

PIMCO CORPORATE & INCOME STRATEGY FUND  
Form N-CSR  
January 07, 2014

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

**FORM N-CSR**

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED  
MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number 811-10555

PIMCO Corporate & Income Strategy Fund  
(Exact name of registrant as specified in charter)

1633 Broadway, New York, New York  
(Address of principal executive offices)

10019  
(Zip code)

Lawrence G. Altadonna - 1633 Broadway, New York, New York 10019  
(Name and address of agent for service)

Registrant's telephone number, including area code: 212-739-3371

Date of fiscal year end: October 31, 2013

Date of reporting period: October 31, 2013

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Item 1: Report to Shareholders





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**Letter from Chairman of the Board & President**

Dear Shareholder:

The US economy expanded during the 12-month fiscal reporting period ended October 31, 2013. However, the level of growth was far from robust and unemployment, while declining, remained elevated from a historical perspective. The US stock market was resilient and generated very strong results. Lower rated corporate bonds also performed well during the fiscal period.

For the 12-month reporting period ended October 31, 2013:

**Hans W. Kertess**

n PIMCO Corporate & Income Strategy Fund advanced 11.20% on net asset value ( NAV ) and 3.48% on market price. *Chairman*

n PIMCO Income Opportunity Fund rose 13.65% on NAV and 6.81% on market price.

During the reporting period, the US experienced choppy, but continued growth. Gross domestic product ( GDP ), the value of goods and services produced in the country, the broadest measure of economic activity and the principal indicator of economic performance, grew at an annual pace of 0.1% during the fourth quarter of 2012, as private inventory investment and federal government spending moderated. However, annual GDP growth rose to 1.1% during the first quarter and 2.5% during the second quarter of 2013. The US Commerce Department's estimate for third quarter 2013 GDP growth is 3.6%. Supporting the economy were continuing signs of the long-awaited recovery in the housing market. In addition, while unemployment remained high, the unemployment rate declined during the reporting period.

**Brian S. Shlissel**

*President & CEO*

The Federal Reserve (the Fed ) maintained an accommodative monetary policy throughout the reporting period. However, with unemployment falling and signs of improving economic activity, in June 2013 the Fed announced its intention to begin tapering its monthly \$85 billion asset purchase program. This triggered sharply rising yields and declining bond prices. However, the Fed surprised many investors by choosing not to begin tapering its asset purchase program at its meeting in September 2013. This caused yields to decline somewhat from their reporting period peak that occurred in early September. All told, US Treasury bond interest rates moved sharply higher during the 12-month fiscal period, with the yield on the benchmark 10-year Treasury bond rising from 1.72% to 2.57%.

## Outlook

Market volatility was elevated at times during the reporting period. This was partially triggered by concerns regarding the Fed's plans to taper its asset purchase program, mixed global growth and the 16 day partial US government shutdown that began on October 1, 2013.

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We expect the Fed's policy stance to remain accommodative for longer than some investors currently anticipate. The Fed's tapering of its asset purchase program is likely to create greater volatility, but we believe the Fed will only raise short-term interest rates if it is confident the economic recovery is on solid footing. Concerns of higher mortgage rates impacting the housing market, geopolitical issues, and continued dysfunction in Washington DC may also contribute to market volatility. [us.allianzgi.com/edelivery](http://us.allianzgi.com/edelivery).

With respect to the US economy, in the wake of the Fed's decision in September and October not to taper its bond buying program, some investors may be concerned that the economy is deteriorating. However, recent data indicates continuing improvement in economic conditions, particularly in manufacturing. It appears the Fed's decision was more preventative in nature, intended to avoid derailing the housing recovery and to offset a drag on the economy created by the government shutdown and concerns related to the raising of the debt ceiling.

For specific information on the Funds and their performance, please review the following pages. If you have any questions regarding the information provided, we encourage you to contact your financial advisor or call the Funds' shareholder servicing agent at (800) 254-5197. In addition, a wide range of information and resources is available on our website, [us.allianzgi.com/closedendfunds](http://us.allianzgi.com/closedendfunds).

Together with Allianz Global Investors Fund Management LLC, the Funds' investment manager, and Pacific Investment Management Company LLC (PIMCO), the Funds' sub-adviser, we thank you for investing with us.

We remain dedicated to serving your investment needs.

Sincerely,

Hans W. Kertess  
*Chairman of the Board of Trustees*

Brian S. Shlissel  
*President & Chief Executive Officer*





## Fund Insights

### PIMCO Corporate & Income Strategy Fund

### PIMCO Income Opportunity Fund

October 31, 2013 (unaudited)

For the 12 months ended October 31, 2013, PIMCO Corporate & Income Strategy Fund returned 11.20% on NAV and 3.48% on market price.

For the 12 months ended October 31, 2013, PIMCO Income Opportunity Fund returned 13.65% on NAV and 6.81% on market price.

The US fixed income market experienced periods of elevated volatility during the 12-month reporting period ended October 31, 2013. This was triggered by a number of factors, including the fiscal cliff and sequestration, the Federal Reserve's (the Fed) announcement of a possible shift in monetary policy, the European sovereign debt crisis, geopolitical issues and the 16 day partial shutdown of the federal government. All told, both short- and long-term Treasury yields rose and the yield curve steepened during the reporting period. Spread sectors (non-US Treasuries) achieved mixed results during the reporting period, with high yield bonds contributing the strongest returns.

Compared to the -1.08% return for the overall US fixed income market (as measured by the Barclays US Aggregate Index), high yield and investment grade bonds returned 8.87% and -1.58%, respectively (as measured by the Barclays US High Yield and Barclays US Credit Indices) for the 12 month fiscal period.

Given strong overall investor demand, on a total return basis, in most cases, lower rated, higher yielding investment grade corporate bonds generally outperformed higher quality corporate bonds. For instance, AAA-, AA-, A and BBB-rated issues, as measured by the Barclays US Credit Index, returned -0.55%, -2.14%, -1.68%, and -1.54%, respectively, during the 12 months ended October 31, 2013. Within the high yield market, BB-rated issues returned 6.25%, versus 8.91% for B-rated securities, as measured by the Barclays US High Yield Index.

## Corporate & Income Strategy

### Sector and duration positioning drive results

An overweighting to the banking and life insurance sectors contributed to results, as these issues outperformed the credit market as measured by the Fund's benchmark, the 80% Barclays Credit/20% BofA Merrill Lynch BB/B Constrained Index (the Index),<sup>1</sup> during the reporting period. An overweighting to electric utilities was positive for returns due to its outperformance versus the Index. An allocation to non-agency residential mortgage-backed securities was positive for performance as this asset class outperformed

<sup>1</sup> The Barclays U.S. Credit Index consists of publicly issued U.S. corporate and specified foreign debentures and secured notes that meet specified maturity, liquidity, and quality requirements. It includes both corporate and non-corporate sectors. The corporate sectors are Industrial,

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Utility, and Finance, which include both U.S. and non-U.S. corporations. The non-corporate sectors are Sovereign, Supranational, Foreign Agency, and Foreign Local Government. The BofA Merrill Lynch BB/B Constrained Index tracks the performance of BB-B Rated U.S. dollar-denominated corporate bonds publicly issued in the U.S. domestic market. Qualifying bonds are capitalization-weighted provided the total allocation to an individual issuer (defined by Bloomberg tickers) does not exceed 2%. Issuers that exceed the limit are reduced to 2% and the face value of each of their bonds is adjusted on a pro-rata basis. Similarly, the face value of bonds of all other issuers that fall below the 2% cap are increased on a pro-rata basis. It is not possible to invest directly in an unmanaged index.

the Index. The Fund's duration positioning was also rewarded, as the Fund was targeted to have a shorter duration than that of the Index and rates moved sharply higher during the reporting period.

On the downside, an underweighting to technology and energy was negative for results as these sectors outperformed the Index.

### **PIMCO Income Opportunity**

#### Sector positioning and duration positioning drive results

The Fund produced strong absolute returns during the 12-month reporting period. An allocation to non-agency mortgage-backed securities was a significant contributor to results, as this asset class generally outperformed the broader market. The sector was supported by a number of factors, including overall strong investor demand for higher yielding assets, improving collateral performance, signs of a bottom in housing and continuing positive supply technicals. An emphasis on select financials issues was beneficial to performance, as these securities generally outperformed the broad credit market during the reporting period. The Fund's allocation to high yield bonds enhanced performance, as spreads tightened amid robust investor demand and continued low defaults. Less sensitivity to rising interest rates and the higher coupons available from high yield bonds also added to returns. Finally, a short duration contributed to the Fund's performance, as rates rose sharply during the reporting period.

On the downside, a tactical allocation to emerging market debt detracted from performance, as the asset class underperformed the broad credit market during the reporting period.

**Performance & Statistics**

**PIMCO Corporate & Income Strategy Fund**

October 31, 2013 (unaudited)

<b>Total Return<sup>(1)</sup></b>	<b>Market Price</b>	<b>NAV</b>
1 Year	3.48%	11.20%
5 Year	24.96%	28.64%
10 Year	12.52%	12.42%
Commencement of Operations (12/21/01) to 10/31/13	12.35%	12.70%

**Market Price/NAV Performance**

Commencement of Operations (12/21/01) to 10/31/13

NAV  
Market Price

**Market Price/NAV**

Market Price	\$17.15
NAV	\$16.04
Premium to NAV	6.92%
Market Price Yield <sup>(2)</sup>	7.87%
Leverage Ratio <sup>(3)</sup>	21.63%

(1) **Past performance is no guarantee of future results.** Total return is calculated by determining the percentage change in NAV or market price (as applicable) in the specified period. The calculation assumes that all dividends and distributions, if any, have been reinvested. Total return does not reflect broker commissions or sales charges in connection with the purchase or sale of Fund shares. Total return for a period of more than one year represents the average annual total return.

Performance at market price will differ from results at NAV. Although market price returns typically reflect investment results over time, during shorter periods returns at market price can also be influenced by factors such as changing views about the Fund, market conditions, supply and demand for the Fund's shares, or changes in Fund dividends.

An investment in the Fund involves risk, including the loss of principal. Total return, market price, market price yield and NAV will fluctuate with changes in market conditions. This data is provided for information purposes only and is not intended for trading purposes. Closed-end

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funds, unlike open-end funds, are not continuously offered. There is a one time public offering and once issued, shares of closed-end funds are traded in the open market through a stock exchange. NAV is equal to total assets attributable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(2) Market Price Yield is determined by dividing the annualized current monthly dividend per common share (comprised of net investment income) by the market price per common share at October 31, 2013.

(3) Represents Preferred Shares ( Leverage ) outstanding, as a percentage of total managed assets. Total managed assets refer to the total assets (including assets attributable to Leverage) minus liabilities (other than liabilities representing Leverage).

