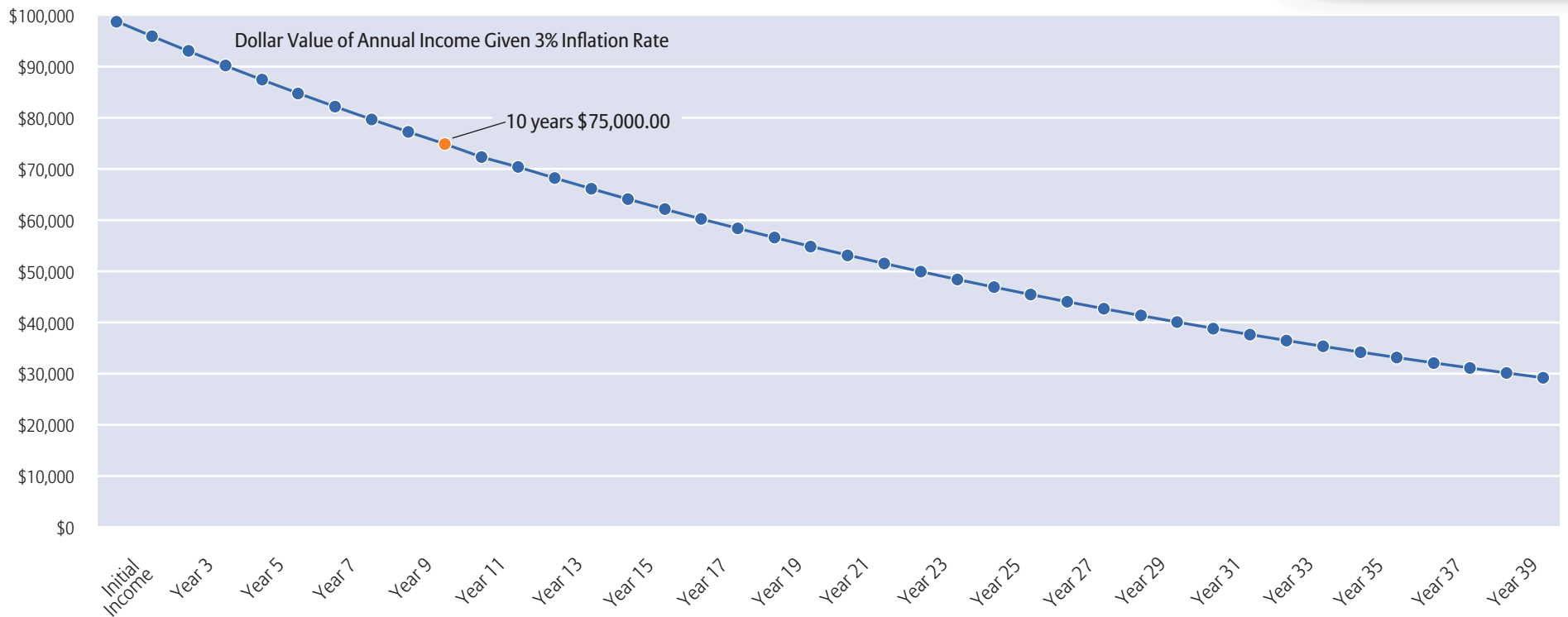


Even Modest Inflation Can Erode Purchasing Power

This chart shows how an inflation rate of only 3% can erode purchasing power by 25% in just 10 years. With PIMCO predicting increased inflationary pressure worldwide in the next few years, now may be an especially compelling time for investors to consider inflation-hedging investment strategies.



Source: PIMCO

This chart is not indicative of the past or future performance of any Allianz Global Investors product. Inflation-indexed bonds issued by the U.S. Government, known as TIPS, are fixed-income securities whose principal value is periodically adjusted according to the rate of inflation, which will affect the interest payable on them. Repayment upon maturity of the adjusted principal value is guaranteed by the U.S. Government. Neither the current market value of inflation-indexed bonds nor the share value of a fund that invests in them is guaranteed, and either or both may fluctuate. Investments in commodities may be affected by overall market movements, changes in interest rates, and other factors such as weather, disease, embargoes and international economic and political developments. An investment in commodities may not be suitable for all investors.

Allianz Global Investors Distributors LLC, 1345 Avenue of the Americas, New York, NY 10105-4800, www.allianzinvestors.com, 1-888-877-4626. © 2008.

Investment Products

Not FDIC Insured | May Lose Value | Not Bank Guaranteed