

PIMCO StocksPLUS® TR Short Strategy Fund

Description

Seeks total return through the implementation of short investments positions on the S&P 500 Index

Fund Inception Date*

July 23, 2003

Total Fund Assets (in millions)

\$653.1

Management Firm

PIMCO (Pacific Investment Management Company)

Portfolio Manager

Bill Gross

Dividend Frequency

Quarterly

Symbol / CUSIP

	Symbol	CUSIP Number
A Shares	PSSAX	72201F763
C Shares	PSSCX	72201F755

Index Exposure

Inverse of the S&P 500 Index on a daily basis

Collateral Portfolio Duration Range

Min. of 1 yr. to max. of 2 yrs. above duration of BCAG.¹

Fund Highlights

- Employs an innovative portfolio structure that combines passive short positions on S&P 500 Index derivatives such as futures and/or swaps together with an actively managed "total return" fixed income portfolio.
- Managed by renowned PIMCO founder and Co-CIO Bill Gross.

Fund Strategy Overview

The Fund seeks total return through short derivatives positions with respect to the S&P 500 Index which are collateralized by an actively managed portfolio of short- to intermediate-duration fixed income securities that offers the potential for excess returns relative to the inverse of the S&P 500. Please see the Correlation Considerations section on the next page. While the Fund will generally benefit when the price of the S&P 500 Index is declining, it will generally not perform as well when the Index is rising.

Fixed-Income Collateral Analysis

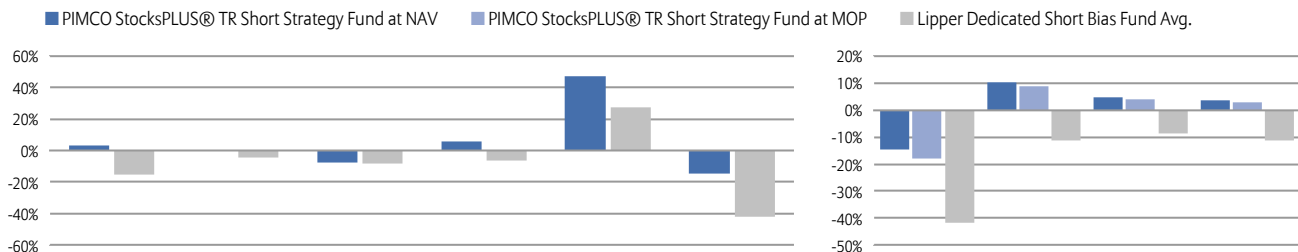
Top Sectors ²	
Government-Related	49%
Invest. Grade Credit	23%
Non-U.S. Developed	20%
Mortgage	13%
Emerging Markets	2%
High Yield Credit	2%
Municipal	1%

Quality ³	
Average Quality	AA
Average Maturity	3.43 Years
Average Duration	4.26 Years

Portfolio Analysis

Statistics	
Standard Deviation ⁴	17.09
Beta ⁴	-0.81
R ² ⁴	0.86

Performance Analysis



Calendar Year Returns

	'04	'05	'06	'07	'08	'09
PIMCO Fund at NAV	3.1%	0.4%	-6.9%	6.0%	47.4%	-14.2%
PIMCO Fund at MOP	-14.5%	-3.8%	-7.8%	-5.8%	27.4%	-41.3%
Lipper Dedicated Short Bias Fund Avg.	-14.5%	-3.8%	-7.8%	-5.8%	27.4%	-41.3%
S&P 500 Index	10.9%	4.9%	15.8%	5.5%	-37.0%	26.5%
Inverse of S&P 500 Index	-10.3%	-5.2%	-14.1%	-6.0%	50.0%	-24.9%

Average Annual Returns

	1-yr	3-yr	5-yr	Inception
PIMCO Funds at NAV	-14.21%	10.25%	4.62%	3.61%
PIMCO Funds at MOP	-17.43%	8.86%	3.83%	2.99%
Lipper Dedicated Short Bias Fund Avg.	-41.33%	-10.79%	-8.37%	-10.68%
S&P 500 Index	26.46%	-5.63%	0.42%	3.94%
Inverse of S&P 500 Index	-24.88%	1.92%	-2.92%	-5.86%

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 3.75% maximum initial sales charge. The Fund's expense ratio is 2.09%. Visit www.allianzinvestors.com to find out if this Fund's expenses are being subsidized.

