

PIMCO Strategic Global Government Fund Inc. (RCS)

Description

Primary objective is to seek to generate, over time, a level of income higher than that generated by high-quality, intermediate-term U.S. debt securities.

Fund Inception Date

February 24, 1994

Total Fund Assets (in millions)

\$344.4

Management Firm

PIMCO (Pacific Investment Management Company)

Portfolio Manager

Dan Ivascyn

Dividend Frequency

Monthly

Net Asset Value (NAV) / Market Price at Inception

\$12.50 / \$12.50

NAV / Market Price (as of 9/30/09)

\$8.90 / \$10.29

High / Low Ranges (52-Week)

High / Low NAV

\$8.91 / \$6.41

High / Low Market Price

\$10.36 / \$6.81

Premium / (Discount) to NAV

15.62%

Fund Data (Common Shares)

Shares Outstanding

38,692,223

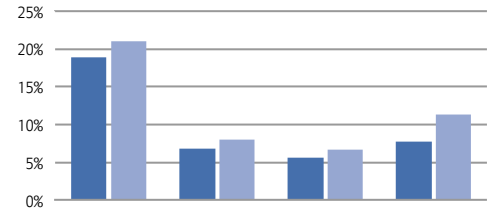
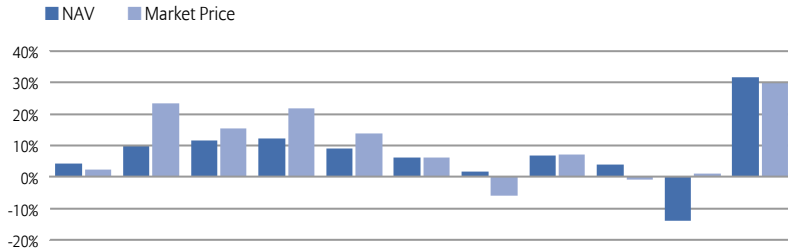
Average Daily Volume

96,853

Fund Highlights

- Invests in a diversified portfolio of investment grade U.S. and foreign government securities.
- Seeks to generate greater income than high-quality intermediate-term U.S. debt securities, while maintaining a comparably stable net asset value.
- At least 80% of net assets plus borrowings invested in government securities and no more than 20% of total assets may be invested in emerging market securities.
- Also seeks to maintain volatility in the net asset value of the shares comparable to that of high-quality, intermediate-term U.S. debt securities. May hold common stock received from conversion of other portfolio securities.
- Leverages PIMCO's core analytical and risk-management capabilities.

Performance and Dividend Analysis—Common Shares



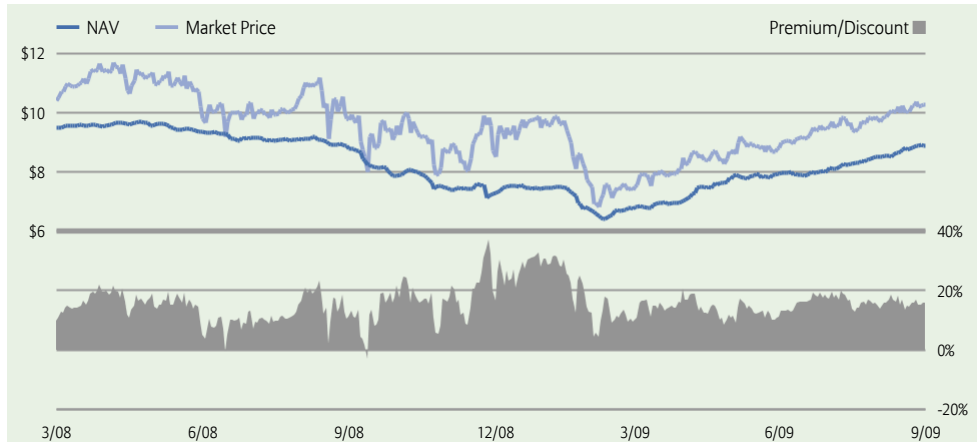
Calendar Year Returns

	'99	'00	'01	'02	'03	'04	'05	'06	'07	'08	YTD
NAV	4.4%	9.6%	11.5%	12.3%	9.2%	6.1%	1.8%	6.8%	4.1%	-13.7%	31.7%
Market Price	2.2%	23.5%	15.5%	21.8%	13.9%	6.1%	-5.5%	7.1%	-0.4%	1.1%	29.7%

Average Annual Returns

	1-yr	3-yr	5-yr	10-yr
NAV	18.95%	6.81%	5.64%	7.69%
Market Price	21.01%	8.01%	6.65%	11.28%

NAV/Market Price-Trailing 18 Months (daily pricing)



Fund Premium/Discount

Current Yield

Market Price Yield (%)	7.58
NAV Yield (%)	8.76
Undistributed Net Investment Income (as of 7/31/09)	\$0.301

Distribution History (last six payments)

Declaration Date	Type	Amount Per Share
9/01/09	Dividend	\$0.065
8/03/09	Dividend	\$0.065
7/01/09	Dividend	\$0.065
6/01/09	Dividend	\$0.065
5/01/09	Dividend	\$0.065
4/01/09	Dividend	\$0.065

Investment Products

Not FDIC Insured | May Lose Value | Not Bank Guaranteed

Visit www.allianzinvestors.com for more information.

