

PIMCO Dynamic Income Fund
Form N-CSRS
November 25, 2014
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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: 811-22673

PIMCO Dynamic Income Fund

(Exact name of registrant as specified in charter)

1633 Broadway, New York, NY 10019

(Address of principal executive offices)

William G. Galipeau

Treasurer, Principal Financial & Accounting Officer

650 Newport Center Drive

Newport Beach, CA 92660

(Name and address of agent for service)

Copies to:

David C. Sullivan

Ropes & Gray LLP

Prudential Tower

800 Boylston Street

Boston, MA 02199

Registrant's telephone number, including area code: (844) 337-4626

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Date of fiscal year end: March 31, 2015

Date of reporting period: September 30, 2014

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

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Item 1. Reports to Shareholders.

The following is a copy of the report transmitted to shareholders pursuant to Rule 30e-1 under the Investment Company Act of 1940, as amended (the 1940 Act) (17 CFR 270.30e-1).

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Your Global Investment Authority

PIMCO Closed-End Funds

Semiannual Report

September 30, 2014

PIMCO Global StocksPLUS® & Income Fund

PIMCO High Income Fund

PIMCO Dynamic Income Fund

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Letter from the Chairman of the Board & President

Dear Shareholder:

As previously announced, on September 26, 2014, prior to the close of the reporting period, William Bill Gross, PIMCO's former Chief Investment Officer (CIO) and co-founder, resigned from the firm. PIMCO's Managing Directors elected Daniel Ivascyn to serve as Group Chief Investment Officer (Group CIO). In addition, PIMCO appointed Andrew Balls, CIO Global; Mark Kiesel, CIO Global Credit; Virginie Maisonneuve, CIO Global Equities; Scott Mather, CIO U.S. Core Strategies; and Mihir Worah, CIO Real Return and Asset Allocation. Outside of the reporting period on November 3, 2014, PIMCO announced that Marc Seidner will return to the firm effective November 12 in a new role as CIO Non-traditional Strategies and Head of Portfolio Management in the New York office. Under this leadership structure, Andrew and Mihir have additional managerial responsibility for PIMCO's Portfolio Management group and trade floor activities globally. Andrew will oversee Portfolio Management and trade floor activities in Europe and Asia-Pacific, and Mihir will oversee Portfolio Management and trade floor activities in the U.S. Furthermore, effective as of September 26, 2014, Alfred Murata and Mohit Mittal replaced Mr. Gross as portfolio managers for PIMCO High Income Fund. There have not been any changes to the portfolio management of PIMCO Global StocksPLUS® & Income Fund or PIMCO Dynamic Income Fund.

Douglas Hodge, PIMCO's Chief Executive Officer, and Jay Jacobs, PIMCO's President, will continue to serve as the firm's senior executive leadership team, spearheading PIMCO's business strategy, client service and the firm's operations.

These appointments are a further evolution of the structure that PIMCO established earlier in 2014, reflecting our belief that the best approach for PIMCO's clients and our firm is an investment leadership team of seasoned, highly skilled investors overseeing all areas of PIMCO's investment activities.

During his 43 years at PIMCO, Mr. Gross made great contributions to building the firm and delivering value to PIMCO's clients. Over this period, PIMCO developed into a global asset manager, expanding beyond core fixed income, now encompassing nearly 2,500 employees across 13 offices, including over 250 portfolio managers. Mr. Gross was also responsible for starting PIMCO's robust investment process, with a focus on long-term macroeconomic views and bottom-up security selection—a process that is well institutionalized and will continue into PIMCO's future.

For the six-month reporting period ended September 30, 2014

Global economic growth was mixed during the fiscal six-month reporting period ended September 30, 2014. Against this backdrop and a host of geopolitical issues, U.S. equities generated positive returns, whereas international developed equities produced less robust results. The U.S. bond market posted a modest gain during the reporting period.

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The Standard & Poor's 500 (S&P 500) Index, a proxy for the U.S. stock market, advanced 6.42%; the MSCI Europe, Australasia and Far East Index (EAFE) declined 2.03% in U.S. dollar terms; and the BofA Merrill Lynch U.S. High Yield Master II Index increased 0.59% for the six months ended September 30, 2014. The broad bond market, as measured by the Barclays U.S. Aggregate Bond Index, rose 2.21% while the Barclays U.S. Treasury Bond Index returned 1.70% during the reporting period.