**Performance & Statistics****PIMCO Income Opportunity Fund**

October 31, 2013 (unaudited)

<b>Total Return(1)</b>	<b>Market Price</b>	<b>NAV</b>
1 Year	6.81%	13.65%
5 Year	22.69%	23.03%
Commencement of Operations (11/30/07) to 10/31/13	14.07%	14.99%

**Market Price/NAV Performance**

Commencement of Operations (11/30/07) to 10/31/13

**Market Price/NAV**

Market Price

\$28.90

NAV

\$28.67

NAV

Premium to NAV

0.80%

Market Price

Market Price Yield(2)

7.89%

Leverage Ratio(3)

24.55%

(1) **Past performance is no guarantee of future results.** Total return is calculated by determining the percentage change in NAV or market price (as applicable) in the specified period. The calculation assumes that all dividends and distributions, if any, have been reinvested. Total return does not reflect broker commissions or sales charges in connection with the purchase or sale of Fund shares. Total return for a period of more than one year represents the average annual total return.

Performance at market price will differ from its results at NAV. Although market price returns typically reflect investment results over time, during shorter periods returns at market price can also be influenced by factors such as changing views about the Fund, market conditions, supply and demand for the Fund's shares, or changes in Fund dividends.

An investment in the Fund involves risk, including the loss of principal. Total return, market price, market price yield and NAV will fluctuate with changes in market conditions. This data is provided for information purposes only and is not intended for trading purposes. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one time public offering and once issued, shares of closed-end funds are traded in the open market through a stock exchange. NAV is equal to total assets less total liabilities divided by the number of shares

outstanding. Holdings are subject to change daily.

(2) Market Price Yield is determined by dividing the annualized current monthly dividend per share (comprised of net investment income and short-term capital gains, if any) by the market price per share at October 31, 2013.

(3) Represents Reverse Repurchase Agreements ( Leverage ) outstanding, as a percentage of total managed assets. Total managed assets refer to the total assets (including assets attributable to Leverage) minus liabilities (other than liabilities representing Leverage).

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## Schedule of Investments

## PIMCO Corporate &amp; Income Strategy Fund

October 31, 2013

Principal Amount (000s)		Value
<b>Mortgage-Backed Securities</b>	<b>41.2%</b>	
\$386	American Home Mortgage Assets Trust, 0.40%, 9/25/46, CMO (j)	\$36,906
9,522	Banc of America Alternative Loan Trust, CMO, 5.50%, 10/25/35	8,448,051
272	6.00%, 1/25/36	214,027
5,423	Banc of America Funding Trust, CMO, 6.00%, 3/25/37	4,815,742
688	6.00%, 7/25/37	532,674
21,318	6.00%, 8/25/37	18,439,162
4,700	Banc of America Mortgage Trust, CMO, 5.50%, 11/25/35	4,632,311
418	6.50%, 9/25/33	432,460
2,500	BCAP LLC Trust, 5.514%, 3/26/37, CMO (a) (c) (j)	663,694
11,266	Bear Stearns Adjustable Rate Mortgage Trust, 2.752%, 8/25/35, CMO (j)	9,508,770
2,441	Bear Stearns ALT-A Trust, CMO (j), 2.61%, 11/25/36	1,645,627
1,632	2.804%, 8/25/36	1,134,418
1,622	2.925%, 9/25/35	1,283,519
2,910	Bear Stearns Mortgage Funding Trust, 7.00%, 8/25/36, CMO	2,319,047
24	Chase Mortgage Finance Trust, CMO, 2.823%, 12/25/35 (j)	21,127
1,940	6.00%, 7/25/37	1,736,452
3,052	Citicorp Mortgage Securities Trust, 6.00%, 6/25/36, CMO	3,094,039
1,877	Citigroup Mortgage Loan Trust, Inc., CMO (j), 5.273%, 8/25/35	1,847,435
767	5.468%, 4/25/37	680,301
9,192	CitiMortgage Alternative Loan Trust, CMO, 5.75%, 5/25/37	7,819,916
5,635	6.00%, 1/25/37	4,802,341
4,993	6.00%, 6/25/37	4,156,732
684	Countrywide Alternative Loan Trust, CMO, 5.50%, 3/25/35	608,866
312	5.50%, 3/25/36	242,663
3,864	5.50%, 5/25/36	2,867,046
908	5.75%, 1/25/35	862,391
1,023	5.75%, 2/25/35	965,894
1,617	5.75%, 3/25/37	1,294,158
805	6.00%, 2/25/35	814,620
11,254	6.00%, 4/25/36	10,039,421
2,886	6.00%, 2/25/37	2,131,984
2,486	6.00%, 4/25/37	1,979,974
895	6.00%, 7/25/37	809,693
2,086	6.00%, 8/25/37	1,398,622
2,864	6.25%, 12/25/36 (j)	2,321,282
971	6.50%, 8/25/36	672,636





## Schedule of Investments

## PIMCO Corporate &amp; Income Strategy Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
	Countrywide Home Loan Mortgage Pass-Through Trust, CMO,	
\$569	2.609%, 9/20/36 (j)	\$404,225
1,214	5.50%, 10/25/35	1,179,938
1,827	5.75%, 3/25/37	1,618,678
1,190	6.00%, 2/25/37	1,061,549
1,103	6.00%, 3/25/37	1,003,958
351	6.00%, 4/25/37	318,331
5,855	6.00%, 7/25/37	4,767,477
	Credit Suisse Mortgage Capital Certificates Mortgage-Backed Trust, CMO,	
2,968	5.863%, 2/25/37 (j)	1,750,135
1,104	6.00%, 2/25/37	990,386
2,687	6.00%, 6/25/37	2,399,973
2,738	6.75%, 8/25/36	2,068,555
1,589	Deutsche ALT-B Securities Mortgage Loan Trust, 5.945%, 2/25/36, CMO	1,255,063
10,538	First Horizon Alternative Mortgage Securities Trust, 6.00%, 8/25/36, CMO	9,247,867
	GSR Mortgage Loan Trust, CMO,	
1,217	2.563%, 8/25/34 (j)	1,126,838
2,186	5.043%, 11/25/35 (j)	2,150,928
452	5.50%, 5/25/36	415,203
6,645	6.00%, 2/25/36	6,083,326
4,325	IndyMac IMSC Mortgage Loan Trust, 6.50%, 7/25/37, CMO	2,733,133
	JPMorgan Alternative Loan Trust, CMO,	
3,633	5.202%, 3/25/37 (j)	2,687,458
2,500	6.31%, 8/25/36	1,839,453
	JPMorgan Mortgage Trust, CMO,	
7,231	2.805%, 2/25/36 (j)	6,253,553
1,596	3.869%, 1/25/37 (j)	1,358,744
2,678	5.00%, 3/25/37	2,386,102
203	5.75%, 1/25/36	185,953
528	6.00%, 8/25/37	461,957
	Lehman Mortgage Trust, CMO,	
1,815	6.00%, 7/25/36	1,395,832
583	6.00%, 7/25/37	500,495
3,267	MASTR Alternative Loans Trust, 6.75%, 7/25/36, CMO	2,432,104
1,273	Merrill Lynch Mortgage Investors Trust, 3.019%, 3/25/36, CMO (j)	901,756
	Morgan Stanley Mortgage Loan Trust, CMO,	
5,310	5.023%, 5/25/36 (j)	4,104,431
4,114	6.00%, 2/25/36	3,821,267
8,270	New Century Alternative Mortgage Loan Trust, 6.173%, 7/25/36, CMO (j)	5,644,167
	Residential Accredit Loans, Inc., CMO,	
692	0.40%, 5/25/37 (j)	113,217
4,411	3.65%, 12/26/34 (j)	3,672,165
2,307	6.00%, 6/25/36	1,825,779
4,309	6.00%, 8/25/36	3,348,461
3,617	6.00%, 9/25/36	2,544,657
4,643	6.00%, 12/25/36	3,596,920



## Schedule of Investments

## PIMCO Corporate &amp; Income Strategy Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$1,665	Residential Asset Mortgage Products, Inc., 6.50%, 12/25/31, CMO	\$1,698,769
	Residential Asset Securitization Trust, CMO,	
3,193	5.231%, 6/25/46 (j)	2,280,630
1,280	6.00%, 2/25/36	1,019,942
823	6.00%, 9/25/36	525,520
2,660	6.00%, 3/25/37	2,084,102
3,664	6.00%, 5/25/37	3,202,226
3,920	6.25%, 9/25/37	2,815,938
	Residential Funding Mortgage Securities I, CMO,	
3,490	3.483%, 2/25/37 (j)	2,724,012
1,764	6.00%, 1/25/37	1,562,679
2,182	6.25%, 8/25/36	2,008,365
345	6.50%, 3/25/32	364,206
	Sequoia Mortgage Trust, CMO (j),	
795	2.489%, 2/20/47	675,585
1,571	5.21%, 7/20/37	1,397,831
	Structured Adjustable Rate Mortgage Loan Trust, CMO (j),	
5,514	4.697%, 11/25/36	4,491,586
8,068	5.063%, 3/25/37	6,109,849
5,073	5.13%, 5/25/36	4,296,744
4,443	5.161%, 1/25/36	3,502,183
2,352	5.226%, 7/25/35	2,094,948
9,456	5.383%, 7/25/36	6,769,641
1,700	5.391%, 7/25/36	1,547,355
	Suntrust Adjustable Rate Mortgage Loan Trust, CMO (j),	
1,575	5.35%, 4/25/37	1,305,180
861	5.575%, 2/25/37	721,343
13,826	Thornburg Mortgage Securities Trust, 5.75%, 6/25/47, CMO (j)	13,104,325
14,879	WaMu Commercial Mortgage Securities Trust, 5.804%, 3/23/45, CMO (a) (c) (j)	15,420,997
	WaMu Mortgage Pass-Through Certificates, CMO (j),	
913	2.291%, 7/25/37	744,539
621	2.375%, 9/25/36	546,823
1,523	4.781%, 2/25/37	1,419,523
2,530	4.816%, 7/25/37	2,414,879
5,534	6.085%, 10/25/36	4,649,262
	Washington Mutual Mortgage Pass-Through Certificates, CMO,	
237	0.923%, 4/25/47 (j)	6,773
902	0.989%, 5/25/47 (j)	76,652
3,714	6.00%, 10/25/35	3,018,441
1,369	6.00%, 6/25/37	1,135,862
	Wells Fargo Alternative Loan Trust, CMO,	
1,712	6.00%, 7/25/37	1,598,463
15,716	6.25%, 7/25/37	13,988,889
	Wells Fargo Mortgage-Backed Securities Trust, CMO,	
191	2.616%, 5/25/36 (j)	178,635
8,636	2.616%, 8/25/36 (j)	8,156,825