Past performance is no guarantee of future results. An investment in the Fund involves risk, including loss of principal. Investment return and the value of shares will fluctuate. Returns are calculated by determining the percentage change in net asset value (NAV) or market share price (as applicable) with all distributions reinvested. The Fund's performance at market price will differ from its results at NAV. Although market price returns typically reflect investment results over time, during shorter periods returns at market price can also be influenced by factors such as changing views about the Fund, market conditions, supply and demand for the Fund's shares or changes in Fund distributions. The returns do not reflect broker sales charges or commissions. NAV is total assets less total liabilities divided by the number of shares outstanding. This material is presented only to provide information and is not intended for trading purposes. The Fund is a closed-end exchange traded management investment company. A closed-end fund, unlike an open-end fund, is not continuously offered. After the initial public offering, shares are sold on the open market through a stock exchange. Changes to investment policies, current management fees, and other matters of interest to investors may be found in each closed-end fund's most recent annual report to shareholders. The current semi annual report also will contain important updated information for investors. See reverse for more information. For the period covered by the most recent shareholder report, the expense ratio is 1.81% or 1.06% when additional non-cash interest expenses are excluded. These expenses do not reflect actual expenses paid but reflect the accounting treatment of certain bonds held in the Fund.

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Portfolio Analysis

Top Five Sectors		Average Weighted Maturity		Statistics	
Mortgage-backed	62%	<1 Year	-50%	Average Coupon Rate (%)	12.15
Corporate	42%	1–3 Years	49%	Standard Deviation of NAV	12.39
Government-Related	37%	3–5 Years	49%	Standard Deviation of Market Price	22.37
Non-U.S. Developed	4%	5–10 Years	47%		
Emerging Markets	3%	10–20 Years	2%		
		20+ Years	3%		
		Average Maturity	8.24 Years		
		Average Duration	6.10 Years		
Credit Quality					
AAA	33%				
AA	9%				
A	18%				
BBB	21%				
B	5%				
<B	14%				
Average Quality	BBB+				

Portfolio Management

PIMCO (Pacific Investment Management Company)

Founded in 1971 and based in Newport Beach, California, PIMCO is a leading institutional investment firm with a client list that includes many of the largest companies in the United States. PIMCO is one of the most respected names in fixed-income management, due in large part to its total return approach to bond investing and strong long-term performance record. While renowned for its bond management expertise, PIMCO has also developed a range of innovative investment strategies to offer investors access to other asset classes, including stocks, commodities and real estate. In recent years, the firm has expanded its global operations and today has offices in cities such as London, Munich, Singapore, Sydney and Tokyo.

Portfolio Manager



Dan Ivascyn

Mr. Ivascyn is a Managing Director, portfolio manager and a member of PIMCO's mortgage and asset backed securities (ABS) team. He joined PIMCO in 1998, previously having been associated with Bear Stearns in the asset backed securities group. Mr. Ivascyn also has experience at T. Rowe Price and Fidelity Investments. He began his investment career in 1991. Mr. Ivascyn holds a degree in economics from Occidental College and an M.B.A. in analytical finance from the University of Chicago Graduate School of Business.

Investment Process

Top-down analysis begins with PIMCO's annual Secular Forum, during which the firm develops a three- to five-year outlook for the global economy and interest rates. This helps set basic portfolio parameters, including duration, yield-curve positioning, sector weightings and individual security selection. The portfolio is globally positioned, with normally at least 80% of net assets in government securities—bonds issued by governmental issuers located in no fewer than three different countries including the United States. The majority of assets are generally held across a range of government securities, including bonds issued by local and national governments, agency-backed mortgage-backed securities, and supranational and sovereign entities. Although the Fund seeks an overall average credit rating of AA, it may invest up to 20% in non-investment grade debt and up to 20% in emerging market debt.

Past performance is no guarantee of future results. Holdings are subject to change daily. The Fund may invest in securities that are issued or guaranteed by the U.S. Government or its agencies; this guarantee is to timely repayment of principal and interest if held to maturity. Guarantee does not eliminate market risk. The Fund's shares, yield and net asset value are not guaranteed by the U.S. Government. The Fund may also at times invest in mortgage-related securities. Mortgage backed securities are subject to prepayment risk and the value of some mortgage-related or asset-backed securities may be particularly sensitive to interest rate changes. The fund may invest in high yield, below investment grade, debt instruments. High-yield bonds typically have a lower credit rating than other bonds. Lower rated bonds generally involve a greater risk to principal than higher rated bonds. The Fund may invest in foreign securities, which may entail risk due to foreign economic and political developments; this risk may be enhanced when investing in emerging markets. The use of leverage by the Fund may cause the Fund to liquidate portfolio positions at a disadvantageous time to satisfy its obligations or to meet segregation requirements. Leverage, including borrowing, may cause a Fund to be more volatile than if the Fund had not been leveraged, which may increase the risk of investment loss. This Fund may use derivative instruments for hedging purposes or as part of its investment strategy. Use of these instruments may involve certain costs and risks such as liquidity risk, interest rate risk, market risk, credit risk, management risk and the risk that a fund could not close out a position when it would be most advantageous to do so. Portfolios investing in derivatives could lose more than the principal amount invested in those instruments.

Duration is a measure of a Fund's price sensitivity expressed in years. The credit quality of the securities in the portfolio is generally calculated by Moody's or S&P; if unrated, the investment manager may determine a comparable rating, which is included in the portfolio breakdown. Credit quality ratings generally range from AAA (highest) to D (lowest). The credit quality of the investment in the portfolio does not apply to the stability or safety of the Fund. Standard deviation is an absolute measure of volatility measuring dispersion about an Average which, for an index, depicts how widely the returns varied over a certain period of time. The greater the degree of dispersion, the greater the risk.

Allianz Global Investors Fund Management LLC serves as the Fund's investment manager, and the sub-advisor is PIMCO (Pacific Investment Management Company). Visit www.allianzinvestors.com for more information.