

Allianz RCM Mid-Cap Fund

Description

Seeks long-term capital appreciation

Fund Inception Date*

November 6, 1979

Total Fund Assets (in millions)

\$53.7

Management Firm

RCM

Portfolio Managers

Louise M. Laufersweiler & Steven Klopukh

Dividend Frequency

At Least Annually

Symbol / CUSIP

	Symbol	CUSIP Number
A Shares	RMDAX	018919704
B Shares	RMDBX	018919712
C Shares	RMDCX	018919720
R Shares	PRMRX	018919746

Investment Style / Market Cap

V	B	G	L	Investment Style:
■	■	■	■	Growth
■	■	■	■	Market Capitalization:
■	■	■	■	Medium

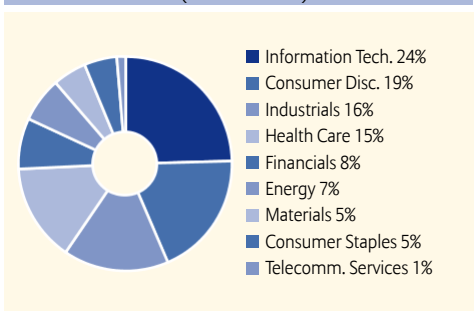
Fund Highlights

- The management team employs a "bottom-up" investment process, utilizing proprietary Grassroots Research to complement company and macroeconomic analysis.
- Mid-cap stocks generally offer greater growth potential than large-cap stocks with less volatility than small-cap stocks.
- Emphasizes stocks with higher-than-average revenue and earnings, growth rates, competitively-positioned businesses, and reasonable valuations.

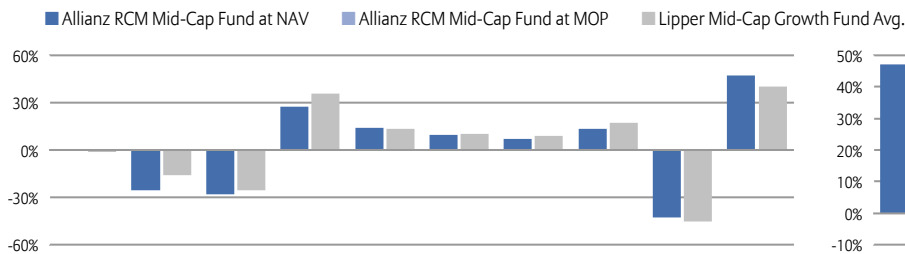
Portfolio Analysis

Top Ten Holdings as of 11/30/09		Statistics	
AMETEK INC NEW (AME)	1.8%	P/E Ratio	20.3
AVON PRODS INC (AVP)	1.7%	P/B Ratio	2.8
GUESS INC (GES)	1.7%	Median Market Cap (in billions)	6.0
NETAPP INC (NTAP)	1.7%	Stocks in Portfolio	113
STARBUCKS CORP (SBUX)	1.6%	Foreign Holdings (%)	3.5
CAMERON INTL CORP (CAM)	1.6%	Cash (%)	0.4
PRECISION CASTPARTS CORP (PCP)	1.5%	Standard Deviation ¹	22.49
ANALOG DEVICES INC (ADI)	1.5%	Beta ¹	0.91
INTERNATIONAL GAME TECHNOLOGY (IGT)	1.5%	R ² ¹	0.95
BED BATH + BEYOND INC (BBBY)	1.5%		
Total	16.1%		

Sector Breakdown (excludes cash)



Performance Analysis



Calendar Year Returns

	'00	'01	'02	'03	'04	'05	'06	'07	'08	'09
Allianz Fund at NAV	0.7%	-25.0%	-27.5%	27.5%	14.2%	9.4%	6.9%	13.8%	-41.8%	47.3%
Allianz Fund at MOP	-0.5%	-15.2%	-25.0%	35.6%	13.7%	10.2%	9.0%	17.0%	-44.5%	40.4%
Lipper Mid-Cap Growth Fund Avg.	-0.5%	-15.2%	-25.0%	35.6%	13.7%	10.2%	9.0%	17.0%	-44.5%	40.4%
Russell Midcap Index	8.3%	-5.6%	-16.2%	40.1%	20.2%	12.6%	15.3%	5.6%	-41.5%	40.5%
Russell Midcap Growth Index	-11.7%	-20.2%	-27.4%	42.7%	15.5%	12.1%	10.6%	11.4%	-44.3%	46.3%

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 Fund's expense ratio is 1.14%. Visit www.allianzinvestors.com to find out if this Fund's expenses are being subsidized.

