment grade corporate credit detracted from absolute performance.

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- » Exposure to taxable municipal bonds detracted from absolute performance.

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**PIMCO Income Strategy Fund**

Symbol on NYSE - **PFL**

Allocation Breakdown as of 01/31/2019 <sup>§</sup>

Corporate Bonds & Notes	44.0%
Asset-Backed Securities	19.7%
Non-Agency Mortgage-Backed Securities	10.0%
Loan Participations and Assignments	4.9%
Municipal Bonds & Notes	4.6%
Short-Term Instruments	4.4%
Sovereign Issues	4.1%
U.S. Government Agencies	3.0%
Preferred Securities	2.8%
Real Estate Investment Trusts	1.2%
Other	1.3%
% 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 January 31, 2019)<sup>(1)</sup>

Market Price	\$11.38
NAV	\$10.65
Premium/(Discount) to NAV	6.85%
Market Price Distribution Rate <sup>(2)</sup>	9.49%
NAV Distribution Rate <sup>(2)</sup>	10.14%
Total Effective Leverage <sup>(3)</sup>	25%

Average Annual Total Return<sup>(1)</sup> for the period ended January 31, 2019

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (08/29/03)
Market Price	(2.25)%	8.22%	10.23%	14.66%	6.96%
NAV	0.52%	2.54%	8.11%	16.35%	6.87%

All Fund returns are net of fees and expenses.

\* Cumulative return

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- (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. Returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the sale of Fund shares. Total return, market price, NAV, market price distribution rate, and NAV distribution rate will fluctuate with changes in market conditions. The NAV presented may differ from the NAV reported for the same period in other Fund materials. Performance current to the most recent month-end is available at [www.pimco.com](http://www.pimco.com) or via (844) 33-PIMCO. Performance is calculated assuming all dividends and distributions are reinvested at prices obtained under the Fund's dividend reinvestment plan. Performance does not reflect any brokerage commissions in connection with the purchase or sale of Fund shares.
- (2) Distribution rates 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, 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 the intermediate portion of the U.S. yield curve contributed to absolute performance, as rates declined.
- » Exposure to the U.S. dollar contributed to absolute performance, as the U.S. dollar appreciated against most major currencies.
- » Exposure to commercial mortgage backed securities contributed to absolute performance, as the asset class posted positive returns.
- » Security selection in high yield corporate credit detracted from absolute performance.
- » Security selection in residential mortgage backed securities detracted from absolute performance.



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- » Security selection in investment grade corporate credit detracted from absolute performance.

### **14 PIMCO CLOSED-END FUNDS**

**PIMCO Income Strategy Fund II**

Symbol on NYSE - **PFN**

Allocation Breakdown as of 01/31/2019 <sup>§</sup>

Corporate Bonds & Notes	44.5%
Non-Agency Mortgage-Backed Securities	15.3%
Asset-Backed Securities	15.3%
Municipal Bonds & Notes	6.2%
Loan Participations and Assignments	4.7%
Sovereign Issues	3.7%
Preferred Securities	2.8%
U.S. Government Agencies	2.4%
Short-Term Instruments	2.3%
Real Estate Investment Trusts	1.2%
Other	1.6%
% 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 January 31, 2019)<sup>(1)</sup>

Market Price	\$10.08
NAV	\$9.59
Premium/(Discount) to NAV	5.11%
Market Price Distribution Rate <sup>(2)</sup>	9.52%
NAV Distribution Rate <sup>(2)</sup>	10.01%
Total Effective Leverage <sup>(3)</sup>	26%

Average Annual Total Return<sup>(1)</sup> for the period ended January 31, 2019

	6 Month*	1 Year	5 Year	10 Year	Commencement of Operations (10/29/04)
Market Price	(0.29)%	9.01%	10.56%	16.32%	6.11%
NAV	0.79%	3.13%	8.70%	16.60%	6.07%

All Fund returns are net of fees and expenses.

\* Cumulative return

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- (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. Returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the sale of Fund shares. Total return, market price, NAV, market price distribution rate, and NAV distribution rate will fluctuate with changes in market conditions. The NAV presented may differ from the NAV reported for the same period in other Fund materials. Performance current to the most recent month-end is available at [www.pimco.com](http://www.pimco.com) or via (844) 33-PIMCO. Performance is calculated assuming all dividends and distributions are reinvested at prices obtained under the Fund's dividend reinvestment plan. Performance does not reflect any brokerage commissions in connection with the purchase or sale of Fund shares.
- (2) Distribution rates 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, 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 the intermediate portion of the U.S. yield curve contributed to absolute performance, as rates declined.
- » Exposure to the U.S. dollar contributed to absolute performance, as the U.S. dollar appreciated against most major currencies.
- » Exposure to commercial mortgage backed securities contributed to absolute performance, as the asset class posted positive returns.
- » Security selection in high yield corporate credit detracted from absolute performance.
- » Security selection in residential mortgage backed securities detracted from absolute performance.
- » Security selection in investment grade corporate credit detracted from absolute performance.



**Financial Highlights**

Selected Per Share Data for the Year or Period Ended <sup>^</sup> :	Investment Operations			Less Distributions to ARPS <sup>(b)</sup>			Less Distributions to Common Shareholders <sup>(c)</sup>			Total
	Net Asset Value Beginning of Year or Period	Net Investment Income <sup>(a)</sup> (Loss)	Net Realized/Unrealized Gain (Loss)	From Net Investment Income	From Net Capital Gains	From Net Operations	From Net Investment Income	From Net Capital Gains	Tax Basis Return of Capital	
						Net Increase (Decrease) in Net Assets Applicable to Common Shareholders				
<b>PIMCO Corporate &amp; Income Opportunity Fund</b>										
08/01/2018 - 01/31/2019+	\$ 14.80	\$ 0.71	\$ (0.45)	\$ (0.06)	\$ 0.00	\$ 0.20	\$ (0.85)	\$ 0.00	\$ 0.00	\$ (0.85)
07/31/2018	14.87	1.30	0.16	(0.09)	0.00	1.37	(1.56)	0.00	0.00	(1.56)
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)	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)	(0.01)	2.19	(1.56)	(1.84)	0.00	(3.40)
11/30/2013	17.58	1.43	0.19	(0.00)	(0.00)	1.62	(1.82)	(0.76)	0.00	(2.58)
<b>PIMCO Corporate &amp; Income Strategy Fund</b>										
08/01/2018 - 01/31/2019+	\$ 14.90	\$ 0.65	\$ (0.47)	\$ (0.02)	\$ 0.00	\$ 0.16	\$ (0.76)	\$ 0.00	\$ 0.00	\$ (0.76)
07/31/2018	15.32	1.20	(0.24)	(0.03)	0.00	0.93	(1.35)	0.00	0.00	(1.35)
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>(h)</sup>	15.60	0.73	(0.21)	(0.00)	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)	(0.00)	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)
<b>PIMCO High Income Fund</b>										
08/01/2018 - 01/31/2019+	\$ 6.54	\$ 0.32	\$ (0.25)	\$ (0.01)	\$ 0.00	\$ 0.06	\$ (0.48)	\$ 0.00	\$ 0.00	\$ (0.48)
07/31/2018	6.90	0.62	0.01	(0.02)	0.00	0.61	(0.84)	0.00	(0.13)	(0.97)
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)	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)	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)	0.00	0.82	(1.46)	0.00	0.00	(1.46)
03/31/2014	8.65	0.84	0.20	(0.00)	0.00	1.04	(1.35)	0.00	(0.11)	(1.46)
<b>PIMCO Income Strategy Fund</b>										
08/01/2018 - 01/31/2019+	\$ 11.14	\$ 0.47	\$ (0.40)	\$ (0.03)	\$ 0.00	\$ 0.04	\$ (0.54)	\$ 0.00	\$ 0.00	\$ (0.54)
07/31/2018	11.60	0.87	(0.19)	(0.06)	0.00	0.62	(1.07)	0.00	(0.01)	(1.08)
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)
<b>PIMCO Income Strategy Fund II</b>										
08/01/2018 - 01/31/2019+	\$ 10.07	\$ 0.45	\$ (0.35)	\$ (0.03)	\$ 0.00	\$ 0.07	\$ (0.55)	\$ 0.00	\$ 0.00	\$ (0.55)
07/31/2018	10.33	0.79	(0.05)	(0.04)	0.00	0.70	(0.96)	0.00	0.00	(0.96)
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)

<sup>^</sup> A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%.

<sup>+</sup> Unaudited

<sup>\*</sup> Annualized

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

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- (b) Auction Rate Preferred Shares ( ARPS ). See Note 14, Auction Rate Preferred Shares, in the Notes to Financial Statements.
- (c) The tax characterization of distributions is determined in accordance with Federal income tax regulations. The actual tax characterization of distributions paid is determined at the end of the fiscal year. See Note 2, Distributions - Common Shares, in the Notes to Financial Statements for more information.
- (d) Total investment return is calculated assuming a purchase of a common share at the market price on the first day and a sale of a common share at the market price on the last day of each year or period reported. Dividends and distributions, if any, are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Funds' dividend reinvestment plan. Total investment return does not reflect brokerage commissions in connection with the purchase or sale of Fund shares.
- (e) Calculated on the basis of income and expenses applicable to both common and preferred shares relative to the average net assets of common shareholders. The expense ratio and net investment income do not reflect the effects of dividend payments to preferred shareholders.
- (f) Ratio includes interest expense which 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' 2016 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' 2016 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.
- (m) The NAV presented may differ from the NAV reported for the same period in other Fund materials.

