TARGET RISK | 12/31/09 QUARTERLY REVIEW

Allianz Global Investors Solutions Core Allocation Fund

A Shares: PALAX
B Shares: PALBX
C Shares: PALCX
R Shares: AGARX

Allianz Global Investors

A comprehensive strategy for balancing growth and income

Determining the right investment mix is a crucial, and often challenging, step in progressing toward your financial goals. Allianz Global Investors Solutions Core Allocation Fund is designed to provide investors with a comprehensive, risk-managed core holding by balancing growth potential and current income.

Why invest in this fund?

A complete, broadly diversified solution

The Fund can serve as a complete core allocation for investors with a medium time horizon and a moderate tolerance for risk. The Fund taps into an unusually broad universe, investing in a range of traditional stocks and bonds, as well as in lower-correlating "real" (inflation-adjusted) and alternative assets. Diversification does not ensure against loss.

An emphasis on reliable risk™

The Fund is designed to have a reliable-risk™ profile, with a targeted focus on expected volatility. The Fund seeks to provide a balance of after-inflation capital appreciation, current income and downside protection. Normally, 65% of the portfolio is invested in return-generating assets, with 35% in defensive assets.

Distinctive management expertise

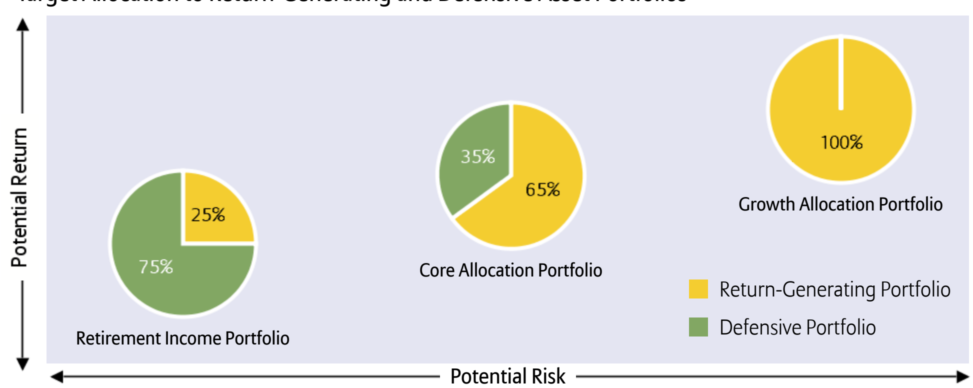
The Fund's underlying mutual funds are chosen from the world-class investment firms of Allianz Global Investors, including PIMCO and RCM. Each firm contributes its distinctive investment approach and culture, providing the benefits of collective expertise as well as additional diversification to the overall Fund.

A unique dual-portfolio structure

All three Allianz Global Investors Solutions target-risk funds take a refined approach to managing risk and return by blending two separately-managed portfolios: a return-generating portfolio for growth potential, and a defensive portfolio for principal protection. Each is balanced to reflect a different risk level.

For more detailed information about this fund, please visit our Web site at www.allianzinvestors.com.

Target Allocation to Return-Generating and Defensive Asset Portfolios



Average Annual Total Returns as of 12/31/09	1-yr.	3-yr.	5-yr.	10-yr.	Inception
AGIS Core Allocation Fund A at NAV	27.80%	-0.10%	3.40%	3.82%	5.33%
AGIS Core Allocation Fund A at MOP	20.77%	-1.96%	2.24%	3.23%	4.80%
Lipper Mxd-Asset Tgt Alloc. Moderate Fund Avg.	22.83%	-1.35%	2.14%	2.44%	3.84%
MSCI ACWI Free Index	34.63%	-4.58%	3.10%	0.42%	4.26%
60% MSCI World/40% Barclays Capital Global Agg.	23.03%	0.13%	4.26%	3.13%	5.16%
Barclays Capital U.S. Aggregate Index	5.93%	6.04%	4.97%	6.33%	5.56%

If this material is used after 3/31/10, it must be accompanied by the most recent Performance Supplement. Performance quoted represents past performance. Past performance is no guarantee of future results. *Investment return and the principal value of an investment will fluctuate. Shares may be worth more or less than original cost when redeemed. Current performance may be lower or higher than performance shown. For performance current to the most recent month-end, visit our Web site at www.allianzinvestors.com. The MOP returns take into account the 5.5% maximum initial sales charge. The net expense ratio cited above is the result of a contractual agreement guaranteed through at least 3/31/10.*

Fund Data

Fund Inception Date September 30, 1998

Total Fund Assets (in millions) $213.9

A Share Gross Expense Ratio 2.07%

A Share Net Expense Ratio 1.32%

Management Firm Allianz Global Investors Solutions (AGIS)

Portfolio Managers Sexauer, Pietranico

Calendar Year Returns	'00	'01	'02	'03	'04	'05	'06	'07	'08	'09
AGIS Core Allocation Fund A at NAV	4.3%	-3.8%	-10.5%	24.3%	10.3%	6.2%	11.7%	7.1%	-27.1%	27.8%
Lipper Mxd-Asset Tgt Alloc. Moderate Fund Avg.	1.8%	-3.8%	-9.3%	19.3%	8.7%	4.6%	11.3%	5.5%	-25.4%	22.8%
MSCI ACWI Free Index	-14.2%	-16.2%	-19.3%	34.0%	15.2%	10.8%	21.0%	11.7%	-42.2%	34.6%
60% MSCI World/40% Barclays Capital Global Agg.	-4.4%	-6.6%	-8.0%	21.4%	10.8%	7.5%	14.1%	9.9%	-25.8%	23.0%
Barclays Capital U.S. Aggregate Index	11.6%	8.4%	10.3%	4.1%	4.3%	2.4%	4.3%	7.0%	5.2%	5.9%

Performance assumes reinvestment of dividends and capital gains distributions. Taxes on distributions or redemptions have not been deducted. The Lipper, Inc. Lipper Average is based on total return, with distributions reinvested and operating expenses deducted, though not reflecting sales charges. Fund classes share the same portfolio, but have different investment minimums and different fees and expenses.