Average Annual Returns

	1-yr	3-yr	5-yr	10-yr
Allianz Fund at NAV	47.28%	-0.85%	2.66%	-0.95%
Allianz Fund at MOP	39.18%	-2.71%	1.50%	-1.51%
Lipper Mid-Cap Growth Fund Avg.	40.40%	-3.27%	1.63%	0.11%
Russell Midcap Index	40.48%	-4.60%	2.43%	4.98%
Russell Midcap Growth Index	46.29%	-3.18%	2.39%	-0.52%

Best / Worst Return

	Best	Worst
3-month (ended)	53.62% (2/29/00)	-38.02% (11/30/08)
1-yr (ended)	113.86% (2/29/00)	-53.19% (9/30/01)
3-yr (ended)	47.57% (4/30/83)	-25.59% (2/28/03)

* This is the inception date of a predecessor fund, which was reorganized into the Fund on 2/1/02. The returns presented are for A shares of the Fund, which were first offered on 2/5/02. 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.

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. 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.

Allianz RCM Mid-Cap Fund

Portfolio Management

RCM

RCM Capital Management is a truly global asset manager and a company of Allianz Global Investors. The firm operates across three continents and five time zones from six international offices- San Francisco, London, Frankfurt, Hong Kong, Tokyo and Sydney. RCM's range of investment solutions spans the market cap and style spectrum and reaches from regional and global strategies to multi-asset and structured products.

Portfolio Managers

Louise M. Laufersweiler is Chief Investment Officer for U.S. Mid-Cap and co-CIO for U.S. Small Cap strategies at RCM. Prior to joining RCM in 1982, she worked at Hambrecht and Quist where she followed health care service and medical technology companies. She has a BA from Chatham College (Phi Beta Kappa) and an MA from Northwestern University. She joined RCM in 1982 and entered the investment profession in 1980.

Steven Klopukh is Vice President of U.S. Mid-Cap Equities and is a member of the RCM Mid-Cap Team. Prior to joining RCM in 2002, he was a Vice President and fundamental equity analyst at CDC Investment Management Corp. He entered the investment management profession in 1997. Steve graduated Magna Cum Laude from Fairleigh Dickinson University and has an MBA with honors from the University of Chicago.

Investment Process

RCM is a fundamental, bottom-up, research-driven organization focused on identifying the best risk adjusted investments. The manager places substantial emphasis on original research developed through its Fundamental and Grassroots Research efforts to capitalize on inefficiencies within the middle capitalization markets.

The mid-cap portfolio managers and analysts seek to identify high quality companies at earlier stages in their secular or cyclical growth trajectory that are attractively valued. Stock ideas are primarily generated internally, through several resources including the research platform. External research sources are also utilized. Potential investments must meet rigorous growth, quality, and valuation criteria. RCM purchases securities whose growth in earnings, dividends and/or cash flow are expected to provide a total return in excess of the market. Sector/industry selection, as well as capitalization range decisions are primarily a result of identifying superior securities. However, RCM does monitor allocations to ensure they are only taking measured positions away from the benchmark.

Idea Generation	Stock Selection	Portfolio Construction Implementation	Monitoring & Risk Management
<ul style="list-style-type: none"> • Approximately 800 companies • RCM Mid Cap Team • RCM Fundamental Research • Other RCM Portfolio Management Teams • GrassrootsSM Research • Street research • Quantitive screens • Traders 	<ul style="list-style-type: none"> • Cull down to 200 candidates • Stocks consider for portfolio must meet rigorous growth, quality and valuation thresholds • GROWTH—Sustained earnings growth, proprietary products or services • QUALITY—Integrity of management, well capitalized balance sheet • VALUATION—Above market growth, relative valuation, upside potential 	<ul style="list-style-type: none"> • Portfolio range: 80–110 stocks • Diversified across major industry groups • Drive alpha predominantly via stock selection • Growth typically above benchmark and P/E ratios at or near the benchmark 	<ul style="list-style-type: none"> • Daily Mid Cap meetings • Rapid response to change in investment case • Regular review with RCM Fundamental Research • Regular review with RCM's CIO • Daily and monthly attribution analysis • Maintain rigorous sell discipline

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.

Grassroots Research is a division of RCM. Research data used to generate Grassroots Research recommendations is received from reporters and field force investigators who work as independent contractors for broker-dealers. Those broker-dealers supply research to RCM and certain of its affiliates that is paid for by commissions generated by orders executed on behalf of RCM's clients.

Past performance is no guarantee of future results. All data is as of 12/31/09 unless otherwise indicated. Holdings are subject to change. This Fund normally invests its assets in small- to medium-capitalization equity securities. Investments in smaller companies may be more volatile than investments in larger companies. Growth securities typically trade a higher multiples of current earnings than other securities. Therefore, the values of growth securities may be more sensitive to changes in current or expected earnings. This fund may invest a portion of assets in foreign issuers, which may entail greater risk due to foreign economic and political developments; this risk may be enhanced when investing in emerging markets. 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.

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 Russell Midcap Index is an unmanaged index that measures the performance of the 800 smallest companies in the Russell 1000 Index, which represent approximately 25% of the total market capitalization of the Russell 1000 Index. 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. 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.

P/E is a ratio of security price to earnings per share. P/B is a ratio of the current stock price to the book value. Typically, an undervalued security is characterized by a low P/E or P/B ratio, while an overvalued security is characterized by a high P/E or P/B ratio. 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.

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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Investment Products

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Not FDIC Insured | May Lose Value | Not Bank Guaranteed