### 16 PIMCO CLOSED-END FUNDS

See Accompanying Notes

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Common Share							Ratios/Supplemental Data Ratios to Average Net Assets						
Increase resulting from Offering at-the-market	Increase Offering Cost Paid in Capital	Increase Resulting from Repurchase of ARPS <sup>(b)</sup>	Net Asset Value End of Year or Period	Market Price End of Year or Period	Total Investment Return <sup>(d)</sup>	Net Assets Applicable to Common Shareholders (000s)	Expenses <sup>(e)</sup> Excluding Waivers <sup>(f)</sup>	Expenses <sup>(e)</sup> Excluding Interest Waivers <sup>(f)</sup>	Expenses <sup>(e)</sup> Excluding Interest Waivers <sup>(f)</sup>	Expenses <sup>(e)</sup> Excluding Interest Waivers <sup>(f)</sup>	Net Investment Income (Loss) Per Share <sup>(b)</sup>	ARPS Asset Coverage Per Share <sup>(b)</sup>	Portfolio Turnover Rate
\$ 0.10	\$ 0.00	\$ 0.00	\$ 14.25	\$ 16.34	(3.91)%	\$ 1,224,918	1.10%*	1.10%*	0.68%*	0.68%*	8.16%*	\$ 153,635	11%
0.12	0.00	0.00	14.80 <sup>(m)</sup>	17.95	16.78	1,219,515	1.26	1.26	0.81	0.81	8.73	153,072	19
0.10	0.00	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	\$ 14.30	\$ 15.64	(9.30)%	\$ 564,597	1.36%*	1.36%*	0.85%*	0.85%*	8.17%*	\$ 279,125	10%
N/A	N/A	0.00	14.90 <sup>(m)</sup>	18.09	9.61	586,592	1.36	1.36	0.94	0.94	7.97	289,023	20
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	\$ 6.12	\$ 8.56	4.90%	\$ 797,919	1.57%*	1.57%*	0.80%*	0.80%*	9.06%*	\$ 220,547	12%
N/A	N/A	0.00	6.54 <sup>(m)</sup>	8.67	13.13	847,052	1.48	1.48	0.90	0.90	9.30	232,587	27
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
\$ 0.01	\$ 0.00	\$ 0.00	\$ 10.65	\$ 11.38	(2.25)%	\$ 276,898	1.36%*	1.36%*	0.99%*	0.99%*	7.35%*	\$ 159,965	7%
N/A	N/A	0.00	11.14 <sup>(m)</sup>	12.23	10.37	284,677	1.48	1.48	1.17	1.17	7.67	163,725	21
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
\$ 0.00	\$ 0.00	\$ 0.00	\$ 9.59	\$ 10.08	(0.29)%	\$ 579,658	1.36%*	1.36%*	0.95%*	0.95%*	8.00%*	\$ 181,695	8%
N/A	N/A	0.00	10.07 <sup>(m)</sup>	10.70	9.19	600,890	1.41	1.41	1.10	1.10	7.79	187,429	18
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

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## Statements of Assets and Liabilities

January 31, 2019 (Unaudited)

	PIMCO Corporate & Income Opportunity Fund	PIMCO Corporate & Income Strategy Fund	PIMCO High Income Fund	PIMCO Income Strategy Fund	PIMCO Income Strategy Fund II
(Amounts in thousands, except per share amounts)					
<b>Assets:</b>					
<i>Investments, at value</i>					
Investments in securities*	\$ 1,681,629	\$ 699,911	\$ 1,030,355	\$ 357,191	\$ 738,451
<i>Financial Derivative Instruments</i>					
Exchange-traded or centrally cleared	6,003	3,468	9,081	1,801	4,036
Over the counter	5,959	591	4,216	331	725
Cash	3	0	19	1	1
Deposits with counterparty	31,840	10,113	20,809	6,158	13,072
Foreign currency, at value	580	665	987	538	814
Receivable for investments sold	8,031	9,343	18,806	2,710	5,925
Receivable for Fund shares sold	1,173	0	0	635	441
Interest and/or dividends receivable	17,172	6,317	11,668	3,847	7,294
Other assets	233	121	7	52	55
<b>Total Assets</b>	<b>1,752,623</b>	<b>730,529</b>	<b>1,095,948</b>	<b>373,264</b>	<b>770,814</b>
<b>Liabilities:</b>					
<i>Borrowings &amp; Other Financing Transactions</i>					
Payable for reverse repurchase agreements	\$ 210,853	\$ 91,111	\$ 155,304	\$ 33,216	\$ 77,965
<i>Financial Derivative Instruments</i>					
Exchange-traded or centrally cleared	7,198	3,277	10,482	1,709	4,086
Over the counter	25,569	2,007	4,224	1,255	2,320
Payable for investments purchased	27,513	8,273	9,362	5,833	8,303
Payable for unfunded loan commitments	487	521	476	137	536
Deposits from counterparty	6,031	261	4,980	273	39
Distributions payable to common shareholders	11,142	4,443	10,516	2,325	4,832
Distributions payable to auction rate preferred shareholders	109	18	36	16	32
Overdraft due to custodian	0	2	0	0	0
Accrued management fees	767	408	554	251	504
Other liabilities	86	86	120	76	89
<b>Total Liabilities</b>	<b>289,755</b>	<b>110,407</b>	<b>196,054</b>	<b>45,091</b>	<b>98,706</b>
<b>Auction Rate Preferred Shares (\$0.00001 par value and \$25,000 liquidation preference per share)</b>					
	237,950	55,525	101,975	51,275	92,450
<b>Net Assets Applicable to Common Shareholders</b>	<b>\$ 1,224,918</b>	<b>\$ 564,597</b>	<b>\$ 797,919</b>	<b>\$ 276,898</b>	<b>\$ 579,658</b>
<b>Net Assets Applicable to Common Shareholders Consist of:</b>					
Par value^	\$ 1	\$ 0	\$ 1	\$ 0	\$ 1
Paid in capital in excess of par	1,265,178	581,516	992,214	298,849	619,325
Distributable earnings (accumulated loss)	(40,261)	(16,919)	(194,296)	(21,951)	(39,668)
<b>Net Assets Applicable to Common Shareholders</b>	<b>\$ 1,224,918</b>	<b>\$ 564,597</b>	<b>\$ 797,919</b>	<b>\$ 276,898</b>	<b>\$ 579,658</b>
<b>Net Asset Value Per Common Share:</b>	<b>\$ 14.25</b>	<b>\$ 14.30</b>	<b>\$ 6.12</b>	<b>\$ 10.65</b>	<b>\$ 9.59</b>
<b>Common Shares Outstanding</b>	<b>85,980</b>	<b>39,493</b>	<b>130,311</b>	<b>26,002</b>	<b>60,445</b>
<b>Auction Rate 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	\$ 1,679,123	\$ 695,470	\$ 1,042,213	\$ 358,781	\$ 740,244
Cost of foreign currency held	\$ 571	\$ 668	\$ 981	\$ 533	\$ 800
Cost or premiums of financial derivative instruments, net	\$ (13,483)	\$ 11,976	\$ 140,728	\$ 7,986	\$ 15,664



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* Includes repurchase agreements of:	\$	31,664	\$	6,926	\$	16,101	\$	13,657	\$	12,640
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A zero balance may reflect actual amounts rounding to less than one thousand.

^ (\$0.00001 per share)

### 18 PIMCO CLOSED-END FUNDS

See Accompanying Notes

## Statements of Operations

Six Months Ended January 31, 2019 (Unaudited)

	PIMCO Corporate & Income Opportunity Fund	PIMCO Corporate & Income Strategy Fund	PIMCO High Income Fund	PIMCO Income Strategy Fund	PIMCO Income Strategy Fund II
(Amounts in thousands)					
<b>Investment Income:</b>					
Interest	\$ 62,717	\$ 27,478	\$ 42,195	\$ 13,086	\$ 29,234
Dividends	5,078	2,588	6,783	1,303	2,724
Total Income	67,795	30,066	48,978	14,389	31,958
<b>Expenses:</b>					
Management fees	4,758	2,557	3,505	1,550	3,105
Trustee fees and related expenses	84	35	49	18	37
Interest expense	3,061	1,607	3,553	618	1,407
Auction agent fees and commissions	157	47	84	30	69
Auction rate preferred shares related expenses	17	32	24	28	27
Miscellaneous expense	14	11	11	6	11
Total Expenses	8,091	4,289	7,226	2,250	4,656
<b>Net Investment Income (Loss)</b>	59,704	25,777	41,752	12,139	27,302
<b>Net Realized Gain (Loss):</b>					
Investments in securities	(1,316)	(2,163)	(1,094)	(2,590)	(5,864)
Exchange-traded or centrally cleared financial derivative instruments	8,020	871	(12,441)	466	1,268
Over the counter financial derivative instruments	21,279	5,185	15,854	2,977	5,646
Foreign currency	(1,409)	(345)	(805)	(196)	(471)
<b>Net Realized Gain (Loss)</b>	26,574	3,548	1,514	657	579
<b>Net Change in Unrealized Appreciation (Depreciation):</b>					
Investments in securities	(46,386)	(23,589)	(42,734)	(10,592)	(22,584)
Exchange-traded or centrally cleared financial derivative instruments	(15,703)	2,786	8,387	802	1,900
Over the counter financial derivative instruments	(1,149)	(1,831)	1,047	(938)	(1,491)
Foreign currency assets and liabilities	(1,551)	(83)	(154)	(9)	(33)
<b>Net Change in Unrealized Appreciation (Depreciation)</b>	(64,789)	(22,717)	(33,454)	(10,737)	(22,208)
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	\$ 21,489	\$ 6,608	\$ 9,812	\$ 2,059	\$ 5,673
<b>Distributions on Auction Rate Preferred Shares from Net Investment Income and/or Realized Capital Gains</b>	\$ (5,118)	\$ (895)	\$ (1,755)	\$ (886)	\$ (1,597)
<b>Net Increase (Decrease) in Net Assets Applicable to Common Shareholders Resulting from Operations</b>	\$ 16,371	\$ 5,713	\$ 8,057	\$ 1,173	\$ 4,076