Allianz Global Investors Solutions Core Allocation Fund

Portfolio Managers

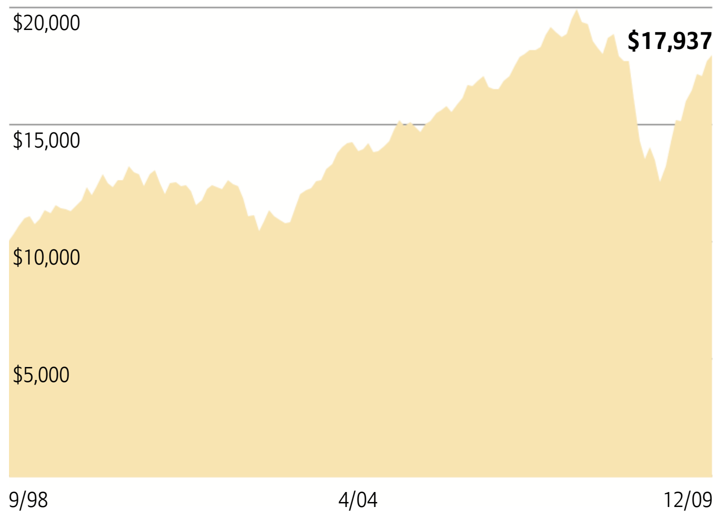
Stephen Sexauer has been a managing director for Allianz Global Investors and a portfolio manager at Nicholas-Applegate Capital Management. He earned an MBA from the University of Chicago and a BS from the University of Illinois.

Paul Pietranico, CFA, has been the director of investment manager due diligence, risk analysis and performance reporting teams for Allianz Global Investors. He holds a BS in physics, an MA in philosophy of science and an MS in engineering economics, all from Stanford University.

Allianz Global Investors Solutions (AGIS)

Allianz Global Investors Solutions provides investment solutions designed to help meet the complex, evolving needs of its clients. Drawing on sophisticated analytical tools, risk management technology and a broad bench of experience, its actively managed portfolios can help investors plan confidently for such major life events as retirement and education.

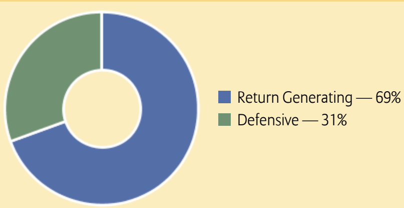
Growth of $10,000



Past performance is not indicative of future results. Performance shown is for A shares at net asset value (NAV).

Portfolio Analysis

Investment Breakdown



Investors should consider the investment objectives, risks, charges and expenses of this Fund carefully before investing. This and other information are contained in the Fund's prospectus, which may be obtained by contacting your financial advisor, by visiting www.allianzinvestors.com or by calling 1-888-877-4626. Please read this prospectus carefully before you invest or send money.

Past performance is no guarantee of future results. All data is as of 12/31/09 unless otherwise indicated. Holdings are subject to change. The portfolio's performance will depend on how its assets are allocated among the constituent Funds, which will vary. The Fund will be subject to the risks associated with the constituent Funds, which may include the following at different times and to different degrees. Investing in smaller companies may entail greater risk than investing in larger companies, including higher volatility. Investing in non-U.S. securities may entail greater risk due to foreign economic and political developments; this risk may be enhanced when investing in emerging markets. High-yield bonds generally involve a greater risk to principal than higher rated bonds. The underlying funds may at times invest in mortgage-related securities, and may use derivative instruments for hedging purposes or as part of an investment strategy. Mortgage-backed securities are subject to prepayment risk and may be sensitive to changes in prevailing interest rates. When interest rates rise, the value of fixed-income securities generally declines. Use of derivative 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. The cost of investing in the Fund will generally be higher than the cost of investing in a fund that invests directly in individual stocks and bonds.

Effective November 1, 2009, Class B shares of Allianz Funds and PIMCO Funds are no longer available for purchase, except through exchanges and dividend reinvestments.

The Morgan Stanley Capital International All Country World Free Index (MSCI ACWI) is a widely recognized, unmanaged index of issuers located in countries throughout the world, representing both developed and emerging markets. Prior to 11/1/06, performance data for the MSCI Index was calculated gross of dividend tax withholding. Performance data presently shown for the Index is net of dividend tax withholding. This recalculation results in lower performance for the Index. The benchmark is a blend of 60% MSCI World Index and 40% Barclays Capital Global Aggregate Index. The Morgan Stanley Capital International (MSCI) World Index is a free-float-adjusted market capitalization index which is designed to measure global developed market equity performance. The Barclays Capital Global Aggregate Index provides a broad-based measure of the global investment-grade fixed income markets. The three major components of this index are the U.S. Aggregate, the Pan-European Aggregate, and the Asian-Pacific Aggregate Indices. The index also includes Eurodollar and Euro-Yen corporate bonds, Canadian government, agency and corporate securities, and USD investment grade 144A securities. The Barclays Capital U.S. Aggregate Index is an unmanaged index of investment-grade, U.S. dollar-denominated fixed-income securities of domestic issuers having a maturity greater than one year. Unless otherwise noted, index returns reflect the reinvestment of income dividends 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 index.