After several years of positive growth, severe winter weather in parts of the country appeared to be a headwind for the U.S. economy in early 2014. Looking back, 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, expanded at a 3.5% annual pace during the fourth quarter of 2013. According to the U.S. Commerce Department, GDP then contracted at an annual pace of 2.1% during the first quarter of 2014. However, this was a temporary setback, as GDP expanded at a 4.6% annual pace during the second quarter of 2014. This represented the strongest growth rate since the fourth quarter of 2011. According to the Commerce Department's initial estimate, released on October 30, 2014, GDP expanded at an annual pace of 3.5% during the third quarter.

Economic growth in non-U.S. developed countries was mixed during the reporting period. Growth in the eurozone was tepid and falling inflation triggered concerns of deflation in the region. Against this backdrop, in June 2014 the European Central Bank (ECB) cut interest rates from 0.25% to a new low of 0.15% and announced it would charge commercial banks 0.10% to keep money at the ECB. In September 2014, the ECB reduced rates to another record low of 0.05% and announced that it would begin charging commercial banks 0.20% to keep money at the ECB. Japan's economy grew sharply during the first quarter of 2014, partially driven by increased spending ahead of the country's April 1, 2014 sales tax increase. Japan's economy then contracted during the second quarter of 2014.

Outlook

PIMCO's forecast for the next 12 months in the U.S. predicts a continuation of the economic recovery. With the ongoing assistance of easy monetary policy, combined with healthy private financial sector balance sheets, we believe the U.S. economy is poised to grow between 2.5% and 3.0% in the coming calendar year. We expect to see corporate capital expenditures accelerate on the back of rising pricing power and expected returns on newly invested capital. We expect very gradually rising wages and product prices, which will allow the Fed to maintain its accommodative monetary policy for another 12 months or so. One potential wildcard for the economy in both the U.S. and abroad is geopolitical issues in Ukraine, the Middle East and elsewhere.

While we believe the U.S. cyclical outlook is becoming more sure-footed and self-sustaining, our cyclical growth and inflation outlooks for the eurozone and Japan

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Letter from the Chairman of the Board & President (Cont.)

remain captive to significant policy dissonance and geopolitical risk. In the eurozone, expansionary fiscal policy has largely been absent in the post-financial crisis. We expect the ECB to continue to ease monetary policy over the cyclical horizon via some form of quantitative easing during 2015. In Japan, policy dissonance is not quite as pronounced as in the eurozone, but demographic conditions and debt deflation are somewhat worse. We expect the Bank of Japan to continue its current rapid pace of balance sheet expansion for the balance of 2014, with some possibility of faster expansion in 2015, depending on the global economic environment.

On the following pages of this PIMCO Closed-End Funds Semi-Annual Report, please find specific details regarding investment performance and a discussion of factors that most affected performance over the six-month reporting period ended September 30, 2014.

Thank you for investing with us. We value your trust and will continue to work diligently to meet your investment needs. If you have questions regarding any of your PIMCO Closed-End Funds investments, please contact your financial advisor or call the Funds' shareholder servicing agent at (844) 33-PIMCO (844-337-4626). We also invite you to visit our website at www.pimco.com/investments to learn more about our views and global thought leadership.

We remain dedicated to serving your investment needs.

Sincerely,

Hans W. Kertess

Chairman of the Board of Trustees

Peter G. Strelow

President, Principal Executive Officer

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Important Information About the Funds

We believe that bond funds have an important role to play in a well-diversified investment portfolio. It is important to note, however, that in an environment where interest rates may trend upward, rising rates would negatively impact the performance of most bond funds, and fixed-income securities held by a Fund are likely to decrease in value. A number of factors can cause interest rates to rise (e.g., central bank monetary policies, inflation rates, general economic conditions, etc.). Accordingly, changes in interest rates can be sudden, and there is no guarantee that Fund Management will anticipate such movement.

As of the date of this report, interest rates in the U.S. are at or near historically low levels. As such, bond funds may currently face an increased exposure to the risks associated with rising interest rates. This is especially true since the Federal Reserve Board has begun tapering its quantitative easing program. Further, while the U.S. bond market has steadily grown over the past three decades, dealer inventories of corporate bonds have remained relatively stagnant. As a result, there has been a significant reduction in the ability of dealers to make markets in corporate bonds. All of the factors mentioned above, individually or collectively, could lead to increased volatility and/or lower liquidity in the fixed income markets, which could result in increased losses to a Fund. Bond funds and individual bonds with a longer duration (a measure of the sensitivity of a security's price to changes in interest rates) tend to be more sensitive to changes in interest rates, usually making them more volatile than securities or funds with shorter durations. In addition, in the current low interest rate environment, the market price of the Funds common shares may be particularly sensitive to changes in interest rates or the perception that there will be a change in interest rates.