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

## Statements of Changes in Net Assets

	PIMCO Corporate & Income Opportunity Fund		PIMCO Corporate & Income Strategy Fund	
	Six Months Ended January 31, 2019 (Unaudited)	Year Ended July 31, 2018	Six Months Ended January 31, 2019 (Unaudited)	Year Ended July 31, 2018
(Amounts in thousands)				
<b>Increase (Decrease) in Net Assets from:</b>				
<b>Operations:</b>				
Net investment income (loss)	\$ 59,704	\$ 104,107	\$ 25,777	\$ 47,174
Net realized gain (loss)	26,574	57,573	3,548	46,695
Net change in unrealized appreciation (depreciation)	(64,789)	(46,154)	(22,717)	(56,327)
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>21,489</b>	<b>115,526</b>	<b>6,608</b>	<b>37,542</b>
Distributions on auction rate preferred shares from net investment income and/or realized capital gains*	(5,118)	(6,886)	(895)	(1,205)
<b>Net Increase (Decrease) in Net Assets Applicable to Common Shareholders Resulting from Operations</b>	<b>16,371</b>	<b>108,640</b>	<b>5,713</b>	<b>36,337</b>
<b>Distributions to Common Shareholders:</b>				
From net investment income and/or net realized capital gains*	(71,755)	(125,322)	(29,778)	(52,992)
Tax basis return of capital	0	0	0	0
<b>Total Distributions to Common Shareholders<sup>(a)</sup></b>	<b>(71,755)</b>	<b>(125,322)</b>	<b>(29,778)</b>	<b>(52,992)</b>
<b>Common Share Transactions**:</b>				
Net proceeds from at-the-market offering	53,748	83,648	0	0
Net at-the-market offering costs	69	16	0	0
Issued as reinvestment of distributions	6,970	11,765	2,070	3,981
<b>Total increase (decrease) in net assets applicable to common shareholders</b>	<b>60,787</b>	<b>95,429</b>	<b>2,070</b>	<b>3,981</b>
<b>Total increase (decrease) in Net Assets</b>	<b>5,403</b>	<b>78,747</b>	<b>(21,995)</b>	<b>(12,674)</b>
<b>Net Assets Applicable to Common Shareholders:</b>				
Beginning of period	1,219,515	1,140,768	586,592	599,266
End of period	\$ 1,224,918	\$ 1,219,515	\$ 564,597	\$ 586,592
<b>** Common Share Transactions:</b>				
Shares sold	3,145	4,971	0	0
Shares issued as reinvestment of distributions	440	731	127	245

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

\* See Note 2, New Accounting Pronouncements, in the Notes to Financial Statements for more information.

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

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PIMCO High Income Fund		PIMCO Income Strategy Fund		PIMCO Income Strategy Fund II	
Six Months Ended January 31, 2019 (Unaudited)	Year Ended July 31, 2018	Six Months Ended January 31, 2019 (Unaudited)	Year Ended July 31, 2018	Six Months Ended January 31, 2019 (Unaudited)	Year Ended July 31, 2018 (Unaudited)
\$ 41,752	\$ 80,412	\$ 12,139	\$ 22,171	\$ 27,302	\$ 47,250
1,514	26,258	657	11,732	579	26,231
(33,454)	(27,902)	(10,737)	(16,874)	(22,208)	(29,231)
9,812	78,768	2,059	17,029	5,673	44,250
(1,755)	(2,361)	(886)	(1,409)	(1,597)	(2,540)
8,057	76,407	1,173	15,620	4,076	41,710
(62,945)	(107,631)	(13,870)	(27,170)	(33,080)	(57,119)
0	(17,226)	0	(345)	0	0
(62,945)	(124,857)	(13,870)	(27,515)	(33,080)	(57,119)
0	0	3,706	0	5,221	0
0	0	2	0	14	0
5,755	10,590	1,210	2,047	2,537	3,989
5,755	10,590	4,918	2,047	7,772	3,989
(49,133)	(37,860)	(7,779)	(9,848)	(21,232)	(11,420)
847,052	884,912	284,677	294,525	600,890	612,310
\$ 797,919	\$ 847,052	\$ 276,898	\$ 284,677	\$ 579,658	\$ 600,890
0	0	331	0	504	0
721	1,409	109	179	257	390

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**Statements of Cash Flows**

Six Months Ended January 31, 2019 (Unaudited)

	PIMCO Corporate &  Income Opportunity Fund	PIMCO Corporate &  Income Strategy Fund	PIMCO High  Income Fund
(Amounts in thousands)			
<b>Cash Flows Provided by (Used for) Operating Activities:</b>			
Net increase (decrease) in net assets resulting from operations	\$ 21,489	\$ 6,608	\$ 9,812
<b>Adjustments to Reconcile Net Increase (Decrease) in Net Assets from Operations to Net Cash Provided by (Used for) Operating Activities:</b>			
Purchases of long-term securities	(245,091)	(93,213)	(146,686)
Proceeds from sales of long-term securities	220,172	88,488	138,139
(Purchases) Proceeds from sales of short-term portfolio investments, net	(1,258)	1,713	36,545
(Increase) decrease in deposits with counterparty	6,539	(798)	11,237
(Increase) decrease in receivable for investments sold	6,711	(4,517)	21,971
(Increase) decrease in interest and/or dividends receivable	(1,019)	(174)	(191)
Proceeds from (Payments on) exchange-traded or centrally cleared financial derivative instruments	(6,371)	3,523	(2,730)
Proceeds from (Payments on) over the counter financial derivative instruments	19,180	5,050	15,467
Increase (decrease) in payable for investments purchased	3,800	(790)	(4,912)
Increase (decrease) in payable for unfunded loan commitments	(10,272)	(1,439)	(3,176)
Increase (decrease) in deposits from counterparty	(841)	(1,404)	(1,368)
Increase (decrease) in accrued management fees	1	(16)	(34)
Proceeds from (Payments on) foreign currency transactions	(1,948)	(405)	(763)
Increase (decrease) in other liabilities	17	46	50
<i>Net Realized (Gain) Loss</i>			
Investments in securities	1,316	2,163	1,094
Exchange-traded or centrally cleared financial derivative instruments	(8,020)	(871)	12,441
Over the counter financial derivative instruments	(21,279)	(5,185)	(15,854)
Foreign currency	1,409	345	805
<i>Net Change in Unrealized (Appreciation) Depreciation</i>			
Investments in securities	46,386	23,589	42,734
Exchange-traded or centrally cleared financial derivative instruments	15,703	(2,786)	(8,387)
Over the counter financial derivative instruments	1,149	1,831	(1,047)
Foreign currency assets and liabilities	1,551	83	154
Non Cash Payment in Kind	(3,788)	(2,150)	(5,166)
Net amortization (accretion) on investments	(4,457)	(2,570)	(4,134)
<b>Net Cash Provided by (Used for) Operating Activities</b>	<b>41,079</b>	<b>17,121</b>	<b>96,001</b>
<b>Cash Flows Received from (Used for) Financing Activities:</b>			
Proceeds from shares sold	54,067	0	0
Net at-the-market offering costs	69	0	0
Increase (decrease) in overdraft due to custodian	(49)	(86)	(23)
Cash distributions paid to common shareholders*	(64,258)	(27,694)	(57,132)
Cash distributions paid to auction rate preferred shareholders	(5,112)	(896)	(1,755)
Proceeds from reverse repurchase agreements	696,631	295,119	399,983
Payments on reverse repurchase agreements	(725,202)	(284,808)	(438,215)
<b>Net Cash Received from (Used for) Financing Activities</b>	<b>(43,854)</b>	<b>(18,365)</b>	<b>(97,142)</b>
<b>Net Increase (Decrease) in Cash and Foreign Currency</b>	<b>(2,775)</b>	<b>(1,244)</b>	<b>(1,141)</b>
<b>Cash and Foreign Currency:</b>			
Beginning of period	3,358	1,909	2,147
End of period	\$ 583	\$ 665	\$ 1,006

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* Reinvestment of distributions to common shareholders	\$	6,970	\$	2,070	\$	5,755
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### Supplemental Disclosure of Cash Flow Information:

Interest expense paid during the period	\$	3,072	\$	1,466	\$	3,539
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A zero balance may reflect actual amounts rounding to less than one thousand.