## Schedule of Investments

## PIMCO Corporate &amp; Income Strategy Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$1,001	2.685%, 7/25/36 (j)	\$911,502
471	2.707%, 4/25/36 (j)	456,420
1,113	5.581%, 10/25/36 (j)	1,078,913
1,154	6.00%, 7/25/37	1,111,590
Total Mortgage-Backed Securities (cost-\$305,510,295)		318,141,982
<b>Municipal Bonds 23.3%</b>		
	<b>California 9.6%</b>	
	City & Cnty. of San Francisco, Capital Improvement Projects, CP, 6.487%, 11/1/41, Ser. D	4,570,776
4,200		
12,300	Infrastructure & Economic Dev. Bank Rev., 6.486%, 5/15/49	13,390,149
1,800	Long Beach Redev. Agcy., Tax Allocation, 8.36%, 8/1/40	1,892,016
20,300	Los Angeles Department of Water & Power Rev., 6.166%, 7/1/40	21,632,695
20,900	Metropolitan Water Dist. of Southern California Rev., 6.947%, 7/1/40	23,632,048
2,000	State Univ. Rev., 6.484%, 11/1/41	2,333,600
7,400	Stockton Public Financing Auth. Rev., 7.942%, 10/1/38, Ser. B	6,754,498
		74,205,782
	<b>Georgia 1.1%</b>	
8,300	Municipal Electric Auth. of Georgia Rev., 6.655%, 4/1/57	8,648,766
	<b>Illinois 5.0%</b>	
12,700	Chicago, GO, 7.517%, 1/1/40	13,100,050
23,200	Municipal Electric Agcy. Rev., 6.832%, 2/1/35	25,335,792
		38,435,842
	<b>Louisiana 0.2%</b>	
	New Orleans, Public Improvements, GO, Ser. A, 8.30%, 12/1/29	930,384
800		
820	8.55%, 12/1/34	963,754
		1,894,138
	<b>Nebraska 2.0%</b>	
14,000	Public Power Generation Agcy. Rev., 7.242%, 1/1/41	15,316,420
	<b>Nevada 1.4%</b>	
10,485	Las Vegas Valley Water Dist., GO, 5.65%, 3/1/35	10,711,476
	<b>New Jersey 0.0%</b>	
500	Tobacco Settlement Financing Corp. Rev., 5.00%, 6/1/41, Ser. 1-A	362,415
	<b>Ohio 1.8%</b>	
	American Municipal Power, Inc. Rev., Comb Hydroelectric Projects, 8.084%, 2/15/50, Ser. B	13,510,510
10,300		
	<b>Texas 1.9%</b>	
12,800	Dallas Convention Center Hotel Dev. Corp. Rev., 7.088%, 1/1/42	14,976,896
	<b>Virginia 0.3%</b>	
	Fairfax Cnty. Industrial Dev. Auth. Rev., Inova Health Systems, 5.00%, 5/15/40	2,050,200
2,000		
Total Municipal Bonds (cost-\$176,037,302)		180,112,445



## Schedule of Investments

## PIMCO Corporate &amp; Income Strategy Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
<b>Corporate Bonds &amp; Notes</b>	<b>21.0%</b>	
	<b>Airlines 0.8%</b>	
\$1,577	Continental Airlines Pass-Through Trust, 9.798%, 10/1/22	\$1,758,317
3,670	United Air Lines Pass-Through Trust, 10.40%, 5/1/18	4,147,657
		5,905,974
	<b>Auto Manufacturers 1.1%</b>	
	Ford Motor Co.,	
5,700	7.70%, 5/15/97	6,299,247
1,500	9.98%, 2/15/47	2,100,474
		8,399,721
	<b>Banking 13.3%</b>	
	Ally Financial, Inc.,	
517	6.25%, 12/15/18	517,000
158	6.40%, 12/15/18	158,000
596	6.50%, 12/15/18-5/15/19	596,015
476	6.65%, 6/15/18	476,000
1,431	6.70%, 6/15/18-12/15/19	1,431,365
209	6.75%, 6/15/19	209,000
30	6.85%, 5/15/18	30,045
133	6.90%, 6/15/17	133,000
2,822	7.00%, 5/15/18-11/15/23	2,826,153
148	7.15%, 6/15/16	148,000
2,000	8.30%, 2/12/15	2,172,500
£15,500	Barclays Bank PLC, 14.00%, 6/15/19 (f)	34,169,463
\$5,000	BPCE S.A., 12.50%, 9/30/19 (a) (c) (f)	6,443,750
1,750	Citigroup, Inc., 6.125%, 8/25/36	1,847,524
	LBG Capital No. 1 PLC,	
300	7.375%, 3/12/20	432,722
£100	7.588%, 5/12/20	169,960
200	7.867%, 12/17/19	340,722
400	7.869%, 8/25/20	685,934
\$7,800	8.00%, 6/15/20 (a) (c) (f)	8,314,800
8,500	8.50%, 12/17/21 (a) (c) (f)	9,067,435
£300	11.04%, 3/19/20	558,994
	LBG Capital No. 2 PLC,	
400	8.875%, 2/7/20	600,451
£3,100	9.125%, 7/15/20	5,402,875
500	9.334%, 2/7/20	875,456
\$2,600	Lloyds Bank PLC, 12.00%, 12/16/24 (a) (c) (f)	3,529,500
3,600	Royal Bank of Scotland Group PLC, 7.648%, 9/30/31 (f)	3,780,000
19,100	Wachovia Capital Trust III, 5.57%, 12/2/13 (f)	17,954,000
		102,870,664





## Schedule of Investments

## PIMCO Corporate &amp; Income Strategy Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
	<b>Diversified Financial Services 1.2%</b>	
\$2,300	AGFC Capital Trust I, 6.00%, 1/15/67 (converts to FRN on 1/15/17) (a) (c)	\$1,966,500
1,900	General Electric Capital Corp., 6.375%, 11/15/67 (converts to FRN on 11/15/17)	2,068,625
5,142	GSPA Monetization Trust, 6.422%, 10/9/29 (a) (b) (c) (h) (acquisition cost-\$5,080,681; purchased 9/23/13)	5,103,819 9,138,944
	<b>Electric Utilities 0.4%</b>	
2,526	Bruce Mansfield Unit, 6.85%, 6/1/34	2,677,192
4,300	Dynegy Roseton LLC / Dynegy Danskammer LLC Pass-Through Trust, 7.67%, 11/8/16, Ser. B (b) (d) (e)	106,885
632	FPL Energy Wind Funding LLC, 6.876%, 6/27/17 (a) (b) (c) (h) (acquisition cost-\$647,513; purchased 8/25/04)	552,755 3,336,832
	<b>Healthcare-Services 0.5%</b>	
3,600	HCA, Inc., 8.50%, 4/15/19	3,874,500
	<b>Insurance 0.7%</b>	
3,400	AIG Life Holdings, Inc., 7.57%, 12/1/45 (a) (b) (c) (h) (acquisition cost-\$3,885,360; purchased 7/26/11-1/23/13)	3,944,000
1,400	American International Group, Inc., 8.175%, 5/15/68 (converts to FRN on 5/15/38)	1,732,500 5,676,500
	<b>Lodging 0.4%</b>	
2,071	Times Square Hotel Trust, 8.528%, 8/1/26 (a) (c)	2,699,334
	<b>Miscellaneous Manufacturing 0.3%</b>	
2,300	Bombardier, Inc., 4.25%, 1/15/16 (a) (c)	2,409,250
	<b>Oil &amp; Gas 0.5%</b>	
3,460	Anadarko Petroleum Corp., 7.00%, 11/15/27	3,678,731
	<b>Telecommunications 1.8%</b>	
8,200	Mountain States Telephone & Telegraph Co., 7.375%, 5/1/30	8,837,809
5,360	Qwest Corp., 7.20%, 11/10/26	5,403,196 14,241,005
	Total Corporate Bonds & Notes (cost-\$148,167,979)	162,231,455
	<b>U.S. Government Agency Securities (b) 6.3%</b>	
87,883	Fannie Mae, CMO, IO, 3.00%, 2/25/43	15,679,490
23,464	3.50%, 3/25/42-2/25/43	4,322,079
31,278	4.50%, 1/25/43	6,651,910
3,523	6.43%, 4/25/41 (j)	687,809

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## Schedule of Investments

## PIMCO Corporate &amp; Income Strategy Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$79,290	Freddie Mac, CMO, IO, 3.00%, 2/15/33-12/15/42	\$14,573,799
6,825	3.50%, 9/15/42	1,303,299
9,105	4.50%, 10/15/42	1,882,860
4,897	5.826%, 8/15/42 (j)	1,146,490
3,265	Ginnie Mae, CMO, IO, 3.50%, 1/20/42	489,364
11,369	4.00%, 5/16/42-8/16/42	2,238,705
Total U.S. Government Agency Securities (cost-\$48,008,505)		48,975,805
<b>Asset-Backed Securities 3.5%</b>		
457	Bear Stearns Asset-Backed Securities Trust, 6.50%, 10/25/36	387,942
10,981	Countrywide Asset-Backed Certificates (j), 5.47%, 10/25/46	9,126,853
3,440	5.526%, 7/25/36	3,466,515
2,067	Greenpoint Manufactured Housing, 8.14%, 3/20/30 (j)	2,126,278
2,022	GSAA Home Equity Trust, 6.295%, 6/25/36	1,122,516
8,400	JP Morgan Mortgage Acquisition Trust, 5.218%, 1/25/37	6,008,974
2,432	Mid-State Trust IV, 8.33%, 4/1/30	2,551,334
1,582	Mid-State Trust VII, 6.34%, 10/15/36	1,676,848
1,185	Morgan Stanley Mortgage Loan Trust, 6.25%, 7/25/47 (j)	893,421
Total Asset-Backed Securities (cost-\$27,449,383)		27,360,681
<b>Preferred Stock 0.4%</b>		
120,000	<b>Diversified Financial Services 0.4%</b> Citigroup Capital XIII, 7.875%, 10/30/15 (i) (cost-\$3,428,400)	3,300,000
<b>Short-Term Investments 4.3%</b>		
\$17,200	<b>Repurchase Agreements 4.0%</b> Citigroup Global Markets, Inc., dated 10/31/13, 0.13%, due 11/1/13, proceeds \$17,200,062; collateralized by U.S. Treasury Notes, 1.00%, due 8/31/16, valued at \$17,564,469 including accrued interest	17,200,000
11,100	Morgan Stanley & Co., Inc., dated 10/31/13, 0.13%, due 11/1/13, proceeds \$11,100,040; collateralized by U.S. Treasury Notes, 0.875%, due 12/31/16, valued at \$11,318,945 including accrued interest	11,100,000

**Schedule of Investments**

**PIMCO Corporate & Income Strategy Fund**

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$2,268	State Street Bank and Trust Co., dated 10/31/13, zero coupon, due 11/1/13, proceeds \$2,268,000; collateralized by Fannie Mae, 2.20%, due 10/17/22, valued at \$2,316,375 including accrued interest	\$2,268,000
Total Repurchase Agreements (cost-\$30,568,000)		30,568,000
<b>U.S. Treasury Obligations (g) (k) 0.3%</b>		
2,058	U.S. Treasury Bills, 0.041%-0.101%, 1/2/14-10/16/14 (cost-\$2,057,555)	2,057,658
Total Short-Term Investments (cost-\$32,625,555)		32,625,658
<b>Total Investments (cost-\$741,227,419) 100.0%</b>		<b>\$772,748,026</b>

**Notes to Schedule of Investments:**

- (a) Private Placement Restricted as to resale and may not have a readily available market. Securities with an aggregate value of \$60,115,834, representing 7.8% of total investments.
- (b) Illiquid.
- (c) 144A Exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.
- (d) In default.
- (e) Fair-Valued Security with a value of \$106,885, representing less than 0.05% of total investments. See Note 1(a) and Note 1(b) in the Notes to Financial Statements.
- (f) Perpetual maturity. The date shown, if any, is the next call date. For Corporate Bonds & Notes the interest rate is fixed until the first call date and variable thereafter.
- (g) All or partial amount segregated for the benefit of the counterparty as collateral for derivatives.
- (h) Restricted. The aggregate acquisition cost of such securities is \$9,613,554. The aggregate value is \$9,600,574, representing 1.2% of total investments.
- (i) Dividend rate is fixed until the first call date and variable thereafter.
- (j) Variable or Floating Rate Security Securities with an interest rate that changes periodically. The interest rate disclosed reflects the rate in effect on October 31, 2013.
- (k) Rates reflect the effective yields at purchase date.
- (l) Interest rate swap agreements outstanding at October 31, 2013:

OTC swap agreements:

Swap Counterparty	Notional Amount (000s)	Termination Date	Rate Type		Value	Upfront Premiums Paid (Received)	Unrealized Appreciation
			Payments Made	Payments Received			
Citigroup	\$132,700	11/20/18		2.05%	\$1,269,511	\$(241,198)	\$1,510,709

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			3-Month USD-LIBOR					
Deutsche Bank	101,700	11/20/18	3-Month USD-LIBOR	2.05%	972,940	(179,835)	1,152,775	
Goldman Sachs	100,000	11/20/18	3-Month USD-LIBOR	2.05%	444,197	115,481	328,716	
Morgan Stanley	254,000	11/20/18	3-Month USD-LIBOR	2.05%	2,429,960	(271,795)	2,701,755	
					\$5,116,608	\$(577,347)	\$5,693,955	

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**Schedule of Investments**

**PIMCO Corporate & Income Strategy Fund**

October 31, 2013 (continued)

Centrally cleared swap agreements:

Broker (Exchange)	Notional Amount (000s)	Termination Date	Payments Made	Rate Type		Unrealized Appreciation (Depreciation)
				Payments Received	Value	
Goldman Sachs (CME)	\$49,800	6/19/43	2.75%	3-Month USD-LIBOR	\$7,785,296	\$4,342,291
Goldman Sachs (CME)	16,800	12/18/43	3.50%	3-Month USD-LIBOR	404,395	(981,857)
					\$8,189,691	\$3,360,434

(m) Forward foreign currency contracts outstanding at October 31, 2013:

	Counterparty	U.S.\$ Value on Origination Date	U.S.\$ Value October 31, 2013	Unrealized Appreciation (Depreciation)
<b>Purchased:</b>				
29,734,542 Brazilian Real settling 11/4/13	Barclays Bank	\$13,499,747	\$13,273,164	\$(226,583)
13,226,170 Brazilian Real settling 11/4/13	Credit Suisse First Boston	6,095,009	5,904,013	(190,996)
3,621,901 Brazilian Real settling 11/4/13	Goldman Sachs	1,644,376	1,616,776	(27,600)
47,596,103 Brazilian Real settling 11/4/13	Morgan Stanley	21,867,179	21,246,363	(620,816)
13,226,170 Brazilian Real settling 12/3/13	Morgan Stanley	6,037,418	5,862,777	(174,641)
54,188,982 Brazilian Real settling 1/3/14	Morgan Stanley	24,566,589	23,867,497	(699,092)
26,900,000 British Pound settling 11/4/13	Bank of America	43,228,300	43,131,439	(96,861)
628,000 British Pound settling 11/4/13	BNP Paribas	1,007,467	1,006,935	(532)
327,000 Canadian Dollar settling 12/23/13	Royal Bank of Canada	316,442	313,216	(3,226)
681,000 Euro settling 11/4/13	Goldman Sachs	939,780	924,627	(15,153)
3,118,000 Euro settling 11/4/13	HSBC Bank	4,222,584	4,233,462	10,878
175,239,459 Mexican Peso settling 12/17/13	JPMorgan Chase	13,217,558	13,385,928	168,370
<b>Sold:</b>				
29,734,542 Brazilian Real settling 11/4/13	Barclays Bank	13,299,285	13,273,164	26,121
13,226,170 Brazilian Real settling 11/4/13	Credit Suisse First Boston	6,005,126	5,904,013	101,113
13,226,170 Brazilian Real settling 12/3/13	Credit Suisse First Boston	6,055,246	5,862,777	192,469
26,878,047 Brazilian Real settling 1/3/14	Deutsche Bank	11,871,405	11,838,416	32,989
3,621,901 Brazilian Real settling 11/4/13	Goldman Sachs	1,658,000	1,616,776	41,224

**Schedule of Investments**

**PIMCO Corporate & Income Strategy Fund**

October 31, 2013 (continued)

	Counterparty	U.S.\$ Value on Origination Date	U.S.\$ Value October 31, 2013	Unrealized Appreciation (Depreciation)
27,349,813 Brazilian Real settling 11/4/13	Morgan Stanley	\$11,976,884	\$12,208,648	\$(231,764)
20,246,290 Brazilian Real settling 11/4/13	Morgan Stanley	9,191,996	9,037,716	154,280
27,310,935 Brazilian Real settling 1/3/14	Morgan Stanley	12,084,484	12,029,081	55,403
26,900,000 British Pound settling 12/3/13	Bank of America	43,218,616	43,122,077	96,539
1,560,000 British Pound settling 11/4/13	Citigroup	2,525,051	2,501,303	23,748
25,968,000 British Pound settling 11/4/13	Deutsche Bank	41,439,865	41,637,071	(197,206)
3,799,000 Euro settling 11/4/13	Deutsche Bank	5,128,989	5,158,090	(29,101)
681,000 Euro settling 12/3/13	Goldman Sachs	939,842	924,687	15,155
176,009,000 Mexican Peso settling 12/17/13	Barclays Bank	13,274,881	13,444,710	(169,829)
				\$(1,765,111)

- (n) At October 31, 2013, the Fund held \$3,680,000 in cash as collateral and U.S. Treasury Obligations valued at \$1,199,225 and pledged cash collateral of \$4,447,000 for derivative contracts. Cash collateral held may be invested in accordance with the Fund's investment strategy. Securities held as collateral will not be pledged and are not reflected in the Schedule of Investments.
- (o) The weighted average daily balance of reverse repurchase agreements during the year ended October 31, 2013 was \$28,948,459, at a weighted average interest rate of 0.57%. There were no open reverse repurchase agreements at October 31, 2013.
- (p) Fair Value Measurements-See Note 1(b) in the Notes to Financial Statements.

	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Value at 10/31/13
<b>Investments in Securities Assets</b>				
Mortgage-Backed Securities	\$	\$318,141,982	\$	\$318,141,982
Municipal Bonds		180,112,445		180,112,445
Corporate Bonds & Notes:				
Airlines			5,905,974	5,905,974
Diversified Financial Services		4,035,125	5,103,819	9,138,944
Electric Utilities		3,229,947	106,885	3,336,832
All Other		143,849,705		143,849,705
U.S. Government Agency Securities		48,975,805		48,975,805
Asset-Backed Securities		27,360,681		27,360,681
Preferred Stock	3,300,000			3,300,000
Short-Term Investments		32,625,658		32,625,658
	3,300,000	758,331,348	11,116,678	772,748,026

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**Schedule of Investments**

**PIMCO Corporate & Income Strategy Fund**

October 31, 2013 (continued)

	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Value at 10/31/13
<b>Other Financial Instruments* Assets</b>				
Foreign Exchange Contracts	\$	\$918,289	\$	\$918,289
Interest Rate Contracts		10,036,246		10,036,246
		10,954,535		10,954,535
<b>Other Financial Instruments* Liabilities</b>				
Foreign Exchange Contracts		(2,683,400)		(2,683,400)
Interest Rate Contracts		(981,857)		(981,857)
		(3,665,257)		(3,665,257)
<b>Totals</b>	\$3,300,000	\$765,620,626	\$11,116,678	\$780,037,304

At October 31, 2013, there were no transfers between Levels 1 and 2.

A roll forward of fair value measurements using significant unobservable inputs (Level 3) for the year ended October 31, 2013, was as follows:

	Beginning Balance 10/31/12	Purchases	Sales	Accrued Discount (Premiums)	Net Realized Gain (Loss)	Net Change in Unrealized Appreciation/ Depreciation	Transfers into Level 3	Transfers out of Level 3**	Ending Balance 10/31/13
<b>Investments in Securities Assets</b>									
Mortgage-Backed Securities	\$591,933	\$	\$(150,514)	\$107,774	\$(103,965)	\$218,466	\$	\$(663,694)	\$
Corporate Bonds & Notes:									
Airlines	7,502,811	2,323,436	(3,772,100)	(17,772)	36,925	(167,326)			5,905,974
Diversified Financial Services		5,087,521	(6,923)	219	82	22,920			5,103,819
Electric Utilities	215,000					(108,115)			106,885
<b>Totals</b>	\$8,309,744	\$7,410,957	\$(3,929,537)	\$90,221	\$(66,958)	\$(34,055)	\$	\$(663,694)	\$11,116,678

The following table presents additional information about valuation techniques and inputs used for investments that are measured at fair value and categorized within Level 3 at October 31, 2013.

	Ending Balance at 10/31/13	Valuation Technique Used	Unobservable Inputs	Input Values
<b>Investments in Securities Assets</b>				
Corporate Bonds & Notes	\$11,009,793 106,885	Third-Party pricing vendor Benchmark pricing	Single Broker Quote Security Price Reset	\$99.26 \$113.00 \$2.49



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Relates to paydown shortfall.

- \* Other financial instruments are derivatives, such as swap agreements and forward foreign currency contracts, which are valued at the unrealized appreciation (depreciation) of the instrument.
- \*\* Transferred out of Level 3 into Level 2 because an evaluated price with observable inputs from a third-party pricing vendor became available.

**Schedule of Investments****PIMCO Corporate & Income Strategy Fund**

October 31, 2013 (continued)

The net change in unrealized appreciation/depreciation of Level 3 investments held at October 31, 2013, was \$(114,776). Net realized gain (loss) and net change in unrealized appreciation/depreciation are reflected on the Statement of Operations.

(q) The following is a summary of the derivative instruments categorized by risk exposure:

The effect of derivatives on the Statement of Assets and Liabilities at October 31, 2013:

Location	Interest Rate Contracts	Foreign Exchange Contracts	Total
<b>Asset derivatives:</b>			
Unrealized appreciation of OTC swaps	\$5,693,955	\$	\$5,693,955
Receivable for variation margin on centrally cleared swaps*	123,329		123,329
Unrealized appreciation of forward foreign currency contracts		918,289	918,289
<b>Total asset derivatives</b>	<b>\$5,817,284</b>	<b>\$918,289</b>	<b>\$6,735,573</b>
<b>Liability derivatives:</b>			
Unrealized depreciation of forward foreign currency contracts		\$ (2,683,400)	\$(2,683,400)

\* Included in net unrealized appreciation of \$3,360,434 on centrally cleared swaps as reported in note (l) of the Notes to Schedule of Investments.