* The inception date for the oldest class of shares (the Institutional share class). The returns represent Class A shares, first offered in 7/06. Returns prior to this date apply the returns of the oldest class of shares but the charges and expenses of Class A shares. Index and Lipper performance comparisons begin on 7/31/03.

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. Barclays Capital U.S. Aggregate Index (BCAG) is generally representative of the domestic, investment-grade, fixed-rate, taxable bond market. Index duration as of 12/31/09: 4.57 yrs. 2. The total amount shown for sector or country holdings may be greater than 100% because of the inclusion of derivatives and the collateral securities supporting those instruments. 3. The letter ratings are provided to indicate the creditworthiness of the underlying bonds in the portfolio and generally range from AAA (highest) to D (lowest). Ratings do not apply to the fund. 4. Standard Deviation, Beta and R² are calculated by IDS GmbH-Analysis and Reporting Services, an investment analysis and reporting service which is a subsidiary of Allianz SE.

Best / Worst Return

	Best	Worst
3-month (ended)	26.54% (2/28/09)	-15.75% (5/31/09)
1-yr (ended)	54.74% (2/28/09)	-14.21% (12/31/09)
3-yr (ended)	21.02% (2/28/09)	-5.72% (5/31/07)

PIMCO StocksPLUS® TR Short Strategy Fund

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



Bill Gross

Mr. Gross is founder and co-chief investment officer of Pacific Investment Management Company (PIMCO) and has won Morningstar's coveted "Fixed-Income Manager of the Year Award" three times (1998, 2000 and 2007) for managing the PIMCO Total Return Fund. In 2000, Mr. Gross received the Bond Market Association's Distinguished Service Award. He holds a BA from Duke University and an MBA from the UCLA Graduate School of Business.

Investment Process

PIMCO StocksPLUS® TR Short Strategy Fund's strategy is similar to that of PIMCO StocksPLUS® Total Return Fund, but instead of gaining long stock market exposure through long positions in S&P 500 Index-linked derivatives, the Fund takes short positions in these derivatives to gain inverse exposure to the S&P 500 Index on a daily basis. The Fund then collateralizes this exposure with an actively managed portfolio of short- to intermediate-duration fixed income securities, and in doing so offers the potential to generate excess returns relative to the inverse of the Index through active management of the fixed-income collateral. Of course, investors should understand that while the Fund will generally benefit when the price of the S&P 500 Index is declining, it will generally not perform as well when the Index is rising. In managing the fixed-income collateral, the portfolio manager employs a Total Return bond strategy. This begins with PIMCO's 3- to 5-year outlook for the global economy and interest rates, developed at the firm's annual Secular Forum. This helps set basic portfolio parameters, including duration, yield-curve positioning, sector weightings and credit quality. Bottom-up strategies, such as credit analysis and quantitative research, are meshed with the top-down strategies to add value.

Understanding PIMCO StocksPLUS® TR Short Strategy Fund

PIMCO StocksPLUS® TR Short Strategy Fund seeks to meet its investment objective—total return through short investment positions on the S&P 500 Index—by employing an innovative strategy.

Correlation Considerations: Although the Fund uses derivatives and other short positions to gain exposures that may vary inversely with the performance of the S&P 500 Index on a daily basis, the Fund as a whole is not designed or expected to produce returns which replicate the inverse of the performance of the Index, and the degree of variation could be substantial, particularly over longer periods. Because the value of the Fund's derivatives short positions move in the opposite direction from the value of the Index each day, for periods greater than one day, the effect of compounding may result in the performance of these derivatives positions, and the Fund's performance attributable to those positions, to be either greater than or less than the inverse of the Index performance for such periods, and the extent of the variation could be substantial due to market volatility and other factors. In addition, income and capital gains or losses derived from the Fund's fixed income investments, the impact of Fund fees, expenses and transaction costs, the ability of the Fund to reduce or limit short exposure and other factors may result in an imperfect inverse correlation between the performance of the Index and the performance of the Fund. It is possible for the Fund to experience a negative return when the S&P 500 Index is declining, and vice versa.