A Statement of Cash Flows is presented when a Fund has a significant amount of borrowing during the period, based on the average total borrowing outstanding in relation to total assets or when substantially all of a Fund's investments are 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

January 31, 2019 (Unaudited)

(Amounts in thousands\*, except number of shares, contracts and units, if any)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
<b>INVESTMENTS IN SECURITIES 137.3%</b>		
<b>LOAN PARTICIPATIONS AND ASSIGNMENTS 8.9%</b>		
<b>Alphabet Holding Co., Inc.</b>		
5.999% (LIBOR03M + 3.500%) due 09/26/2024 ~	\$ 99	\$ 90
<b>Altice France S.A.</b>		
6.509% (LIBOR03M + 4.000%) due 08/14/2026 ~	499	471
<b>Avantor, Inc.</b>		
6.572% (LIBOR03M + 3.750%) due 11/21/2024 ~	103	103
<b>Avolon Holdings Ltd.</b>		
4.503% (LIBOR03M + 2.000%) due 01/15/2025 ~	5,245	5,202
<b>Axalta Coating Systems U.S. Holdings, Inc.</b>		
4.553% (LIBOR03M + 1.750%) due 06/01/2024 ~	377	371
<b>Bausch Health Cos., Inc.</b>		
5.263% (LIBOR03M + 2.750%) due 11/27/2025 ~	144	142
<b>BWAY Holding Co.</b>		
6.033% (LIBOR03M + 3.250%) due 04/03/2024 ~	1,054	1,020
<b>Caesars Entertainment Operating Co.</b>		
4.499% (LIBOR03M + 2.000%) due 10/06/2024 ~	99	97
<b>CenturyLink, Inc.</b>		
5.249% (LIBOR03M + 2.750%) due 01/31/2025 ~	298	286
<b>Charter Communications Operating LLC</b>		
4.500% (LIBOR03M + 2.000%) due 04/30/2025 ~	363	359
<b>Community Health Systems, Inc.</b>		
5.957% (LIBOR03M + 3.250%) due 01/27/2021 ~	3,331	3,281
<b>Concordia International Corp.</b>		
8.016% (LIBOR03M + 5.500%) due 09/06/2024 ~	7,940	7,603
<b>Diamond Resorts Corp.</b>		
6.249% (LIBOR03M + 3.750%) due 09/02/2023 ~	5,118	4,843
<b>Dubai World</b>		
1.750% - 4.883% (LIBOR03M + 2.000%) due 09/30/2022 ~	1,000	932
<b>Envision Healthcare Corp.</b>		
6.249% (LIBOR03M + 3.750%) due 10/10/2025 ~	1,000	945
<b>Financial &amp; Risk U.S. Holdings, Inc.</b>		
4.000% (EUR003M + 4.000%) due 10/01/2025 ~	EUR 1,000	1,133
6.249% (LIBOR03M + 3.750%) due 10/01/2025 ~	\$ 1,433	1,379
<b>Forbes Energy Services LLC</b>		
5.000% - 9.000% due 04/13/2021 <<	1,109	1,106
<b>Forest City Enterprises, L.P.</b>		
6.513% (LIBOR03M + 4.000%) due 12/07/2025 <<~	300	300
<b>FrontDoor, Inc.</b>		
5.063% (LIBOR03M + 2.500%) due 08/14/2025 <<~	50	50
<b>Frontier Communications Corp.</b>		
6.250% (LIBOR03M + 3.750%) due 06/15/2024 ~	1,185	1,137
<b>Genworth Holdings, Inc.</b>		
7.008% (LIBOR03M + 4.500%) due 03/07/2023 ~	50	49
<b>Gray Television, Inc.</b>		
5.020% (LIBOR03M + 2.500%) due 01/02/2026 ~	200	197

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		22,847	15,384
iHeartCommunications, Inc.			
TBD% due 05/01/2019		1,310	883
TBD% due 07/30/2019 ^{(e)}			
		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
<b>Ineos Finance LLC</b>			
2.500% (EUR003M + 2.000%) due 03/31/2024 ~		EUR 5,049	\$ 5,716
<b>IRB Holding Corp.</b>			
5.764% - 6.053% (LIBOR03M + 3.250%) due 02/05/2025 ~		\$ 1,885	1,841
<b>Klockner-Pentaplast of America, Inc.</b>			
4.750% (EUR003M + 4.750%) due 06/30/2022 ~		EUR 100	102
<b>Lightstone Generation LLC</b>			
6.249% (LIBOR03M + 3.750%) due 01/30/2024 ~		\$ 1,410	1,361
<b>McDermott Technology Americas, Inc.</b>			
7.499% (LIBOR03M + 5.000%) due 05/10/2025 ~		3,889	3,743
<b>Messer Industrie GmbH</b>			
TBD% due 10/01/2025		220	216
<b>MH Sub LLC</b>			
6.269% (LIBOR03M + 3.750%) due 09/13/2024 ~		217	214
<b>Ministry of Finance of Tanzania</b>			
7.741% (LIBOR03M + 4.600%) due 12/10/2019 <~		100	99
<b>Multi Color Corp.</b>			
4.499% (LIBOR03M + 2.000%) due 10/31/2024 <~		32	31
<b>NCI Building Systems, Inc.</b>			
6.547% (LIBOR03M + 3.750%) due 04/12/2025 ~		80	76
<b>Neiman Marcus Group Ltd. LLC</b>			
5.763% - 6.021% (LIBOR03M + 3.250%) due 10/25/2020 ~		13,022	11,584
<b>Pacific Gas &amp; Electric Co.</b>			
TBD% due 02/22/2019		300	249
<b>Parexel International Corp.</b>			
5.249% (LIBOR03M + 2.750%) due 09/27/2024 ~		99	94
<b>PetSmart, Inc.</b>			
5.520% (LIBOR03M + 3.000%) due 03/11/2022 ~		268	225
<b>PG&amp;E Corp.</b>			
TBD% due 12/31/2020		1,000	999
<b>Prestige Brands, Inc.</b>			
4.499% (LIBOR03M + 2.000%) due 01/26/2024 ~		112	111
<b>SBA Senior Finance LLC</b>			
4.500% (LIBOR03M + 2.000%) due 04/11/2025 ~		498	489
<b>Sequa Mezzanine Holdings LLC</b>			
7.516% - 7.728% (LIBOR03M + 5.000%) due 11/28/2021 ~		2,313	2,279
11.751% (LIBOR03M + 9.000%) due 04/28/2022 <~		5,070	4,842
<b>Sprint Communications, Inc.</b>			
5.000% (LIBOR03M + 2.500%) due 02/02/2024 <~		2,751	2,692
<b>Starfruit Finco B.V</b>			
5.753% (LIBOR03M + 3.250%) due 10/01/2025 ~		500	490
<b>State of Rio de Janeiro</b>			
6.024% (LIBOR03M + 3.250%) due 12/20/2020 <~		5,373	5,276
<b>Syniverse Holdings, Inc.</b>			
7.509% (LIBOR03M + 5.000%) due 03/09/2023 ~		2,249	2,049
<b>TransDigm, Inc.</b>			
4.999% (LIBOR03M + 2.500%) due 08/22/2024 ~		591	578
<b>Univision Communications, Inc.</b>			
5.249% (LIBOR03M + 2.750%) due 03/15/2024 ~		12,122	11,342
<b>Valeant Pharmaceuticals International, Inc.</b>			
5.513% (LIBOR03M + 3.000%) due 06/02/2025 ~		406	402
		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
<b>Verscend Holding Corp.</b>			
6.999% (LIBOR03M + 4.500%) due 08/27/2025 ~		\$ 249	\$ 248
<b>West Corp.</b>			
6.499% (LIBOR03M + 4.000%) due 10/10/2024 ~		53	49
<b>Westmoreland Coal Co.</b>			



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TBD% due 12/16/2020 <sup>(e)</sup>		5,880	2,308
4.345% - 10.896% (LIBOR03M + 8.250%) due 05/21/2019 <sup>&lt;-μ</sup>		1,311	1,302
<b>Total Loan Participations and Assignments (Cost \$118,457)</b>			<b>108,370</b>
<b>CORPORATE BONDS &amp; NOTES 61.9%</b>			
<b>BANKING &amp; FINANCE 30.8%</b>			
<b>AGFC Capital Trust</b>			
4.537% (US0003M + 1.750%) due 01/15/2067 ~		1,800	918
<b>Ally Financial, Inc.</b>			
8.000% due 11/01/2031		6,063	7,306
8.000% due 11/01/2031 (m)		4,334	5,222
<b>Ambac LSNI LLC</b>			
7.803% due 02/12/2023		1,165	1,179
<b>Ardonagh Midco PLC</b>			
8.375% due 07/15/2023	GBP	2,300	2,579
8.375% due 07/15/2023 (m)		21,920	24,581
<b>Athene Holding Ltd.</b>			
4.125% due 01/12/2028	\$	106	99
<b>Avolon Holdings Funding Ltd.</b>			
5.500% due 01/15/2023		305	312
<b>AXA Equitable Holdings, Inc.</b>			
4.350% due 04/20/2028		252	248
5.000% due 04/20/2048		146	136
<b>Banco Bilbao Vizcaya Argentaria S.A.</b>			
6.750% due 02/18/2020 (i)(j)(m)	EUR	14,000	16,474
7.000% due 02/19/2019 (i)(j)(m)		3,200	3,673
8.875% due 04/14/2021 (i)(j)(m)		400	512
<b>Banco Santander S.A.</b>			
6.250% due 09/11/2021 (i)(j)(m)		2,600	3,010
<b>Bank of Ireland</b>			
7.375% due 06/18/2020 (i)(j)		1,200	1,460
<b>Barclays PLC</b>			
3.250% due 02/12/2027	GBP	200	258
3.250% due 01/17/2033		400	485
6.500% due 09/15/2019 (i)(j)(m)	EUR	4,200	4,865
7.000% due 09/15/2019 (i)(j)	GBP	830	1,091
7.250% due 03/15/2023 (i)(j)		10,405	14,221
7.750% due 09/15/2023 (i)(j)	\$	2,000	1,996
7.875% due 09/15/2022 (i)(j)	GBP	4,625	6,343
8.000% due 12/15/2020 (i)(j)(m)	EUR	1,860	2,328
<b>Blackstone CQP Holdco LP</b>			
6.000% due 08/18/2021	\$	1,500	1,499
6.500% due 03/20/2021		8,700	8,716
<b>BNP Paribas S.A.</b>			
4.705% due 01/10/2025 (m)		4,090	4,181
5.198% due 01/10/2030 (m)		4,190	4,372
7.000% due 08/16/2028 (i)(j)		300	299
<b>Brighthouse Holdings LLC</b>			
6.500% due 07/27/2037 Ø(i)		110	97
<b>Brookfield Finance, Inc.</b>			
3.900% due 01/25/2028		196	185
4.700% due 09/20/2047 (m)		664	614
<b>Cantor Fitzgerald LP</b>			
6.500% due 06/17/2022 (m)		10,000	10,598
<b>CBL &amp; Associates LP</b>			
5.950% due 12/15/2026 (m)		4,170	3,326

