

P CLASS

As of December 31, 2009

PORTFOLIO MANAGER

Dan J. Ivascyn

FUND STATISTICS

Effective Duration (yrs)	4.61
Effective Maturity (yrs)	6.18
Average Quality	A+

SECTOR DIVERSIFICATION (%)

	Market Value Weighted
Gov't Related	20
Mortgage	84
Invest. Grade Credit	12
High Yield Credit	7
Non-U.S. Developed	3
Emerging Markets	2
Municipal	0
Other	1
Net Cash Equivalents	-29

Ticker
PONPX

CUSIP
72201M719

Inception of Fund
03/30/2007

Fund Assets
\$428.2 MM

PIMCO Income Fund

FUND DESCRIPTION

The Income Fund is a portfolio of a broad range of intermediate-duration, high-quality bonds that is actively managed to maximize current income while maintaining a relatively low risk profile, with a secondary goal of capital appreciation.

INVESTOR BENEFITS

This Fund seeks to meet the needs of investors whose primary goal is a high level of current income. The Fund seeks to generate a competitive distribution yield and monthly dividends.

Potential benefits of this Fund include:

- A competitive yield - Income Fund yield is competitive with many savings vehicles
- Multiple sources of value - the Fund utilizes a broad opportunity set of fixed income securities
- High credit quality - the Fund invests in high-quality instruments issued across the credit spectrum
- Liquidity - the Fund structure is designed to provide liquidity when needed

THE FUND ADVANTAGE

The Fund utilizes multiple sectors of the bond market in an effort to generate a competitive and consistent distribution yield and monthly dividend. Managed to pursue efficient income generation, the strategy also focuses on PIMCO total-return ideas in an effort to maximize capital appreciation and risk-adjusted returns relative to its peers. This approach seeks to provide consistent income over the long term.

VALUE OF CORE STRATEGIES

An allocation to PIMCO fixed-income strategies may be beneficial as a core part of a balanced portfolio. Bonds can provide a steady source of income and, as part of a total-return strategy, potentially produce capital gains as well. An allocation to a PIMCO fixed-income strategy in a portfolio also can offer diversification and serve as a hedge against volatility and risks in other asset classes, particularly in times of economic uncertainty or deflation. Long-duration bonds can be used to diversify a broader core allocation to fixed income and help an overall portfolio's match to longer-term liabilities.

For more information,
call your PIMCO
representative
800-927-4648

Visit our web site for
a full menu of products
and services at
www.pimco-funds.com

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Core Strategies

Extended Duration	Global Advantage	GNMA	Government Money Market	Income	Long Duration Total Return	Long-Term U.S. Government
Low Duration	Moderate Duration	Money Market	Mortgage-Backed Securities	Short-Term	Total Return	Unconstrained Bond

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BASIC FACTS

Total Annual Operating Expenses	1.16%
Net Operating Expenses *	0.50%
Total Annual Expenses Ex-Interest *	0.50%
Dividend Frequency	Daily Accrual

* The net expense ratio reflects a contractual expense reduction agreement through the Fund's current fiscal year, as detailed in the prospectus supplemented to date.

PERFORMANCE CHARACTERISTICS

SEC 30-Day Yield (%)	6.37
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ABOUT THE BENCHMARK

Benchmark Duration (yrs) 4.57
Barclays Capital U.S. Aggregate Index represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis. It is not possible to invest directly in an unmanaged index.

PERFORMANCE (net of fees)

	Since Incept.	2 yrs	1 yr	6 mos	3 mos
PIMCO Fund (%)	6.28	6.05	19.08	13.53	3.61
Benchmark (%)	6.01	5.58	5.93	3.95	0.20

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 principal value will fluctuate, so that Fund shares may be worth more or less than their original cost when redeemed. Performance data current to the most recent month-end is available at www.pimco-funds.com or by calling (800) 927-4648.

The P Class inception on 04/30/2008, which may be different than the inception date of the Fund. Performance returns for a share class prior to its inception date are calculated by reducing the actual monthly dividend distributions (fixed income) or monthly total return (equity) of the Fund's Institutional Shares (Administrative Class by 0.25% and P Class by 0.10%).

LIPPER CLASSIFICATION

Multi-Sector Income Funds

LIPPER RANKINGS*

	1 yr
Fund Rank	132
No. of Funds	154
Quartile	4th

* Based on total return performance, with distributions reinvested, and operating expenses deducted.

ABOUT PIMCO

PIMCO, founded in 1971, is a global asset management firm serving a full range of institutional and retail investors worldwide. Our reputation as one of the world's top asset managers rests on our combination of a long-term investment approach, superior client servicing and cutting edge technology. With offices in nine countries in North America, Europe and Asia, we manage investments across a full spectrum of global financial markets. Our success is built on our ability to consistently provide attractive returns while maintaining a strong culture of risk management and long-term discipline.

Investors should consider the investment objectives, risks, charges and expenses of the funds carefully before investing. This and other information are contained in the fund's prospectus and summary prospectus, if available, which may be obtained by contacting your PIMCO representative. Please read them carefully before you invest or send money.

The performance figures presented reflect total return performance, changes in share price, and reinvestment of dividend and capital gain distributions. All periods longer than one year are annualized. Interest expenses netted from the Total Expenses are based on the amounts incurred during the Fund's most recent fiscal year as a result of entering into certain investments; the amount of interest expense (if any) will vary. The high performance of this portfolio is due to exceptional performance in the sector. This level of performance is not guaranteed and should not be expected in the future.

Effective duration is the duration for a bond with an embedded option when the value is calculated to include the expected change in cash flow caused by the option as interest rates change. Gov't Related may include nominal and inflation-protected Treasuries, agencies, interest rate swaps, Treasury futures and options, and FDIC-guaranteed corporate securities. The Average Credit Quality ratings are provided to indicate the credit worthiness of the underlying bonds in the portfolio and generally range from Aaa (highest) to B (lowest).

Investing in foreign denominated and/or domiciled securities may involve heightened risk due to currency fluctuations, and economic and political risks, which may be enhanced in emerging markets. Mortgage and asset-backed securities may be sensitive to changes in interest rates, subject to early repayment risk, and their value may fluctuate in response to the market's perception of issuer creditworthiness; while generally supported by some form of government or private guarantee there is no assurance that private guarantors will meet their obligations. High-yield, lower-rated, securities involve greater risk than higher-rated securities; portfolios that invest in them may be subject to greater levels of credit and liquidity risk than portfolios that do not. Derivatives may involve certain costs and risks such as liquidity, interest rate, market, credit, management and the risk that a position could not be closed when most advantageous. Investing in derivatives could lose more than the amount invested. The Fund is non-diversified, which means that it may concentrate its assets in a smaller number of issuers than a diversified fund.

The value of most bond funds and fixed income securities are impacted by changes in interest rates. Bonds and bond funds with longer durations tend to be more sensitive and more volatile than securities with shorter durations; bond prices generally fall as interest rates rise.

Past rankings are no guarantee of future rankings. Rankings begin with the inception of the actual share class. Lipper does not take into account sales charges.

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