Short S&P 500 Exposure	+	PIMCO's Active Bond Management Expertise	=	PIMCO StocksPLUS TR Short Strategy Fund
Short positions in S&P 500 Index-linked derivatives, which provide passive, inverse exposure to the performance of the S&P 500 Index on a daily basis.		An actively-managed bond portfolio (backing the index-linked derivative instruments) through which PIMCO seeks to enhance the Fund's total return.		The potential for positive total return performance in falling equity markets and potential additional return from active fixed-income 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 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 Fund normally invests primarily in short positions with respect to the S&P 500 Index (the "Index") or specific Index securities, backed by a portfolio of fixed-income instruments. The Fund will maintain short positions through the use of a combination of derivatives, including options, futures, options on futures, and swaps. Use of these instruments may involve certain costs and risks such as liquidity risk, interest rate risk, market risk, credit risk, management risk, valuation risk, the risk that a fund could not close out a position when it would be most advantageous to do so, and the risk that changes in the value of a derivative may not correlate perfectly with an underlying asset, interest rate or index (or the inverse thereof). Portfolio's invested in derivatives could lose more than the principal amount invested in these instruments.

Equity portfolios are subject to the basic stock market risk that a particular security, or securities in general, may decrease in value. Short sales involve the sale by the Fund of a security that it does not own with the hope of purchasing the same security at a later date at a lower price. If the price of the security or derivative has increased during this time, then the Fund will incur a loss equal to the increase in price from the time that the short sale was entered into plus any premiums and interest paid to the third party. The Fund may invest in high yield securities, securities denominated in foreign currencies and in U.S. dollar denominated securities of foreign issuers. 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. Investing in non-U.S. securities entails additional risks, including political and economic risk and the risk of currency fluctuations; these risks may be enhanced in emerging markets. The Fund is "non-diversified," which means that it may concentrate its assets in a smaller number of issuers than a diversified fund. The fund may invest in mortgage-backed securities, which involve prepayment risk. The value of some mortgage-related or asset-backed securities may be particularly sensitive to interest rate changes, and there is no assurance that private insurers of the underlying mortgages or assets will meet their obligations.

The Morningstar Fund Manager of the Year Award winners are chosen based upon Morningstar's own research and in-depth evaluation by its senior editorial staff.

The Standard & Poor's 500 Index is an unmanaged market index of large capitalization common stocks. The Standard & Poor's 500 Composite Index (S&P 500) is an unmanaged market index that is generally representative of the U.S. stock market as a whole. The S&P 500 Index focuses on the large-cap segment of the U.S. equities market. The Inverse of Standard & Poor's 500 Stock Price Index is the negative equivalent of the return of the S&P 500 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.

Standard deviation is an absolute measure of volatility measuring dispersion about an average which, for a mutual fund, depicts how widely the returns varied over a certain period of time. The credit quality of the investment in the portfolio does not apply to the stability or safety of the portfolio. Duration is a measure of a portfolio's price sensitivity expressed in years. When interest rates rise, bond prices generally fall; bonds of longer duration tend to be more sensitive to changes in interest rates, usually making them more volatile than fixed-income securities of shorter duration.

Beta measures the market-related volatility of a portfolio, where the overall market is represented by the unmanaged index which is the fund's official benchmark in its prospectus. The beta of the market is 1 by definition. A beta greater than 1 indicates that a portfolio's market risk is greater than the overall market's, while a beta less than 1 indicates a lower market risk. Low market risk does not necessarily imply low volatility. A portfolio may have a low beta while experiencing volatility due to factors independent of the market.

R-Squared measures the degree to which portfolio returns are attributable to returns from the market generally, as measured by the unmanaged index which is the fund's official benchmark in its prospectus. The lower the R-Squared, the lower the correlation between the portfolio and the index, and the less reliable beta is as a measure of volatility. An R-Squared of 1.0 represents perfect correlation in returns between the portfolio and the market; an R-Squared of 0 represents no correlation.

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