See Accompanying Notes

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

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
<b>Co-operative Group Holdings Ltd.</b>			
7.500% due 07/08/2026 Ø	GBP	630	\$ 910
<b>Cooperatieve Rabobank UA</b>			
6.625% due 06/29/2021 (i)(j)(m)	EUR	2,000	2,537
<b>Credit Agricole S.A.</b>			
7.875% due 01/23/2024 (i)(j)	\$	1,400	1,472
<b>Credit Suisse AG</b>			
6.500% due 08/08/2023 (j)		200	212
<b>Credit Suisse Group AG</b>			
7.250% due 09/12/2025 (i)(j)		200	198
7.500% due 07/17/2023 (i)(j)		600	613
7.500% due 12/11/2023 (i)(j)		2,336	2,484
<b>Emerald Bay S.A.</b>			
0.000% due 10/08/2020 (h)	EUR	1,162	1,254
<b>EPR Properties</b>			
4.750% due 12/15/2026 (m)	\$	5,400	5,402
<b>Equinix, Inc.</b>			
2.875% due 03/15/2024	EUR	300	348
2.875% due 10/01/2025		100	114
2.875% due 02/01/2026		300	339
<b>Flagstar Bancorp, Inc.</b>			
6.125% due 07/15/2021	\$	6,000	6,262
<b>Ford Motor Credit Co. LLC</b>			
3.677% (US0003M + 0.880%) due 10/12/2021 ~		300	287
4.083% (US0003M + 1.270%) due 03/28/2022 ~		400	382
5.085% due 01/07/2021 (m)		700	711
5.345% due 01/07/2021 ~(m)		2,000	2,012
5.935% due 01/07/2022 ~(m)		2,000	2,023
<b>Fortress Transportation &amp; Infrastructure Investors LLC</b>			
6.500% due 10/01/2025		549	528
6.750% due 03/15/2022		1,258	1,267
<b>Freedom Mortgage Corp.</b>			
8.250% due 04/15/2025		26	24
<b>GE Capital European Funding Unlimited Co.</b>			
0.000% (EUR003M + 0.225%) due 05/17/2021 ~	EUR	150	168
0.072% (EUR003M + 0.380%) due 01/21/2020 ~		100	114
<b>GE Capital International Funding Co. Unlimited Co.</b>			
4.418% due 11/15/2035	\$	200	179
<b>GE Capital UK Funding Unlimited Co.</b>			
4.375% due 07/31/2019	GBP	10	13
5.875% due 11/04/2020		8	11
<b>GLP Capital LP</b>			
5.250% due 06/01/2025	\$	30	31
<b>Growthpoint Properties International Pty. Ltd.</b>			
5.872% due 05/02/2023		200	203
<b>GSPA Monetization Trust</b>			
6.422% due 10/09/2029		6,495	7,420
<b>Hampton Roads PPV LLC</b>			
6.171% due 06/15/2053 (m)		1,800	1,894
<b>High Street Funding Trust</b>			
4.682% due 02/15/2048		100	97
<b>Howard Hughes Corp.</b>			
5.375% due 03/15/2025		220	220
<b>HSBC Bank PLC</b>			
6.330% due 05/23/2023		12,400	12,361
<b>HSBC Holdings PLC</b>			

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5.875% due 09/28/2026 (i)(j)(m)	GBP	400	522
6.000% due 09/29/2023 (i)(j)(m)	EUR	5,277	6,686
6.500% due 03/23/2028 (i)(j)	\$	1,000	976
<b>Hunt Cos., Inc.</b>			
6.250% due 02/15/2026		56	51
<b>Intrepid Aviation Group Holdings LLC</b>			
8.500% due 08/15/2021		18,330	18,536
<b>iStar, Inc.</b>			
4.625% due 09/15/2020		26	26
5.250% due 09/15/2022		93	92
<b>Jefferies Finance LLC</b>			
6.875% due 04/15/2022		3,900	3,871
7.250% due 08/15/2024		1,600	1,530
7.375% due 04/01/2020 (m)		11,325	11,396
		<b>PRINCIPAL AMOUNT (000S)</b>	<b>MARKET VALUE (000S)</b>
7.500% due 04/15/2021	\$	2,391	\$ 2,424
<b>Kennedy-Wilson, Inc.</b>			
5.875% due 04/01/2024		134	132
<b>Lloyds Bank PLC</b>			
12.000% due 12/16/2024 (i)		3,100	3,740
<b>Lloyds Banking Group PLC</b>			
7.000% due 06/27/2019 (i)(j)	GBP	2,710	3,581
7.500% due 09/27/2025 (i)(j)	\$	700	710
7.625% due 06/27/2023 (i)(j)	GBP	4,610	6,363
7.875% due 06/27/2029 (i)(j)		6,015	8,675
<b>LoanCore Capital Markets LLC</b>			
6.875% due 06/01/2020 (m)	\$	11,610	11,646
<b>Meiji Yasuda Life Insurance Co.</b>			
5.100% due 04/26/2048		600	611
<b>MetLife, Inc.</b>			
5.875% due 03/15/2028 (i)		18	18
<b>Nationstar Mortgage LLC</b>			
6.500% due 07/01/2021		1,452	1,452
<b>Navient Corp.</b>			
4.875% due 06/17/2019		272	273
5.625% due 08/01/2033		74	57
5.875% due 03/25/2021		710	727
6.500% due 06/15/2022		558	571
6.625% due 07/26/2021 (m)		4,170	4,295
7.250% due 01/25/2022		80	83
8.000% due 03/25/2020		1,540	1,607
<b>Newmark Group, Inc.</b>			
6.125% due 11/15/2023		60	60
<b>Omega Healthcare Investors, Inc.</b>			
4.500% due 01/15/2025		310	308
4.500% due 04/01/2027		310	303
4.750% due 01/15/2028 (m)		400	397
5.250% due 01/15/2026 (m)		550	564
<b>Oppenheimer Holdings, Inc.</b>			
6.750% due 07/01/2022		2,844	2,858
<b>Physicians Realty LP</b>			
4.300% due 03/15/2027		130	125
<b>Provident Funding Associates LP</b>			
6.375% due 06/15/2025		47	42
<b>Royal Bank of Scotland Group PLC</b>			
7.500% due 08/10/2020 (i)(j)(m)		5,840	5,986
8.000% due 08/10/2025 (i)(j)(m)		13,625	14,286
8.625% due 08/15/2021 (i)(j)		6,330	6,755
<b>Santander UK Group Holdings PLC</b>			
6.750% due 06/24/2024 (i)(j)(m)	GBP	9,605	12,765
7.375% due 06/24/2022 (i)(j)		1,640	2,222
<b>Sberbank of Russia Via SB Capital S.A.</b>			
6.125% due 02/07/2022	\$	500	520
<b>Societe Generale S.A.</b>			

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6.750% due 04/06/2028 (i)(j)		400	365
7.375% due 10/04/2023 (i)(j)		1,300	1,277
<b>Spirit Realty LP</b>			
4.450% due 09/15/2026 (m)		2,600	2,504
<b>Springleaf Finance Corp.</b>			
5.625% due 03/15/2023		2,400	2,370
6.000% due 06/01/2020		641	654
6.125% due 05/15/2022		1,214	1,254
6.875% due 03/15/2025		270	259
7.750% due 10/01/2021		90	95
<b>Stearns Holdings LLC</b>			
9.375% due 08/15/2020		600	561
<b>Stichting AK Rabobank Certificaten</b>			
6.500% due 12/29/2049 (i)	EUR	4,773	6,225
<b>Tesco Property Finance PLC</b>			
5.411% due 07/13/2044	GBP	1,117	1,669
5.661% due 10/13/2041		610	934
5.744% due 04/13/2040		553	852
5.801% due 10/13/2040		1,670	2,594
6.052% due 10/13/2039		1,284	2,018
<b>TP ICAP PLC</b>			
5.250% due 01/26/2024		9,020	11,262
<b>UniCredit SpA</b>			
7.830% due 12/04/2023	\$	8,660	9,228
<b>Unigel Luxembourg S.A.</b>			
10.500% due 01/22/2024		1,140	1,223
		<b>PRINCIPAL</b>	<b>MARKET</b>
		<b>AMOUNT</b>	<b>VALUE</b>
		<b>(000S)</b>	<b>(000S)</b>
<b>Unique Pub Finance Co. PLC</b>			
5.659% due 06/30/2027	GBP	6,174	\$ 8,800
<b>WeWork Cos., Inc.</b>			
7.875% due 05/01/2025	\$	148	135
			377,394
<b>INDUSTRIALS 24.4%</b>			
<b>AA Bond Co. Ltd.</b>			
2.875% due 07/31/2043 (m)	GBP	2,700	3,277
4.249% due 07/31/2043 (m)		220	293
<b>Air Canada Pass-Through Trust</b>			
3.700% due 07/15/2027	\$	44	42
<b>Altice Financing S.A.</b>			
6.625% due 02/15/2023		1,700	1,713
7.500% due 05/15/2026		7,650	7,267
<b>Altice France S.A.</b>			
5.875% due 02/01/2027	EUR	2,600	3,007
6.250% due 05/15/2024 (m)	\$	12,500	12,301
7.375% due 05/01/2026		3,600	3,483
<b>Altice Luxembourg S.A.</b>			
7.250% due 05/15/2022	EUR	700	791
<b>Associated Materials LLC</b>			
9.000% due 01/01/2024	\$	2,792	2,778
<b>Baffinland Iron Mines Corp.</b>			
8.750% due 07/15/2026		2,700	2,693
<b>CFX Escrow Corp.</b>			
6.000% due 02/15/2024		570	570
6.375% due 02/15/2026		340	340
<b>Charter Communications Operating LLC</b>			
4.200% due 03/15/2028		196	190
<b>Cheniere Corpus Christi Holdings LLC</b>			
5.875% due 03/31/2025		400	421
<b>Chesapeake Energy Corp.</b>			
6.037% (US0003M + 3.250%) due 04/15/2019 ~		157	157
<b>Clear Channel Worldwide Holdings, Inc.</b>			