The effect of derivatives on the Statement of Operations for the year ended October 31, 2013:

Location	Interest Rate Contracts	Foreign Exchange Contracts	Total
<b>Net realized loss on:</b>			
Swaps	\$(10,016,704)	\$	\$(10,016,704)
Foreign currency transactions (forward foreign currency contracts)		(3,102,877)	(3,102,877)
<b>Total net realized loss</b>	<b>\$(10,016,704)</b>	<b>\$(3,102,877)</b>	<b>\$(13,119,581)</b>
<b>Net change in unrealized appreciation/depreciation of:</b>			
Swaps	\$8,902,620	\$	\$8,902,620
Foreign currency transactions (forward foreign currency contracts)		(1,901,253)	(1,901,253)
<b>Total net change in unrealized appreciation/depreciation</b>	<b>\$8,902,620</b>	<b>\$(1,901,253)</b>	<b>\$7,001,367</b>

The average volume (measured at each fiscal quarter-end) of derivative activity during the year ended October 31, 2013:

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Forward Foreign Currency Contracts (1)		Interest Rate Swap Agreements (2)
Purchased	Sold	
\$78,271,673	\$125,665,792	\$696,740

(1) U.S. \$ Value on origination date

(2) Notional Amount (in thousands)

**Glossary:**

£	- British Pound	FRN	- Floating Rate Note
CME	- Chicago Mercantile Exchange	GO	- General Obligation Bond
CMO	- Collateralized Mortgage Obligation	IO	- Interest Only
CP	- Certificates of Participation	LIBOR	- London Inter-Bank Offered Rate
	- Euro	OTC	- Over-the-Counter

See accompanying Notes to Financial Statements | October 31, 2013 | Annual Report **19**

## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013

Principal Amount (000s)		Value
<b>Mortgage-Backed Securities</b>	<b>48.3%</b>	
\$338	Adjustable Rate Mortgage Trust, 2.712%, 1/25/36, CMO (n)	\$288,631
£331	Auburn Securities 4 PLC, 0.89%, 10/1/41, CMO (n)	497,337
	Banc of America Funding Trust, CMO (n),	
\$296	2.438%, 12/20/36	296,380
1,716	2.834%, 12/20/34	1,388,117
2,219	2.861%, 3/20/36	1,887,470
471	3.07%, 12/20/34	302,344
1,000	5.801%, 10/20/46	800,032
3,080	Banc of America Large Loan Trust, 2.474%, 11/15/15, CMO (a) (d) (n)	3,081,418
	Banc of America Mortgage Trust, CMO,	
204	2.622%, 10/20/46 (n)	127,273
334	2.753%, 9/25/34 (n)	331,724
45	2.854%, 6/25/35 (n)	45,155
856	5.75%, 8/25/34	914,871
	BCAP LLC Trust, CMO (a) (d) (n),	
1,403	1.893%, 11/26/37	1,388,428
550	5.023%, 3/26/36	528,997
	Bear Stearns Adjustable Rate Mortgage Trust, CMO (n),	
164	2.469%, 9/25/34	144,214
1,503	2.658%, 10/25/36	1,251,121
543	2.677%, 1/25/35	536,563
650	2.678%, 8/25/47	465,931
1,105	5.053%, 3/25/35	1,063,305
636	5.151%, 6/25/47	563,139
243	5.268%, 9/25/34	238,950
	Bear Stearns ALT-A Trust, CMO (n),	
5,986	0.33%, 6/25/46	3,268,664
1,510	0.87%, 1/25/35	1,470,815
104	2.467%, 11/25/35	81,445
542	2.498%, 4/25/35	430,570
5,948	2.544%, 8/25/36	4,807,543
1,672	2.644%, 9/25/34	1,476,405
1,422	2.691%, 5/25/36	941,972
834	2.804%, 8/25/36	579,814
884	2.858%, 5/25/35	690,854
788	3.598%, 9/25/34	778,613
547	4.398%, 7/25/35	423,548
949	4.478%, 11/25/36	668,978
2,500	Bear Stearns Commercial Mortgage Securities Trust, 5.522%, 3/13/40, CMO (a) (d) (n)	2,504,383
£514	Bluestone Securities PLC, 0.736%, 6/9/43, CMO (n)	756,780
\$3,405	CBA Commercial Small Balance Commercial Mortgage, 5.54%, 1/25/39, CMO (a) (b) (d) (l) (acquisition cost \$1,919,549; purchased 11/18/09)	2,184,444
685	Celtic Residential Irish Mortgage Securitisation No. 9 PLC, 0.368%, 11/13/47, CMO (n)	788,239



## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$1,600	Chase Mortgage Finance Trust, CMO, 5.50%, 11/25/21	\$1,429,925
1,742	6.00%, 3/25/37	1,514,505
4,284	Citigroup Mortgage Loan Trust, Inc., CMO, 3.026%, 3/25/37 (n)	3,136,601
948	5.50%, 11/25/35	818,884
2,170	Commercial Mortgage Trust, 5.908%, 7/10/46, CMO (a) (d) (n)	2,312,732
1,484	Countrywide Alternative Loan Trust, CMO, 0.368%, 12/20/46 (n)	1,050,791
1,582	0.42%, 6/25/37 (n)	945,570
3,559	0.51%, 11/20/35 (n)	2,776,865
3,189	0.52%, 5/25/36 (n)	1,906,149
2,841	0.52%, 6/25/36 (n)	1,953,383
771	5.50%, 10/25/35	681,662
3,595	5.50%, 12/25/35	3,082,556
566	5.75%, 5/25/36	453,679
582	6.00%, 11/25/35	398,272
618	6.00%, 4/25/36	514,405
1,080	6.00%, 4/25/37	788,206
5,269	6.00%, 5/25/37	4,276,179
624	6.25%, 8/25/37	499,771
752	6.50%, 9/25/32	735,481
1,909	6.50%, 7/25/35	1,147,237
853	6.50%, 6/25/36	636,715
1,292	Countrywide Home Loan Mortgage Pass-Through Trust, CMO, 0.49%, 3/25/35 (n)	1,086,467
199	2.595%, 8/20/35 (n)	172,825
4,718	2.633%, 11/25/35 (n)	3,876,942
562	2.64%, 6/20/35 (n)	435,502
125	2.825%, 8/25/34 (n)	110,742
1,446	2.841%, 9/25/47 (n)	1,199,828
1,785	2.982%, 3/25/37 (n)	1,194,544
221	5.50%, 8/25/35	209,213
2,378	Credit Suisse First Boston Mortgage Securities Corp., 7.50%, 5/25/32, CMO	2,474,432
813	Credit Suisse Mortgage Capital Certificates Mortgage-Backed Trust, CMO, 0.344%, 10/15/21 (a) (d) (n)	810,364
948	0.77%, 7/25/36 (n)	479,956
749	5.896%, 4/25/36	660,728
616	6.50%, 5/25/36	428,291
674	6.50%, 7/26/36	343,355
851	DECO 14-Pan Europe 5BV, 0.385%, 10/27/20, CMO (n)	1,148,324
\$1,002	Deutsche ALT-A Securities Mortgage Loan Trust, 0.32%, 2/25/47, CMO (n)	700,718
205	Deutsche ALT-B Securities Mortgage Loan Trust, 6.25%, 7/25/36, CMO (n)	133,368
412	Deutsche Mortgage Securities, Inc. Mortgage Loan Trust, 5.50%, 9/25/33, CMO	425,800
873	Downey Savings & Loan Assoc. Mortgage Loan Trust, 0.353%, 4/19/47, CMO (n)	204,423



## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
	EMF-NL BV, CMO (n),	
800	1.225%, 7/17/41	\$810,848
1,000	1.475%, 10/17/41	1,193,015
\$3,500	Extended Stay America Trust, 7.625%, 12/5/19, CMO (a) (d)	3,637,579
	First Horizon Alternative Mortgage Securities Trust, CMO,	
2,376	2.189%, 11/25/36 (n)	1,762,019
1,771	2.203%, 5/25/36 (n)	1,397,681
484	2.271%, 8/25/35 (n)	108,487
401	2.314%, 2/25/36 (n)	294,653
203	6.25%, 11/25/36	168,773
	First Horizon Mortgage Pass-Through Trust, CMO,	
2,003	2.551%, 1/25/37 (n)	1,733,511
270	4.922%, 7/25/37 (n)	227,692
387	5.50%, 8/25/35	338,470
51,932	FREMF Mortgage Trust, 0.10%, 5/25/20, CMO, IO (g) (n)	244,228
	GMACM Mortgage Loan Trust, CMO (n),	
427	3.345%, 6/25/34	418,558
177	3.394%, 7/19/35	162,712
344	3.446%, 6/25/34	329,043
1,848	Greenpoint Mortgage Funding Trust, 0.35%, 1/25/37, CMO (n)	1,292,211
108	Greenwich Capital Commercial Funding Corp., 0.314%, 11/5/21, CMO (a) (d) (n)	106,834
140	GS Mortgage Securities Corp. II Trust, 4.805%, 3/6/20, CMO (a) (d) (n)	140,428
	GS Mortgage Securities Trust, CMO (a) (d) (n),	
9,932	1.524%, 8/10/43, IO	706,559
2,100	5.981%, 8/10/43	2,266,970
	GSR Mortgage Loan Trust, CMO,	
877	0.62%, 7/25/37 (n)	569,947
2,817	2.778%, 1/25/36 (n)	2,643,314
55	3.038%, 12/25/34 (n)	49,870
160	6.00%, 9/25/34	157,638
	Harborview Mortgage Loan Trust, CMO (n),	
3,003	0.363%, 2/19/46	2,475,754
5,274	0.383%, 11/19/36	3,906,466
430	0.493%, 1/19/35	367,730
447	0.733%, 6/19/34	416,974
415	2.773%, 8/19/36	313,925
2,008	5.369%, 6/19/36	1,478,658
675	HomeBanc Mortgage Trust, 0.42%, 3/25/35, CMO (n)	569,661
1,030	IM Pastor 4 Fondo de Titulizacion de Activos, 0.361%, 3/22/44, CMO (n)	1,075,489
\$552	Impac CMB Trust, 0.43%, 11/25/35, CMO (n)	426,265
2,337	IndyMac INDA Mortgage Loan Trust, 2.807%, 12/25/36, CMO (n)	2,008,749
	IndyMac Index Mortgage Loan Trust, CMO (n),	
343	0.40%, 4/25/35	278,022
352	0.97%, 8/25/34	301,658
720	1.03%, 9/25/34	602,785





## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$555	2.175%, 6/25/37	\$406,905
1,937	2.744%, 5/25/37	1,397,649
175	4.95%, 5/25/37	23,773
2,152	5.018%, 11/25/36	1,908,161
	JPMorgan Alternative Loan Trust, CMO (n),	
794	2.697%, 5/25/36	608,582
132	5.50%, 11/25/36	129,661
4,000	JPMorgan Chase Commercial Mortgage Securities Corp., 5.636%, 3/18/51, CMO (a) (d) (n)	4,338,640
	JPMorgan Mortgage Trust, CMO,	
102	2.679%, 10/25/36 (n)	83,266
584	2.746%, 6/25/37 (n)	510,693
1,491	2.766%, 5/25/36 (n)	1,286,070
286	2.786%, 7/25/35 (n)	282,173
3,262	5.50%, 11/25/34	3,287,683
272	6.00%, 8/25/37	237,917
3,316	KGS Alpha SBA, 1.00%, 4/25/38, CMO (a) (b) (d) (g) (l) (acquisition cost-\$175,544; purchased 10/18/12)	176,097
	Landmark Mortgage Securities PLC, CMO (n),	
567	0.443%, 6/17/38	738,718
£1,488	0.738%, 6/17/38	2,286,368
	Lehman Mortgage Trust, CMO,	
\$2,919	5.50%, 11/25/35	2,712,190
3,364	6.00%, 5/25/37	3,251,779
733	6.361%, 4/25/36 (n)	702,491
	MASTR Adjustable Rate Mortgages Trust, CMO (n),	
1,449	0.38%, 4/25/46	1,072,540
754	0.889%, 1/25/47	475,481
1,122	3.05%, 10/25/34	994,051
	Morgan Stanley Mortgage Loan Trust, CMO,	
3,406	2.623%, 7/25/35 (n)	2,790,166
498	3.097%, 1/25/35 (n)	28,225
975	5.75%, 12/25/35	920,699
654	6.00%, 8/25/37	593,462
5,122	Morgan Stanley Re-Remic Trust, zero coupon, 7/17/56, CMO, PO (a) (b) (d) (l) (acquisition cost-\$4,875,650; purchased 4/6/11)	4,988,924
	Prime Mortgage Trust, CMO,	
6,029	0.52%, 6/25/36 (n)	3,109,697
262	7.00%, 7/25/34	238,523
2,000	RBSCF Trust, 5.223%, 8/16/48, CMO (a) (d) (n)	2,157,267
40	Regal Trust IV, 2.456%, 9/29/31, CMO (a) (d) (n)	37,704
	Residential Accredit Loans, Inc., CMO,	
490	0.35%, 6/25/46 (n)	227,325
3,186	0.38%, 6/25/37 (n)	2,217,816
228	5.50%, 4/25/37	176,588
1,109	6.00%, 8/25/35	974,901



## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$1,042	6.00%, 1/25/37	\$819,387
783	Residential Asset Securitization Trust, 6.00%, 3/25/37, CMO	613,136
567	Residential Funding Mortgage Securities I, CMO,	
1,042	5.701%, 7/27/37 (n)	516,579
726	6.00%, 6/25/37	906,421
654	Salomon Brothers Mortgage Securities VII, Inc., 6.50%, 2/25/29, CMO	737,676
45	Sequoia Mortgage Trust, 2.723%, 1/20/38, CMO (n)	545,007
1,969	Structured Adjustable Rate Mortgage Loan Trust, CMO (n),	
2,078	2.484%, 8/25/34	43,585
3,441	4.891%, 11/25/36	1,895,428
272	5.161%, 1/25/36	1,638,275
910	Structured Asset Mortgage Investments II Trust, CMO (n),	
639	0.38%, 8/25/36	2,553,162
84	0.40%, 5/25/45	229,597
\$537	Structured Asset Securities Corp. Mortgage Pass-Through Certificates,	
5,000	2.461%, 1/25/34, CMO (n)	887,257
61	Suntrust Adjustable Rate Mortgage Loan Trust, 5.634%, 10/25/37, CMO (n)	600,349
2,919	Talisman-7 Finance Ltd., 0.427%, 4/22/17, CMO (n)	112,830
173	TBW Mortgage-Backed Trust, 6.00%, 7/25/36, CMO	349,640
1,046	WaMu Commercial Mortgage Securities Trust, 6.128%, 3/23/45, CMO (a) (d) (n)	5,285,976
3,266	WaMu Mortgage Pass-Through Certificates, CMO (n),	
2,963	0.46%, 10/25/45	56,959
2,150	2.202%, 6/25/37	2,421,829
626	2.207%, 3/25/33	173,056
2,338	2.288%, 3/25/37	844,498
1,680	2.456%, 7/25/46	3,088,776
933	2.511%, 7/25/37	2,321,031
5,439	2.534%, 2/25/37	1,879,538
70	4.057%, 11/25/36	534,988
752	4.517%, 7/25/37	2,036,275
62	4.652%, 2/25/37	1,397,465
59	Washington Mutual Mortgage Pass-Through Certificates, CMO,	
145	0.999%, 10/25/46 (n)	614,383
1,609	5.50%, 7/25/35	4,994,526
65	Washington Mutual MSC Mortgage Pass-Through Certificates Trust,	
	1.60%, 6/25/33, CMO (n)	66,684
	Wells Fargo Mortgage-Backed Securities Trust, CMO,	
	0.67%, 7/25/37 (n)	658,825
	2.608%, 9/25/36 (n)	57,152
	2.621%, 10/25/36 (n)	52,613
	2.626%, 4/25/36 (n)	136,909
	2.741%, 9/25/36 (n)	1,478,848
	5.50%, 1/25/36	20,867
	Total Mortgage-Backed Securities (cost-\$173,379,389)	206,074,745



## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
<b>Corporate Bonds &amp; Notes</b>	<b>46.8%</b>	
	<b>Airlines 2.7%</b>	
\$2,500	American Airlines, Inc., 10.50%, 10/15/12 (f)	\$3,112,500
1,056	Continental Airlines Pass-Through Trust (k), 7.707%, 10/2/22	1,193,823
1,039	8.048%, 5/1/22	1,178,037
1,428	Delta Air Lines, Inc., 7.75%, 6/17/21 (k)	1,646,285
432	Northwest Airlines, Inc., 1.014%, 11/20/15 (MBIA) (n)	431,279
1,977	United Air Lines Pass-Through Trust (k), 9.75%, 7/15/18	2,268,176
1,644	10.40%, 5/1/18	1,857,160
		11,687,260
	<b>Auto Components 0.7%</b>	
2,517	Commercial Vehicle Group, Inc., 7.875%, 4/15/19	2,554,755
600	Pittsburgh Glass Works LLC, 8.00%, 11/15/18 (a) (b) (d) (e) (l) (acquisition cost-\$600,000; purchased 10/29/13)	613,500
		3,168,255
	<b>Banking 14.4%</b>	
1,850	Ally Financial, Inc. (k), 6.75%, 12/1/14	1,951,750
5,000	8.30%, 2/12/15	5,431,250
3,900	Banco Continental SAECA, 8.875%, 10/15/17 (a) (d) (k)	4,177,875
£2,100	Barclays Bank PLC, 14.00%, 6/15/19 (h)	4,629,411
750	BPCE S.A. (h), 9.00%, 3/17/15	1,088,015
350	9.25%, 4/22/15	506,648
\$300	CIT Group, Inc. (a) (d), 4.75%, 2/15/15	313,500
3,400	5.25%, 4/1/14 (k)	3,463,750
3,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 6.875%, 3/19/20	4,551,854
\$6,875	11.00%, 6/30/19 (a) (d) (h) (k)	9,100,458
£500	Credit Agricole S.A. (h), 7.589%, 1/30/20	833,075
1,400	8.125%, 10/26/19	2,443,364
\$3,200	Credit Suisse AG, 6.50%, 8/8/23 (a) (b) (d) (k) (l) (acquisition cost-\$3,200,000; purchased 8/1/13)	3,423,680
7,300	Discover Bank, 7.00%, 4/15/20 (k)	8,626,812
£1,200	DnB NOR Bank ASA, 6.012%, 3/29/17 (h)	2,014,511
1,600	LBG Capital No. 1 PLC, 7.588%, 5/12/20	2,719,365
400	7.869%, 8/25/20	685,934
200	LBG Capital No. 2 PLC, 15.00%, 12/21/19	471,399
\$2,500	Morgan Stanley, 0.724%, 10/15/15 (k) (n)	2,491,285
2,500	UBS Preferred Funding Trust V, 6.243%, 5/15/16 (h)	2,681,250
		61,605,186



## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
	<b>Building Materials 0.1%</b>	
	Corporacion GEO S.A.B. de C.V. (a) (d) (f),	
\$200	8.875%, 3/27/22	\$32,000
1,800	9.25%, 6/30/20	288,000
		320,000
	<b>Coal 0.9%</b>	
2,100	Berau Coal Energy Tbk PT, 7.25%, 3/13/17 (a) (d) (k)	2,026,500
	Mongolian Mining Corp.,	
300	8.875%, 3/29/17 (a) (d)	246,750
2,100	8.875%, 3/29/17	1,727,250
		4,000,500
	<b>Diversified Financial Services 6.6%</b>	
2,300	AGFC Capital Trust I, 6.00%, 1/15/67 (converts to FRN on 1/15/17) (a) (d) (k)	1,966,500
2,000	Cantor Fitzgerald L.P., 7.875%, 10/15/19 (a) (d) (k)	2,108,808
5,000	HSBC Finance Corp., 6.676%, 1/15/21 (k)	5,817,505
1,552	Jefferies LoanCore LLC, 6.875%, 6/1/20 (a) (b) (d) (l) (acquisition cost-\$1,568,630; purchased 5/16/13-5/17/13)	1,544,240
	SLM Corp.,	
150	0.538%, 1/27/14 (n)	149,398
200	4.411%, 12/15/13 (n)	199,884
1,000	5.375%, 5/15/14 (k)	1,022,500
1,000	8.00%, 3/25/20	1,146,250
4,700	8.45%, 6/15/18 (k)	5,504,875
	Springleaf Finance Corp.,	
1,100	6.50%, 9/15/17	1,171,500
2,500	6.90%, 12/15/17 (k)	2,718,750
432	Stearns Holdings, Inc., 9.375%, 8/15/20 (a) (b) (d) (l) (acquisition cost-\$432,000; purchased 7/30/13)	451,980
22,443	Toll Road Investors Partnership II L.P., zero coupon, 2/15/45 (MBIA) (a) (b) (d) (l) (acquisition cost-\$3,904,725; purchased 11/20/12-7/26/13)	4,115,125
		27,917,315
	<b>Electric Utilities 0.9%</b>	
1,600	AES Andres Dominicana Ltd., 9.50%, 11/12/20 (a) (d) (k)	1,712,000
2,000	Energy Future Intermediate Holding Co. LLC, 10.00%, 12/1/20 (a) (d)	2,100,000
		3,812,000
	<b>Engineering &amp; Construction 1.0%</b>	
4,012	Alion Science and Technology Corp., 12.00%, 11/1/14, PIK (k)	4,072,265
	<b>Food &amp; Beverage 0.2%</b>	
972	Carolina Beverage Group LLC, 10.625%, 8/1/18 (a) (b) (d) (l) (acquisition cost-\$986,485; purchased 7/23/13-7/24/13)	1,023,030
	<b>Healthcare-Services 0.8%</b>	
3,000	HCA, Inc., 6.50%, 2/15/20 (k)	3,345,000
	<b>Household Products/Wares 1.3%</b>	
5,940	Armored Autogroup, Inc., 9.25%, 11/1/18 (k)	5,397,975





## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
	<b>Insurance 2.4%</b>	
	American International Group, Inc.,	
£546	6.765%, 11/15/17	\$1,029,160
\$6,400	8.25%, 8/15/18 (k)	8,110,797
£550	8.625%, 5/22/68 (converts to FRN on 5/22/18)	1,040,606
		10,180,563
	<b>Lodging 1.7%</b>	
\$5,423	Times Square Hotel Trust, 8.528%, 8/1/26 (a) (d) (k)	7,067,346
	<b>Media 0.5%</b>	
2,100	Radio One, Inc., 12.50%, 5/24/16 (k)	2,136,750
	<b>Mining 0.2%</b>	
	AngloGold Ashanti Holdings PLC (k),	
300	5.375%, 4/15/20	287,756
800	6.50%, 4/15/40	660,901
		948,657
	<b>Oil &amp; Gas 5.0%</b>	
	Anadarko Petroleum Corp. (k),	
600	6.20%, 3/15/40	696,492
4,200	6.45%, 9/15/36	4,956,622
6,900	BP Capital Markets PLC, 4.75%, 3/10/19 (k)	7,748,569
926	Ecopetrol S.A., 7.375%, 9/18/43	1,063,743
958	Global Geophysical Services, Inc., 10.50%, 5/1/17	795,140
4,625	Odebrecht Drilling Norbe VIII/IX Ltd., 6.35%, 6/30/21 (a) (d) (k)	4,890,937
	OGX Austria GmbH (a) (d) (f),	
3,300	8.375%, 4/1/22	330,000
3,700	8.50%, 6/1/18	370,000
	Pride International, Inc.,	
200	6.875%, 8/15/20 (k)	240,217
200	7.875%, 8/15/40	274,099
		21,365,819
	<b>Paper &amp; Forest Products 0.5%</b>	
2,155	Millar Western Forest Products Ltd., 8.50%, 4/1/21	2,208,875
	<b>Pipelines 2.1%</b>	
2,500	Kinder Morgan Energy Partners L.P., 6.50%, 9/1/39 (k)	2,817,948
	NGPL PipeCo LLC (a) (d),	
300	7.768%, 12/15/37 (k)	263,250
4,700	9.625%, 6/1/19	4,723,500
1,200	Rockies Express Pipeline LLC, 6.875%, 4/15/40 (a) (d) (k)	912,000
		8,716,698
	<b>Real Estate Investment Trust 1.9%</b>	
4,750	SL Green Realty Corp., 7.75%, 3/15/20 (k)	5,614,438
2,000	Weyerhaeuser Co., 7.375%, 3/15/32 (k)	2,492,622
		8,107,060



## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
	<b>Retail 1.0%</b>	
£500	Aston Martin Capital Ltd., 9.25%, 7/15/18	\$851,004
\$2,768	CVS Pass-Through Trust, 7.507%, 1/10/32 (a) (d) (k)	3,361,137
		4,212,141
	<b>Telecommunications 1.4%</b>	
2,000	Frontier Communications Corp., 9.00%, 8/15/31 (k)	2,080,000
4,181	GCI, Inc., 6.75%, 6/1/21 (k)	4,066,023
		6,146,023
	<b>Transportation 0.5%</b>	
2,000	Aeropuertos Dominicanos Siglo XXI S.A., 9.25%, 11/13/19 (a) (d)	1,990,000
120	Western Express, Inc., 12.50%, 4/15/15 (a) (d)	72,300
		2,062,300
	Total Corporate Bonds & Notes (cost-\$180,448,468)	199,501,018
	<b>Asset-Backed Securities 20.5%</b>	
374	Access Financial Manufactured Housing Contract Trust, 7.65%, 5/15/21	376,824
	Accredited Mortgage Loan Trust (n), 0.30%, 2/25/37	1,300,116
1,416	0.35%, 4/25/36	1,081,524
1,113	ACE Securities Corp. Home Equity Loan Trust, 0.57%, 8/25/45 (n)	190,707
191	Asset-Backed Funding Certificates (n), 0.73%, 10/25/33	147,008
167	0.995%, 8/25/33	1,580,288
1,635	Associates Manufactured Housing Pass-Through Certificates, 7.15%, 3/15/28 (n)	1,975,683
1,647	Bear Stearns Asset-Backed Securities I Trust, 0.67%, 9/25/34 (n)	1,156,240
1,294	Bear Stearns Asset-Backed Securities Trust, 6.484%, 7/25/36 (n)	579,540
1,262	Bombardier Capital Mortgage Securitization Corp. Trust, 7.83%, 6/15/30 (n)	2,429,011
3,739	Conseco Finance Securitizations Corp., 7.77%, 9/1/31	1,499,165
1,341	7.96%, 5/1/31	1,670,644
2,022	7.97%, 5/1/32	213,949
295	8.06%, 5/1/31	2,440,299
3,386	9.163%, 3/1/33 (n)	2,851,557
3,070	Conseco Financial Corp., 6.22%, 3/1/30	241,802
225	6.33%, 11/1/29 (n)	228,970
218	6.53%, 2/1/31 (n)	1,847,391
1,821	6.86%, 3/15/28	74,258
72	7.05%, 1/15/27	475,700
461	7.14%, 3/15/28	798,038
737	7.24%, 6/15/28 (n)	509,365
480	7.40%, 6/15/27	318,282
311	Countrywide Asset-Backed Certificates (n), 0.32%, 3/25/47	16,801
23	0.51%, 12/25/36 (a) (d)	630,124
1,099		



## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$528	0.56%, 11/25/34	\$524,025
660	0.73%, 8/25/32	547,949
146	4.693%, 10/25/35	145,613
1,637	Credit-Based Asset Servicing and Securitization LLC, 1.49%, 12/25/35 (n)	1,280,709
1,000	Greenpoint Manufactured Housing, 8.30%, 10/15/26 (n)	1,094,146
3,101	GSAA Home Equity Trust, 5.772%, 11/25/36 (n)	1,937,283
516	GSAMP Trust, 0.47%, 5/25/36 (a) (d) (n)	507,360
43	Home Equity Asset Trust, 2.57%, 10/25/33 (n)	36,603
	IndyMac Residential Asset-Backed Trust (n),	
18,750	0.41%, 4/25/47	10,410,750
6,500	0.49%, 4/25/47	4,144,166
	JP Morgan Mortgage Acquisition Trust (n),	
11	0.25%, 8/25/36	4,107
1,849	0.36%, 3/25/47	994,526
2,375	Legg Mason Mortgage Capital Corp., 7.11%, 3/10/21 (a) (b) (g) (l) (acquisition cost-\$2,273,509; purchased 1/29/13)	2,390,526
1,551	Legg Mason PT, 6.55%, 3/10/20 (a) (d) (g) Long Beach Mortgage Loan Trust (n),	1,556,142
1,239	0.33%, 10/25/36	552,669
495	2.645%, 3/25/32	432,654
1,249	Loomis Sayles CLO I Ltd, 0.468%, 10/26/20, CDO (a) (d) (n)	1,222,951
338	MASTR Asset-Backed Securities Trust, 5.233%, 11/25/35	341,340
6,950	Merrill Lynch First Franklin Mortgage Loan Trust, 0.41%, 5/25/37 (n)	4,238,967
2,111	Merrill Lynch Mortgage Investors Trust, 0.67%, 6/25/36 (n)	1,917,732
1,103	Morgan Stanley Dean Witter Capital I, Inc. Trust, 1.595%, 2/25/33 (n)	1,050,855
33	Oakwood Mortgage Investors, Inc., 0.404%, 6/15/32 (n)	28,092
65	Option One Mortgage Loan Trust, 5.662%, 1/25/37	52,388
3,975	Origen Manufactured Housing Contract Trust, 7.65%, 3/15/32	4,243,503
3,230	Ownit Mortgage Loan Trust, 3.582%, 12/25/36	1,468,015
1,161	Park Place Securities, Inc. Asset-Backed Pass-Through Certificates, 1.42%, 10/25/34 (n) Residential Asset Mortgage Products, Inc.,	631,378
1,166	1.295%, 8/25/33 (n)	976,902
11	4.02%, 4/25/33 (n)	10,648
427	5.22%, 7/25/34 (n)	414,306
1,609	5.86%, 11/25/33 Residential Asset Securities Corp. (n),	1,735,349
13	0.36%, 3/25/36	12,613
22	4.47%, 3/25/32	22,593
487	Securitized Asset-Backed Receivables LLC Trust, 0.40%, 2/25/37 (n) South Coast Funding VII Ltd., CDO (a) (d) (n),	243,953
52,455	0.503%, 1/6/41	13,638,285
74	0.503%, 1/6/41 (b) (l) (acquisition cost-\$15,743; purchased 8/16/12)	19,094
1,826	0.503%, 1/6/41 (b) (l) (acquisition cost-\$360,676; purchased 11/8/12)	474,814
754	Structured Asset Securities Corp. Mortgage Loan Trust, 0.47%, 6/25/35 (n)	647,074
2,441	Talon Funding Ltd., 0.75%, 6/5/35, CDO (a) (d) (n)	1,500,922



**Schedule of Investments**

**PIMCO Income Opportunity Fund**

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$741	UCFC Home Equity Loan Trust, 7.75%, 4/15/30 (n)	\$613,279
532	Vanderbilt Acquisition Loan Trust, 7.33%, 5/7/32 (n)	583,530
Total Asset-Backed Securities (cost-\$72,492,814)		87,281,097
<b>U.S. Government Agency Securities 11.5%</b>		
43,000	Fannie Mae, MBS, 3.50%, TBA, 30 Year (e)	44,101,875
4,597	4.00%, 11/1/33-7/1/41 (k)	4,850,987
Total U.S. Government Agency Securities (cost-\$48,769,942)		48,952,862
<b>Sovereign Debt Obligations 4.8%</b>		
<b>Brazil 0.4%</b>		
BRL363	Brazil Notas do Tesouro Nacional, Ser. F, 10.00%, 1/1/14	162,322
3,106	10.00%, 1/1/17	1,339,566
62	10.00%, 1/1/21	25,762
62	10.00%, 1/1/23	25,300
		1,552,950
<b>Philippines 1.4%</b>		
\$5,000	Power Sector Assets & Liabilities Management Corp., 7.25%, 5/27/19	6,068,750
<b>Turkey 3.0%</b>		
TRY24,369	Turkey Government Bond, 3.00%, 1/6/21 (i)	12,860,347
Total Sovereign Debt Obligations (cost-\$21,224,520)		20,482,047
<b>Convertible Preferred Stock 3.9%</b>		
14,500	<b>Banking 3.9%</b> Wells Fargo & Co., 7.50%, Ser. L (h) (cost-\$9,203,225)	16,515,500
<b>Preferred Stock 1.6%</b>		
10,000	<b>Banking 0.2%</b> AgriBank FCB, 6.875%, 1/1/24 (a) (b) (d) (e) (h) (l) (m) (acquisition cost-\$1,000,000; purchased 10/29/13)	1,004,600
50,000	<b>Diversified Financial Services 1.4%</b> Farm Credit Bank, 6.75%, 9/15/23 (a) (b) (d) (h) (l) (m) (acquisition cost-\$5,000,000; purchased 7/16/13)	5,010,940
8,500	SLM Corp. CPI-Linked MTN, Ser. A, 3.235%, 1/16/18	201,280
32,400	3.961%, 3/15/17	766,260
Total Preferred Stock (cost-\$6,460,125)		5,978,480
		6,983,080



## Schedule of Investments

## PIMCO Income Opportunity Fund

October 31, 2013 (continued)

