

# Allianz NACM Mid-Cap Growth Fund



## Focused on positive change through a quantitative approach

Allianz NACM Mid-Cap Growth Fund looks to identify companies that are experiencing positive fundamental change that is sustainable and is just beginning to be recognized by the market. The Fund employs a systematic investment process that combines proprietary quantitative stock selection and unique manager insights to create a well-diversified portfolio with attractive capital appreciation potential.

## Why invest in this fund?

### An overlooked but compelling asset class

Mid-cap growth companies are often at a prime stage of their development. They have moved beyond the uncertainty of the start-up phase but still have plenty of room for growth. At the same time, they do not face the potential challenges of size that sometimes occur with the largest companies. While mid caps have outperformed small- and large-cap stocks over the long term, many investors have overlooked this market segment.

### A rigorous quantitative process

The Fund employs NACM's proprietary Mid Cap Growth Equity Model to assess a universe of 800 companies based on their prospects for change, sustainability and timeliness. The portfolio managers review each company recommended by the model to confirm it meets all investment criteria. Only then will the managers select stocks for the portfolio, focusing on companies that offer the most attractive balance of risk and reward.

### Experienced investment team

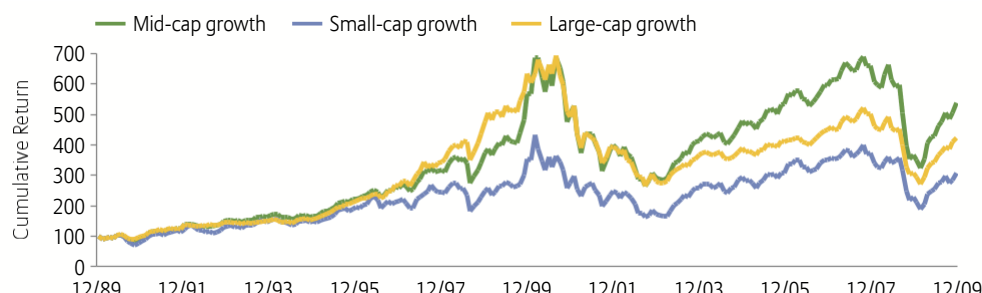
The Fund's portfolio managers are part of the firm's Systematic Research and Investment Team, which has managed quant portfolios since 1990. The team's use of both quantitative and qualitative assessments is designed to capitalize on mispricing opportunities created by investors' inefficient reaction to change. The team has more than a dozen investment specialists, including many with one or more advanced degrees such as Ph.D, MBA and CFA.

### Stronger growth potential

Over time, mid cap growth stocks have outperformed both large- and small caps.

Source: Russell Investments. Past performance is no guarantee of future results. Mid-cap stocks are represented by the Russell Midcap Growth Index; small-cap stocks by the Russell 2000 Growth Index; and large-cap growth stocks by the Russell 1000 Growth Index.

### Mid-cap growth has outperformed over the last 20 years



Please see reverse side for additional benchmark information. 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.

For more detailed information about this fund, please visit our Web site at [www.allianzinvestors.com](http://www.allianzinvestors.com).

Average Annual Total Returns as of 12/31/09	1-yr.	3-yr.	5-yr.	Inception*
Allianz NACM Mid-Cap Growth Fund A at NAV	40.64%	-2.90%	3.39%	4.23%
Allianz NACM Mid-Cap Growth Fund A at MOP	32.90%	-4.72%	2.23%	3.23%
Lipper Mid-Cap Core Fund Avg.	36.58%	-4.46%	1.57%	3.18%
Russell Midcap Growth Index	46.29%	-3.18%	2.39%	3.72%

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](http://www.allianzinvestors.com). The MOP returns take into account the 5.5% maximum initial sales charge.

Calendar Year Returns	'04 <sup>1</sup>	'05	'06	'07	'08	'09
Allianz NACM Mid-Cap Growth Fund A at NAV	7.8%	14.6%	12.6%	8.7%	-40.1%	40.6%
Lipper Mid-Cap Core Fund Avg.	—	10.0%	13.2%	5.3%	-39.0%	36.6%
Russell Midcap Growth Index	—	12.1%	10.6%	11.4%	-44.3%	46.3%

\* This is the inception date of a predecessor fund, which was reorganized into the Fund on 7/27/07. The returns presented are for A shares of the Fund, which were first offered on 7/30/07. The returns for the period prior to the reorganization are based on the historical performance of the predecessor fund's Institutional shares, adjusted to reflect the Fund's A shares' different charges and expenses. Index and Lipper performance comparisons begin on 2/29/04. 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. 1. Cumulative return over a partial year.