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6.500% due 11/15/2022		1,279	1,314
7.625% due 03/15/2020		7,098	7,116
<b>Cleveland-Cliffs, Inc.</b>			
4.875% due 01/15/2024		68	66
<b>Community Health Systems, Inc.</b>			
5.125% due 08/01/2021 (m)		11,568	11,178
6.250% due 03/31/2023 (m)		13,548	12,989
8.625% due 01/15/2024		1,445	1,494
<b>CSC Holdings LLC</b>			
6.500% due 02/01/2029		300	305
<b>DAE Funding LLC</b>			
4.000% due 08/01/2020		8	8
4.500% due 08/01/2022		184	182
5.000% due 08/01/2024		107	105
5.250% due 11/15/2021		572	578
5.750% due 11/15/2023		577	584
<b>Dell International LLC</b>			
6.020% due 06/15/2026 (m)		5,180	5,421
<b>Diamond Resorts International, Inc.</b>			
7.750% due 09/01/2023		468	463
10.750% due 09/01/2024		4,300	3,924
<b>DJO Finance LLC</b>			
8.125% due 06/15/2021		3,558	3,706
<b>DriveTime Automotive Group, Inc.</b>			
8.000% due 06/01/2021		12,818	12,850
<b>EI Group PLC</b>			
6.375% due 09/26/2031	GBP	1,000	1,421
<b>Envision Healthcare Corp.</b>			
8.750% due 10/15/2026	\$	4,951	4,527
<b>Exela Intermediate LLC</b>			
10.000% due 07/15/2023 (m)		217	218
<b>Ferroglobe PLC</b>			
9.375% due 03/01/2022 (m)		2,500	2,150
<b>First Quantum Minerals Ltd.</b>			
6.500% due 03/01/2024		3,088	2,845
6.875% due 03/01/2026		3,382	3,078
7.000% due 02/15/2021		1,188	1,187

24 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2019 (Unaudited)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
<b>Ford Motor Co.</b>		
7.700% due 05/15/2097 (m)	\$ 29,796	\$ 31,277
<b>Fresh Market, Inc.</b>		
9.750% due 05/01/2023 (m)	12,200	9,211
<b>Frontier Finance PLC</b>		
8.000% due 03/23/2022	GBP 8,800	10,987
<b>Full House Resorts, Inc.</b>		
8.575% due 01/31/2024 «	\$ 692	671
<b>General Electric Co.</b>		
0.375% due 05/17/2022	EUR 140	156
2.200% due 01/09/2020	\$ 44	44
3.100% due 01/09/2023	85	83
3.150% due 09/07/2022	6	6
3.450% due 05/15/2024	9	9
4.375% due 09/16/2020	4	4
5.000% due 01/21/2021 (i)	1,431	1,261
5.550% due 05/04/2020	184	188
5.550% due 01/05/2026 (m)	392	395
5.875% due 01/14/2038	22	22
6.150% due 08/07/2037	82	85
6.875% due 01/10/2039	16	18
<b>Greene King Finance PLC</b>		
5.702% due 12/15/2034	GBP 350	412
<b>HCA, Inc.</b>		
4.500% due 02/15/2027	\$ 1,550	1,566
7.500% due 11/15/2095 (m)	4,800	4,812
<b>Hilton Domestic Operating Co., Inc.</b>		
5.125% due 05/01/2026	245	247
<b>iHeartCommunications, Inc.</b>		
9.000% due 12/15/2019 ^(e)	1,000	675
9.000% due 03/01/2021 ^(e)	4,434	2,982
9.000% due 09/15/2022 ^(e)	6,326	4,270
10.625% due 03/15/2023 ^(e)	6,296	4,281
11.250% due 03/01/2021 ^(e)	2,920	1,964
<b>Indonesia Asahan Aluminium Persero PT</b>		
5.230% due 11/15/2021	200	207
5.710% due 11/15/2023	200	211
<b>Intelsat Connect Finance S.A.</b>		
9.500% due 02/15/2023	196	184
<b>Intelsat Jackson Holdings S.A.</b>		
5.500% due 08/01/2023	2,220	2,029
8.000% due 02/15/2024	156	163
8.500% due 10/15/2024	1,828	1,855
9.750% due 07/15/2025	217	227
<b>Intelsat Luxembourg S.A.</b>		
7.750% due 06/01/2021	18,660	18,007
8.125% due 06/01/2023	1,939	1,623
<b>Kinder Morgan, Inc.</b>		
7.750% due 01/15/2032 (m)	3,100	3,882
7.800% due 08/01/2031 (m)	6,000	7,501
<b>Mallinckrodt International Finance S.A.</b>		
5.500% due 04/15/2025 (m)	2,142	1,671
<b>Marriott Ownership Resorts, Inc.</b>		
6.500% due 09/15/2026	107	109
<b>Metinvest BV</b>		

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7.750% due 04/23/2023		300	287
8.500% due 04/23/2026		2,200	2,089
<b>Netflix, Inc.</b>			
4.625% due 05/15/2029	EUR	500	578
<b>Odebrecht Oil &amp; Gas Finance Ltd.</b>			
0.000% due 03/01/2019 (h)(i)	\$	536	9
0.000% due 03/04/2019 (h)(i)		744	13
<b>Ortho-Clinical Diagnostics, Inc.</b>			
6.625% due 05/15/2022		723	701
<b>Park Aerospace Holdings Ltd.</b>			
3.625% due 03/15/2021		908	899
4.500% due 03/15/2023		902	887
5.250% due 08/15/2022		322	328
5.500% due 02/15/2024		707	720
<b>Pelabuhan Indonesia Persero PT</b>			
4.500% due 05/02/2023		200	202
<b>Petroleos Mexicanos</b>			
6.500% due 03/13/2027		310	298
6.750% due 09/21/2047		90	79
		<b>PRINCIPAL</b>	<b>MARKET</b>
		<b>AMOUNT</b>	<b>VALUE</b>
		<b>(000S)</b>	<b>(000S)</b>
<b>PetSmart, Inc.</b>			
5.875% due 06/01/2025	\$	199	\$ 157
<b>Platin GmbH</b>			
6.875% due 06/15/2023	EUR	900	999
<b>Prime Security Services Borrower LLC</b>			
9.250% due 05/15/2023	\$	2,610	2,767
<b>QVC, Inc.</b>			
5.450% due 08/15/2034		1,650	1,485
5.950% due 03/15/2043		6,770	6,041
<b>Radiate Holdco LLC</b>			
6.875% due 02/15/2023		130	126
<b>Refinitiv U.S. Holdings, Inc.</b>			
4.500% due 05/15/2026	EUR	400	448
6.250% due 05/15/2026	\$	74	73
6.875% due 11/15/2026	EUR	100	105
<b>Rockpoint Gas Storage Canada Ltd.</b>			
7.000% due 03/31/2023	\$	16	16
<b>Russian Railways via RZD Capital PLC</b>			
7.487% due 03/25/2031	GBP	1,500	2,391
<b>Sabine Pass Liquefaction LLC</b>			
5.875% due 06/30/2026 (m)	\$	4,300	4,678
<b>Sands China Ltd.</b>			
4.600% due 08/08/2023		400	403
5.125% due 08/08/2025		400	403
5.400% due 08/08/2028		3,739	3,703
<b>Shelf Drilling Holdings Ltd.</b>			
8.250% due 02/15/2025		37	34
<b>SoftBank Group Corp.</b>			
4.000% due 04/20/2023	EUR	9,300	11,231
<b>Spanish Broadcasting System, Inc.</b>			
12.500% due 04/15/2049 ^	\$	999	1,018
<b>Spirit Issuer PLC</b>			
3.605% (BP0003M + 2.700%) due 12/28/2031 ~	GBP	1,855	2,390
3.675% due 03/28/2025 ~(m)		1,125	1,491
<b>Starfruit Finco BV</b>			
6.500% due 10/01/2026	EUR	100	111
<b>Sunoco LP</b>			
4.875% due 01/15/2023	\$	102	101
<b>Syngenta Finance NV</b>			
4.441% due 04/24/2023		200	198
4.892% due 04/24/2025		200	196
5.182% due 04/24/2028		200	191
<b>T-Mobile USA, Inc.</b>			
4.750% due 02/01/2028		40	39