Principal Amount (000s)		Value
<b>Convertible Bonds 1.1%</b>		
\$3,800	<b>Real Estate Investment Trust 1.1%</b> SL Green Operating Partnership L.P., 3.00%, 10/15/17 (a) (d) (cost-\$3,783,169)	\$4,842,625
<b>Senior Loans 1.0%</b>		
2,800	<b>Diversified Financial Services 0.7%</b> Springleaf Financial Funding Co., 4.75%, 9/30/19, Term B2 (a) (c)	2,821,000
1,250	<b>Hotels/Gaming 0.3%</b> Stockbridge SBE Holdings LLC, 13.00%, 5/2/17, Term B (a) (b) (c) (l) (acquisition cost-\$1,217,083; purchased 5/1/12-7/10/12)	1,368,750
Total Senior Loans (cost-\$4,020,374)		4,189,750
<b>Municipal Bonds 0.6%</b>		
280	<b>California 0.1%</b> Statewide Communities Dev. Auth. Rev., Lancer Student Housing Project, 9.50%, 6/1/14, Ser. B	283,346
2,835	<b>West Virginia 0.5%</b> Tobacco Settlement Finance Auth. Rev., 7.467%, 6/1/47, Ser. A	2,245,632
Total Municipal Bonds (cost-\$2,999,951)		2,528,978
<b>Common Stock 0.1%</b>		
5,969	<b>Media 0.1%</b> Tribune Co. (p) (cost-\$340,187)	399,625
<b>U.S. Treasury Obligations 0.0%</b>		
\$100	U.S. Treasury Notes, 2.375%, 8/31/14 (cost-\$101,043)	101,865
<b>Warrants 0.0%</b>		
3,575	<b>Engineering &amp; Construction 0.0%</b> Alion Science and Technology Corp., expires 11/1/14 (a) (d) (p) (cost-\$36)	36
<b>Short-Term Investments 3.1%</b>		
\$9,887	<b>U.S. Treasury Obligations 3.1%</b> U.S. Treasury Bills, 0.02%-0.109%, 1/2/14-10/16/14 (j) (o)	9,879,314
400	U.S. Treasury Notes, 0.125%, 7/31/14 (j)	400,071
270	0.25%, 4/30/14	270,195



**Schedule of Investments****PIMCO Income Opportunity Fund**

October 31, 2013 (continued)

Principal Amount (000s)		Value
\$800	0.25%, 5/31/14	\$800,672
300	0.25%, 8/31/14 (j)	300,322
80	0.75%, 6/15/14	80,320
1,652	1.00%, 1/15/14 (j)	1,655,195
Total U.S. Treasury Obligations (cost-\$13,383,996)		13,386,089
<b>Total Investments</b> (cost-\$536,607,239) <b>143.3%</b>		611,239,317
Liabilities in excess of other assets (43.3)%		(184,678,651)
<b>Net Assets 100.0%</b>		<b>\$426,560,666</b>

**Notes to Schedule of Investments:**

- (a) Private Placement Restricted as to resale and may not have a readily available market. Securities with an aggregate value of \$136,330,079, representing 32.0% of net assets.
- (b) Illiquid.
- (c) These securities generally pay interest at rates which are periodically pre-determined by reference to a base lending rate plus a premium. These base lending rates are generally either the lending rate offered by one or more major European banks, such as the LIBOR or the prime rate offered by one or more major United States banks, or the certificate of deposit rate. These securities are generally considered to be restricted as the Fund is ordinarily contractually obligated to receive approval from the Agent bank and/or borrower prior to disposition. Remaining maturities of senior loans may be less than the stated maturities shown as a result of contractual or optional payments by the borrower. Such prepayments cannot be predicted with certainty. The interest rate disclosed reflects the rate in effect on October 31, 2013.
- (d) 144A Exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.
- (e) When-issued or delayed-delivery. To be settled/delivered after October 31, 2013.
- (f) In default.
- (g) Fair-Valued Securities with an aggregate value of \$4,366,993, representing 1.0% of net assets. See Note 1(a) and Note 1(b) in the Notes to Financial Statements.
- (h) Perpetual maturity. The date shown, if any, is the next call date. For Corporate Bonds & Notes the interest rate is fixed until the first call date and variable thereafter.
- (i) Inflationary Bonds Principal amount of security is adjusted for inflation/deflation.
- (j) All or partial amount segregated for the benefit of the counterparty as collateral for derivatives.

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- (k) All or partial amount transferred for the benefit of the counterparty as collateral for reverse repurchase agreements.
- (l) Restricted. The aggregate acquisition cost of such securities is \$27,529,594. The aggregate value is \$28,789,744, representing 6.7% of net assets.
- (m) Dividend rate is fixed until the first call date and variable thereafter.
- (n) Variable or Floating Rate Security Securities with an interest rate that changes periodically. The interest rate disclosed reflects the rate in effect on October 31, 2013.
- (o) Rates reflect the effective yields at purchase date.
- (p) Non-income producing.

**Schedule of Investments****PIMCO Income Opportunity Fund**

October 31, 2013 (continued)

(q) Credit default swap agreements outstanding at October 31, 2013:

OTC buy protection swap agreements:

Swap Counterparty/ Referenced Debt Issuer	Notional Amount (000s) (1)	Credit Spread	Termination Date	Payments Made	Value (2)	Upfront Premiums Paid	Unrealized Appreciation
Credit Suisse First Boston:							
J.C. Penney Corp., Inc.	\$1,000	17.04%	3/20/14	(5.00)%	\$38,628	\$30,000	\$8,628
Deutsche Bank:							
J.C. Penney Corp., Inc.	1,100	16.67%	9/20/14	(5.00)%	96,205	67,375	28,830
Goldman Sachs:							
J.C. Penney Corp., Inc.	2,600	17.04%	6/20/14	(5.00)%	170,079	140,500	29,579
Morgan Stanley:							
J.C. Penney Corp., Inc.	1,000	17.04%	6/20/14	(5.00)%	65,415	47,500	17,915
					\$370,327	\$285,375	\$84,952

OTC sell protection swap agreements:

Swap Counterparty/ Referenced Debt Issuer	Notional Amount (000s) (1)	Credit Spread	Termination Date	Payments Received	Value (2)	Upfront Premiums Paid (Received)	Unrealized Appreciation (Depreciation)
Bank of America:							
Metlife, Inc.	\$6,200	0.32%	9/20/15	1.00%	\$87,724	\$(416,629)	\$504,353
SLM	4,150	0.34%	12/20/13	5.00%	51,017	(508,375)	559,392
Barclays Bank:							
Gazprom	1,250	1.94%	12/20/17	1.90%	6,904		6,904
VTB Capital	1,250	2.42%	12/20/17	2.34%	7,032		7,032
Citigroup:							
J.C. Penney Corp., Inc.	5,000	15.67%	9/20/17	5.00%	(1,279,993)	(650,000)	(629,993)
Majapahit Holding	3,000	2.46%	12/20/17	2.65%	31,591		31,591
Republic of Indonesia	3,000	1.52%	12/20/17	2.14%	81,082		81,082
SLM	4,150	0.34%	12/20/13	5.00%	51,016	358,731	(307,715)
Credit Suisse First Boston:							
J.C. Penney Corp., Inc.	500	15.38%	3/20/18	5.00%	(133,933)	(90,000)	(43,933)
TNK	1,500	2.09%	12/20/17	3.15%	80,213		80,213
Deutsche Bank:							
SLM	900	0.34%	12/20/13	5.00%	11,064	(126,000)	137,064
Morgan Stanley:							
J.C. Penney Corp., Inc.	2,500	15.38%	3/20/18	5.00%	(669,665)	(450,000)	(219,665)

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Royal Bank of Scotland:						
Markit ABX.HE AA 06-1	19,401	7/25/45	0.32%	(4,917,576)	(11,400,654)	6,483,078
Markit ABX.HE AAA 07-1	7,844	8/25/37	0.09%	(2,663,910)	(3,882,965)	1,219,055
				\$(9,257,434)	\$(17,165,892)	\$7,908,458

Credit Spread not quoted for asset-backed securities.

(1) This represents the maximum potential amount the Fund could be required to make available as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.

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**Schedule of Investments****PIMCO Income Opportunity Fund**

October 31, 2013 (continued)

(2) The quoted market prices and resulting values for credit default swap agreements serve as an indicator of the status at October 31, 2013 of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement have been closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

(r) Interest rate swap agreements outstanding at October 31, 2013:

Centrally cleared swap agreements:

Broker (Exchange)	Notional Amount (000s)	Termination Date	Payments Made	Rate Type		Unrealized Appreciation
				Payments Received	Value	
Barclays Bank (CME)	\$21,300	12/18/43	3.00%	3-Month USD-LIBOR	\$2,597,821	\$2,566,723

(s) Forward foreign currency contracts outstanding at October 31, 2013:

	Counterparty	U.S.\$ Value on Origination Date	U.S.\$ Value October 31, 2013	Unrealized Appreciation (Depreciation)
<b>Purchased:</b>				
3,600,080 Brazilian Real settling 11/4/13	Credit Suisse First Boston	\$1,659,023	\$1,607,035	\$(51,988)
282,000 British Pound settling 12/3/13	BNP Paribas	456,862	452,060	(4,802)
12,759,682 British Pound settling 11/4/13	Deutsche Bank	20,619,646	20,458,864	(160,782)
328,000 Euro settling 11/4/13	Citigroup	446,830	445,342	(1,488)
9,327,246 Euro settling 11/4/13	Goldman Sachs	12,871,600	12,664,062	(207,538)
<b>Sold:</b>				
3,600,080 Brazilian Real settling 11/4/13	Credit Suisse First Boston	1,550,556	1,607,035	(56,479)
3,600,080 Brazilian Real settling 12/3/13	Credit Suisse First Boston	1,648,200	1,595,811	52,389
12,681,000 British Pound settling 11/4/13	Barclays Bank	20,350,507	20,332,705	17,802
12,759,682 British Pound settling 12/3/13	Deutsche Bank	20,614,988	20,454,423	160,565
433,056 British Pound settling 12/12/13	Royal Bank of Scotland	676,411	694,163	(17,752)
78,682 British Pound settling 11/4/13	UBS	127,000	126,159	841

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31,109 Euro settling 11/4/13	Barclays Bank	42,000	42,238	(238)
30,963 Euro settling 11/4/13	Citigroup	42,000	42,040	(40)
30,732 Euro settling 11/4/13	Goldman Sachs	42,000	41,727	273
9,327,246 Euro settling 12/3/13	Goldman Sachs	12,872,440	12,664,874	207,566
9,562,442 Euro settling 11/4/13	Morgan Stanley	12,898,601	12,983,399	(84,798)
91,849 Russian Ruble settling 1/15/14	UBS	2,792	2,827	(35)
27,013,065 Turkish Lira settling 12/9/13	JPMorgan Chase	13,269,669	13,443,757	(174,088)
				\$(320,592)

(t) At October 31, 2013, the Fund held \$980,000 in cash as collateral and pledged cash collateral of \$1,516,000 for derivative contracts. Cash collateral held may be invested in accordance with the Fund's investment strategy.



**Schedule of Investments**

**PIMCO Income Opportunity Fund**

October 31, 2013 (continued)

(u) Open reverse repurchase agreements at October 31, 2013:

Counterparty	Rate	Trade Date	Due Date	Principal & Interest
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