### Fund Data

Fund Inception Date\* February 27, 2004

Total Fund Assets (in millions) \$5.6

A Share Expense Ratio 1.36%

Management Firm Nicholas-Applegate Capital Management (NACM)

Portfolio Managers Edmondson, Roemer

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## Portfolio Managers

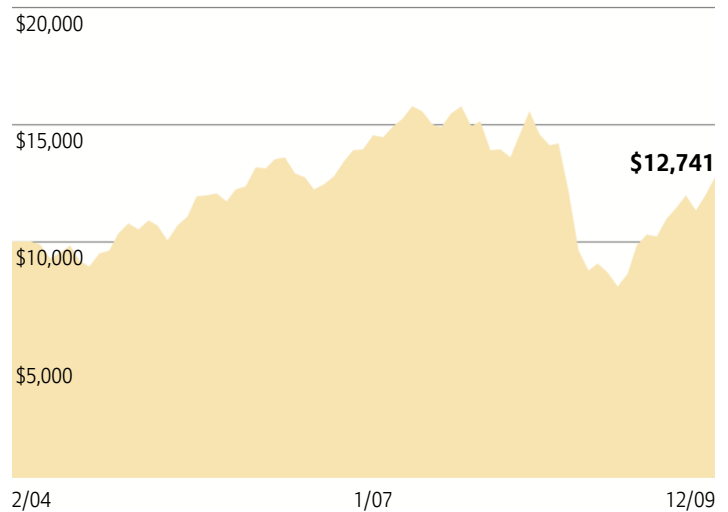
**Jane Edmondson** has been a member of the systematic team at NACM since 2000. Jane holds an M.B.A. in Finance from San Diego State University.

**Mark Roemer** is a portfolio manager at Nicholas-Applegate. Before joining the firm in 2001, he worked with Barclays Global Investors and at Kleinwort Benson Investment Management of London. His M.S. degrees are from London Business School and Stanford University. His B.S. is from Virginia Polytechnic Institute & State University.

## Nicholas-Applegate Capital Management (NACM)

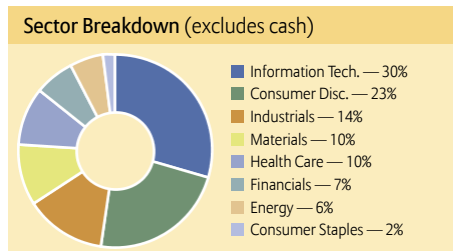
Nicholas-Applegate Capital Management applies the same disciplined investment process across all of its products—an approach grounded in fundamental research and risk management.

## 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



## Top Ten Holdings (as of 11/30/09)

COACH INC (COH)	2.57%	INTERCONTINENTALEXCHANGE INC (ICE)	1.82%
WESTERN DIGITAL CORP (WDC)	2.31%	MCGRAW HILL COS INC (MHP)	1.76%
MARVELL TECHNOLOGY GROUP LTD (MRVL)	2.11%	NOBLE CORPORATION BAAR (NE)	1.72%
HOSPIRA INC (HSP)	1.96%	CA INC (CA)	1.72%
BMC SOFTWARE INC (BMC)	1.84%	LIMITED BRANDS INC (LTD)	1.67%

Allianz Global Investors has more than \$1 trillion in assets under management for our clients worldwide. Our U.S. investment managers each offers its own distinctive philosophy and culture, providing clients with a comprehensive and constantly evolving range of investment styles and products.<sup>1</sup>



P I M C O

NEJ INVESTMENT GROUP

NICHOLAS | APPLGATE\*

CADENCE CAPITAL MANAGEMENT

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](http://www.allianzinvestors.com) or by calling 1-888-877-4626. Please read this prospectus carefully before you invest or send money.

<sup>1</sup> Allianz Global Investors AG assets under management as of 6/30/09. Cadence Capital Management is an independently owned investment firm.

**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 Fund will normally invest primarily in common stocks of companies with medium market capitalizations. Investments medium-sized companies may entail greater risk than larger companies, including higher volatility. The Fund may use various derivative instruments 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. Diversification does not assure a profit or protect against loss.

Russell Midcap Growth Index is an unmanaged index that measures the performance of those Russell Midcap companies with higher price-to-book ratios and higher forecasted growth values. The stocks are also members of the Russell 1000 Growth Index. The Russell 2000 Growth Index is a capitalization weighted broad based index of 2,000 small capitalization U.S. stocks considered to have a greater than average growth orientation. The Russell 1000 Growth Index is an unmanaged index that measures the performance of companies in the Russell 1000 Index considered to have a greater than average growth orientation. The Russell 1000 Index is an unmanaged index that consists of the 1,000 largest companies in the Russell 3000 Index and represents approximately 90% of the total market capitalization of the Russell 3000 Index. 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.

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## Investment Products

Not FDIC Insured | May Lose Value | Not Bank Guaranteed

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