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<b>Telenet Finance Luxembourg Notes SARL</b>			
5.500% due 03/01/2028		200	190
<b>Teva Pharmaceutical Finance Co. BV</b>			
2.950% due 12/18/2022		40	37
<b>Teva Pharmaceutical Finance Netherlands BV</b>			
0.375% due 07/25/2020	EUR	300	341
2.800% due 07/21/2023	\$	470	425
3.250% due 04/15/2022	EUR	700	830
<b>Time Warner Cable LLC</b>			
8.250% due 04/01/2019	\$	140	141
<b>Transocean Pontus Ltd.</b>			
6.125% due 08/01/2025		300	302
<b>Triumph Group, Inc.</b>			
4.875% due 04/01/2021		241	224
5.250% due 06/01/2022		51	45
<b>UAL Pass-Through Trust</b>			
7.336% due 01/02/2021		1,394	1,419
<b>United Group BV</b>			
4.375% due 07/01/2022	EUR	8,200	9,443
4.875% due 07/01/2024		200	230
<b>Univision Communications, Inc.</b>			
5.125% due 05/15/2023	\$	56	53
5.125% due 02/15/2025		100	91
<b>UPCB Finance Ltd.</b>			
3.625% due 06/15/2029	EUR	350	387
<b>ViaSat, Inc.</b>			
5.625% due 09/15/2025	\$	178	168
<b>Virgin Media Secured Finance PLC</b>			
5.000% due 04/15/2027	GBP	1,780	2,271
		<b>PRINCIPAL AMOUNT (000S)</b>	<b>MARKET VALUE (000S)</b>
<b>VOC Escrow Ltd.</b>			
5.000% due 02/15/2028	\$	110	\$ 108
<b>Wind Tre SpA</b>			
2.625% due 01/20/2023	EUR	400	414
2.750% due 01/20/2024		400	411
3.125% due 01/20/2025		200	202
5.000% due 01/20/2026	\$	200	165
<b>Wyndham Destinations, Inc.</b>			
3.900% due 03/01/2023		155	146
4.250% due 03/01/2022		12	12
5.400% due 04/01/2024		20	20
5.750% due 04/01/2027		1,785	1,711
<b>Wynn Macau Ltd.</b>			
4.875% due 10/01/2024		200	187
5.500% due 10/01/2027		200	183
			298,368
<b>UTILITIES 6.7%</b>			
<b>AT&amp;T, Inc.</b>			
4.900% due 08/15/2037 (m)		678	663
<b>DTEK Finance PLC (10.750% Cash or 0.000% PIK)</b>			
10.750% due 12/31/2024 (d)		8,889	8,609
<b>Gazprom OAO Via Gaz Capital S.A.</b>			
9.250% due 04/23/2019		11,200	11,338
<b>Mountain States Telephone &amp; Telegraph Co.</b>			
7.375% due 05/01/2030		15,730	16,104
<b>Odebrecht Drilling Norbe Ltd.</b>			
6.350% due 12/01/2021		145	141
<b>Odebrecht Drilling Norbe Ltd. (6.350% Cash and 1.000% PIK)</b>			
7.350% due 12/01/2026 (d)		307	183
<b>Odebrecht Offshore Drilling Finance Ltd.</b>			
6.720% due 12/01/2022		5,543	5,252



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<b>Odebrecht Offshore Drilling Finance Ltd. (6.720% Cash and 1.000% PIK)</b>		
7.720% due 12/01/2026 (d)	7,442	2,028
<b>Pacific Gas &amp; Electric Co.</b>		
2.450% due 08/15/2022 ^e)	347	286
2.950% due 03/01/2026 ^e)	1,050	843
3.250% due 09/15/2021 ^e)	180	151
3.250% due 06/15/2023 ^e)	504	418
3.300% due 03/15/2027 ^e)	326	262
3.300% due 12/01/2027 ^e)	1,010	813
3.400% due 08/15/2024 ^e)	538	448
3.500% due 10/01/2020 ^e)	513	433
3.500% due 06/15/2025 ^e)	449	368
3.750% due 02/15/2024 ^e)	170	143
3.750% due 08/15/2042 ^e)	46	34
3.850% due 11/15/2023 ^e)	30	25
4.000% due 12/01/2046 ^e)	6	4
4.250% due 05/15/2021 ^e)	190	160
4.250% due 08/01/2023 ^e)	100	85
4.300% due 03/15/2045 ^e)	14	11
4.500% due 12/15/2041 ^e)	44	34
5.125% due 11/15/2043 ^e)	88	72
5.400% due 01/15/2040 ^e)	36	31
5.800% due 03/01/2037 ^e)	148	127
6.050% due 03/01/2034 ^e)	320	280
6.250% due 03/01/2039 ^e)	166	147
6.350% due 02/15/2038 ^e)	30	27
<b>Petrobras Global Finance BV</b>		
5.999% due 01/27/2028	158	158
6.125% due 01/17/2022	239	252
6.250% due 12/14/2026 (m)	GBP 6,100	8,605
6.625% due 01/16/2034	800	1,097
7.375% due 01/17/2027	\$ 1,362	1,484
<b>Plains All American Pipeline LP</b>		
6.650% due 01/15/2037	150	163
<b>Rio Oil Finance Trust</b>		
8.200% due 04/06/2028	4,060	4,323
9.250% due 07/06/2024 (m)	4,184	4,529
9.250% due 07/06/2024	3,981	4,309
9.750% due 01/06/2027	554	613
<b>Southern California Edison Co.</b>		
3.650% due 03/01/2028	11	10

See Accompanying Notes

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

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
5.750% due 04/01/2035	\$ 22	\$ 23
6.000% due 01/15/2034	4	4
6.650% due 04/01/2029	50	53
<b>Transcanada Trust</b>		
5.300% due 03/15/2077	5,000	4,595
<b>Transocean Phoenix Ltd.</b>		
7.750% due 10/15/2024	2,328	2,430
<b>Transocean Poseidon Ltd.</b>		
6.875% due 02/01/2027 (c)	238	243
<b>Transocean Proteus Ltd.</b>		
6.250% due 12/01/2024	320	322
		82,733
<b>Total Corporate Bonds &amp; Notes (Cost \$752,642)</b>		<b>758,495</b>
<b>CONVERTIBLE BONDS &amp; NOTES 0.5%</b>		
<b>INDUSTRIALS 0.5%</b>		
<b>Caesars Entertainment Corp.</b>		
5.000% due 10/01/2024	1,050	1,551
<b>DISH Network Corp.</b>		
3.375% due 08/15/2026	5,900	5,027
<b>Total Convertible Bonds &amp; Notes (Cost \$7,859)</b>		<b>6,578</b>
<b>MUNICIPAL BONDS &amp; NOTES 4.8%</b>		
<b>CALIFORNIA 1.0%</b>		
<b>Riverside County, California Redevelopment Successor Agency Tax Allocation Bonds, Series 2010</b>		
7.500% due 10/01/2030	3,425	3,687
<b>Stockton Public Financing Authority, California Revenue Bonds, (BABs), Series 2009</b>		
7.942% due 10/01/2038	8,500	8,787
		12,474
<b>ILLINOIS 2.3%</b>		
<b>Chicago, Illinois General Obligation Bonds, (BABs), Series 2010</b>		
7.517% due 01/01/2040	23,700	25,909
<b>Chicago, Illinois General Obligation Bonds, Series 2014</b>		
6.314% due 01/01/2044	120	117
<b>Chicago, Illinois General Obligation Bonds, Series 2015</b>		
7.375% due 01/01/2033	100	109
7.750% due 01/01/2042	300	362
<b>Chicago, Illinois General Obligation Bonds, Series 2017</b>		
7.045% due 01/01/2029	200	214
<b>Illinois State General Obligation Bonds, (BABs), Series 2010</b>		
6.725% due 04/01/2035	60	64
7.350% due 07/01/2035	40	44
<b>Illinois State General Obligation Bonds, Series 2003</b>		
5.100% due 06/01/2033	1,035	992
		27,811
<b>IOWA 0.0%</b>		
<b>Iowa Tobacco Settlement Authority Revenue Bonds, Series 2005</b>		

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6.500% due 06/01/2023 465 472

**TEXAS 0.2%**

**Texas Public Finance Authority Revenue Notes, Series 2014**

8.250% due 07/01/2024 2,145 2,174

**VIRGINIA 0.1%**

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

6.706% due 06/01/2046 1,380 1,297

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

**WEST VIRGINIA 1.2%**

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

0.000% due 06/01/2047 (h) \$ 78,700 \$ 4,491

7.467% due 06/01/2047 10,280 9,946

14,437

**Total Municipal Bonds & Notes**

**(Cost \$54,954) 58,665**

**U.S. GOVERNMENT AGENCIES 3.9%**

**Fannie Mae**

3.000% due 01/25/2042 (a) 954 84

3.500% due 02/25/2033 (a) 2,434 300

3.590% due 07/25/2040 (a) 989 105

6.060% due 07/25/2029 1,490 1,607

8.260% due 07/25/2029 2,010 2,356

**Freddie Mac**

0.000% due 04/25/2045 - 02/25/2046 (b)(h) 17,360 15,647

0.100% due 02/25/2046 (a) 156,116 238

0.200% due 04/25/2045 (a) 10,054 2

3.454% due 07/15/2039 2,207 2,073

4.325% due 03/15/2044 1,485 1,515

4.591% due 02/15/2034 (a) 1,921 317

5.280% due 02/15/2036 5,228 5,429

6.158% due 11/25/2055 «~ 14,397 8,650

10.060% due 12/25/2027 4,431 5,139

13.260% due 03/25/2025 2,326 3,057

**Ginnie Mae**

3.000% due 12/20/2042 (a) 74 10

3.500% due 09/16/2041 - 06/20/2042 (a) 1,393 199

4.247% due 01/20/2042 (a) 2,205 352

**Total U.S. Government Agencies (Cost \$45,618)**

**47,080**

**NON-AGENCY MORTGAGE-BACKED SECURITIES 19.4%**

**Adjustable Rate Mortgage Trust**

2.850% due 05/25/2036 1,839 1,028

3.660% due 01/25/2035 4,769 4,244

**Banc of America Alternative Loan Trust**

6.000% due 01/25/2036 ^ 183 176

6.000% due 04/25/2036 ^ 3,015 3,012

**Banc of America Funding Trust**

5.500% due 01/25/2036 224 192

6.000% due 07/25/2037 ^ 564 526

**BCAP LLC Trust**

3.774% due 03/27/2036 ~ 3,920 3,374

3.852% due 07/26/2037 ~ 97 1

4.917% due 03/26/2037 Ø 1,553 1,630

7.000% due 12/26/2036 ~ 4,423 4,041

**Bear Stearns ALT-A Trust**

3.881% due 08/25/2036 ^~ 3,033 2,012

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3.943% due 08/25/2046 ~		4,501	4,293
3.969% due 11/25/2036 ^~		717	595
4.217% due 09/25/2035 ^^		1,063	853
4.689% due 11/25/2034 ~		320	316
<b>Bear Stearns Commercial Mortgage Securities Trust</b>			
5.706% due 04/12/2038 ~		370	372
<b>Bear Stearns Mortgage Funding Trust</b>			
7.500% due 08/25/2036 Ø		1,605	1,435
<b>CD Commercial Mortgage Trust</b>			
5.398% due 12/11/2049 ~		12	8
<b>CD Mortgage Trust</b>			
5.688% due 10/15/2048		13,196	6,725
<b>Chase Mortgage Finance Trust</b>			
4.296% due 12/25/2035 ^~		18	18
6.000% due 02/25/2037 ^		1,789	1,341
6.000% due 03/25/2037 ^		440	357
6.000% due 07/25/2037 ^		1,595	1,282
<b>Citigroup Commercial Mortgage Trust</b>			
5.617% due 12/10/2049 ~		646	435
		<b>PRINCIPAL</b>	<b>MARKET</b>
		<b>AMOUNT</b>	<b>VALUE</b>
		<b>(000S)</b>	<b>(000S)</b>
<b>Citigroup Mortgage Loan Trust</b>			
4.149% due 03/25/2037 ^^	\$	752	\$ 735
4.320% due 11/25/2035 ~		17,916	14,011
4.499% due 04/25/2037 ^^		3,026	2,631
6.000% due 11/25/2036 ~		14,382	11,660
<b>CitiMortgage Alternative Loan Trust</b>			
5.750% due 04/25/2037 ^		2,602	2,483
<b>Commercial Mortgage Loan Trust</b>			
6.082% due 12/10/2049 ~		4,475	2,707
<b>Countrywide Alternative Loan Resecuritization Trust</b>			
6.000% due 08/25/2037 ^^		2,076	1,579
<b>Countrywide Alternative Loan Trust</b>			
2.716% due 03/20/2046		5,118	4,661
2.740% due 04/25/2037 ^ (a)		22,347	3,452
3.050% due 08/25/2035		333	223
3.835% due 06/25/2037 ~		2,942	2,726
5.250% due 05/25/2021 ^		11	11
5.500% due 03/25/2035		554	407
5.500% due 09/25/2035 ^		4,909	4,411
5.750% due 01/25/2035		619	619
5.750% due 02/25/2035		683	652
6.000% due 02/25/2035		764	735
6.000% due 04/25/2036		1,866	1,381
6.000% due 05/25/2036 ^		2,096	1,606
6.000% due 02/25/2037 ^		707	460
6.000% due 02/25/2037		2,429	2,010
6.000% due 04/25/2037 ^		6,719	4,826
6.000% due 08/25/2037 ^		9,686	7,539
6.250% due 10/25/2036 ^		2,539	2,117
6.250% due 12/25/2036 ^		3,436	2,510
6.500% due 08/25/2036 ^		877	546
6.500% due 09/25/2036 ^		433	348
12.430% due 02/25/2036		1,817	2,121
<b>Countrywide Home Loan Mortgage Pass-Through Trust</b>			
5.500% due 07/25/2037 ^		700	551
6.000% due 04/25/2036 ^		476	421
<b>Credit Suisse Mortgage Capital Mortgage-Backed Trust</b>			
5.750% due 04/25/2036 ^		1,452	1,099
<b>Epic Drummond Ltd.</b>			
0.000% due 01/25/2022	EUR	231	260
<b>Eurosail PLC</b>			
2.250% due 06/13/2045	GBP	4,487	4,513
4.900% due 06/13/2045		1,394	1,612
<b>GS Mortgage Securities Corp.</b>			
4.591% due 10/10/2032 ~	\$	10,500	9,556

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<b>GS Mortgage Securities Trust</b>		
5.622% due 11/10/2039	1,640	1,416
<b>GSR Mortgage Loan Trust</b>		
4.414% due 03/25/2037 ^~	2,869	2,556
4.462% due 11/25/2035 ^~	1,399	1,301
5.500% due 05/25/2036 ^	190	274
<b>HomeBanc Mortgage Trust</b>		
3.310% due 03/25/2035	217	203
<b>IndyMac Mortgage Loan Trust</b>		
6.500% due 07/25/2037 ^	6,602	3,899
<b>JPMorgan Alternative Loan Trust</b>		
3.807% due 03/25/2037 ~	8,398	8,028
<b>JPMorgan Chase Commercial Mortgage Securities Trust</b>		
5.411% due 05/15/2047	3,600	2,160
5.623% due 05/12/2045	1,840	1,456
<b>JPMorgan Mortgage Trust</b>		
4.014% due 06/25/2036 ^~	952	890
4.283% due 02/25/2036 ^~	1,775	1,483
4.303% due 10/25/2035 ~	49	47
4.319% due 01/25/2037 ^~	1,113	1,062
<b>LB-UBS Commercial Mortgage Trust</b>		
5.407% due 11/15/2038	6,461	4,986
<b>Lehman Mortgage Trust</b>		
6.000% due 07/25/2037 ^	219	206
15.620% due 11/25/2035 ^	254	321
<b>Lehman XS Trust</b>		
2.730% due 06/25/2047	3,263	2,905
<b>MASTR Alternative Loan Trust</b>		
6.750% due 07/25/2036	3,443	2,285

26 PIMCO CLOSED-END FUNDS

See Accompanying Notes

January 31, 2019 (Unaudited)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
<b>Merrill Lynch Mortgage Investors Trust</b>		
3.868% due 03/25/2036 ^~	\$ 3,549	\$ 2,652
<b>Morgan Stanley Capital Trust</b>		
6.173% due 06/11/2049 ~	565	570
<b>Motel 6 Trust</b>		
9.435% due 08/15/2019	14,635	14,880
<b>RBSSP Resecuritization Trust</b>		
2.726% due 10/27/2036	3,609	751
2.746% due 08/27/2037	8,000	3,202
<b>Residential Accredited Loans, Inc. Trust</b>		
2.700% due 08/25/2036	1,091	1,007
2.740% due 05/25/2037 ^	315	217
6.000% due 08/25/2036 ^	697	634
6.000% due 05/25/2037 ^	2,169	1,960
<b>Residential Asset Securitization Trust</b>		
5.750% due 02/25/2036 ^	413	289
6.000% due 02/25/2037 ^	1,934	1,414
6.250% due 09/25/2037 ^	5,140	3,409
<b>Residential Funding Mortgage Securities, Inc. Trust</b>		
4.577% due 02/25/2037 ~	2,988	2,456
<b>Structured Adjustable Rate Mortgage Loan Trust</b>		
4.192% due 07/25/2035 ^~	2,059	1,906
4.279% due 01/25/2036 ^~	6,961	5,193
4.312% due 11/25/2036 ^~	4,702	4,465
4.389% due 03/25/2037 ^~	970	765
4.894% due 07/25/2036 ^~	803	619
<b>Structured Asset Mortgage Investments Trust</b>		
2.630% due 08/25/2036	192	176
<b>Suntrust Adjustable Rate Mortgage Loan Trust</b>		
3.989% due 04/25/2037 ^~	638	535
4.522% due 02/25/2037 ^~	6,465	6,221
4.605% due 02/25/2037 ^~	623	587
<b>WaMu Mortgage Pass-Through Certificates Trust</b>		
3.560% due 07/25/2037 ^~	785	703
3.683% due 02/25/2037 ^~	1,113	1,033
3.833% due 10/25/2036 ^~	1,613	1,471
3.928% due 07/25/2037 ^~	1,787	1,651
<b>Washington Mutual Mortgage Pass-Through Certificates Trust</b>		
3.092% due 05/25/2047 ^	264	64
6.000% due 10/25/2035 ^	1,639	1,258
6.000% due 03/25/2036 ^	2,096	2,119
6.000% due 02/25/2037	5,344	4,732
<b>Total Non-Agency Mortgage-Backed Securities (Cost \$223,351)</b>		<b>237,862</b>
<b>ASSET-BACKED SECURITIES 21.1%</b>		
<b>Adagio CLO DAC</b>		
0.000% due 04/30/2031 ~	EUR 1,800	1,660
<b>Airspeed Ltd.</b>		
2.779% due 06/15/2032	\$ 2,361	2,294
<b>Ameriquest Mortgage Securities, Inc. Asset-Backed Pass-Through Certificates</b>		
3.860% due 03/25/2033	74	73
<b>Apidos CLO</b>		
0.000% due 01/20/2031 ~	8,800	7,402

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<b>Bear Stearns Asset-Backed Securities Trust</b>		
2.910% due 04/25/2037	15,341	12,616
<b>Belle Haven ABS CDO Ltd.</b>		
3.045% due 07/05/2046	324,260	875
<b>BlueMountain CLO Ltd.</b>		
8.247% due 04/13/2027	1,000	974
<b>Carlyle Global Market Strategies CLO Ltd.</b>		
0.000% due 04/17/2031 ~	6,000	4,429
<b>Chrysler Ca</b>		