The use of derivatives may subject the Funds to greater volatility than investments in traditional securities. The Funds may use derivative instruments for hedging purposes or as part of an investment strategy. Use of these instruments may involve certain costs and risks such as liquidity risk, interest rate risk, market risk, call 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. Certain derivative transactions may have a leveraging effect on a Fund. For example, a small investment in a derivative instrument may have a significant impact on a Fund's exposure to interest rates, currency exchange rates or other investments. As a result, a relatively small price movement in a derivative instrument may cause an immediate and substantial loss or gain, which translates into heightened volatility in the Fund. A Fund may engage in such transactions regardless of whether the Fund owns the asset, instrument or components of the index underlying the derivative instrument. A Fund may invest a significant portion of its assets in these types of instruments. If it does, a Fund's investment exposure could far exceed the value of its portfolio securities and its investment performance could be primarily dependent upon securities it does not own.

A Fund's use of leverage creates the opportunity for increased income for the Fund's common shareholders, but also creates special risks. Leverage is a speculative technique that may expose a Fund to greater risk and increased costs. If shorter-term interest rates rise relative to the rate of return on a Fund's portfolio, the interest and other costs to the Fund of leverage could exceed the rate of return on the debt obligations and other investments held by the Fund, thereby reducing return to the Fund's common shareholders. In addition, fees and expenses of any form of leverage used by a Fund will be borne entirely by its common shareholders (and not by preferred shareholders, if any) and will reduce the investment return of the Fund's common shares. There can be no assurance that a Fund's use of leverage will result in a higher yield on its common shares, and it may result in losses. Leverage creates several major types of risks for a Fund's common shareholders,

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Important Information About the Funds (Cont.)

including: (1) the likelihood of greater volatility of net asset value and market price of the Fund's common shares, and of the investment return to the Fund's common shareholders, than a comparable portfolio without leverage; (2) the possibility either that the Fund's common share dividends will fall if the interest and other costs of leverage rise, or that dividends paid on the Fund's common shares will fluctuate because such costs vary over time; and (3) the effects of leverage in a declining market or a rising interest rate environment, as leverage is likely to cause a greater decline in the net asset value of the Fund's common shares than if the Fund were not leveraged and may result in a greater decline in the market value of the Fund's common shares.

A Fund's investments in and exposure to foreign securities involve special risks. For example, the value of these investments may decline in response to unfavorable political and legal developments, unreliable or untimely information or economic and financial instability. Foreign securities may experience more rapid and extreme changes in value than investments in securities of U.S. issuers. The securities markets of many foreign countries are relatively small, with a limited number of companies representing a small number of industries. Issuers of foreign securities are usually not subject to the same degree of regulation as U.S. issuers. Reporting, accounting, auditing and custody standards of foreign countries differ, in some cases significantly, from U.S. standards. Also, nationalization, expropriation or other confiscation, currency blockage, political changes or diplomatic developments could adversely affect the Fund's investments in foreign securities. In the event of nationalization, expropriation or other confiscation, the Fund could lose its entire investment in foreign securities. These risks may be increased when investing in emerging markets. For example, if a Fund invests in emerging market debt, it may face increased exposure to interest rate, liquidity, volatility, and redemption risk due to the specific economic, political, geographical, or legal background of the foreign issuer.

Investments in loans are generally subject to risks similar to those of investments in other types of debt obligations, including, among others, credit risk, interest rate risk, variable and floating rate securities risk, and, as applicable, risks associated with mortgage-related securities. In addition, in many cases loans are subject to the risks associated with below-investment grade securities. In the case of a loan participation or assignment, a Fund generally has no right to enforce compliance with the terms of the loan agreement with the borrower. As a result, a Fund may be subject to the credit risk of both the borrower and the lender that is selling the loan agreement. In the event of the insolvency of the lender selling a loan participation, a Fund may be treated as a general creditor of the lender and may not benefit from any set-off between the lender and the borrower. The Funds may be subject to heightened or additional risks and potential liabilities and costs by investing in mezzanine and other subordinated loans or acting as an originator of loans, including those arising under bankruptcy, fraudulent conveyance, equitable subordination, lender liability, environmental and other laws and regulations, and risks and costs associated with debt servicing and taking foreclosure actions associated with the loans. To the extent that a Fund originates a loan, it may be responsible for all or a substantial portion of the expenses associated with initiating the loan. This may include significant legal and due diligence expenses, which will be indirectly borne by the Fund and its shareholders. A Fund may pay fees and expenses associated with originating a loan, including significant legal and due diligence expenses, irrespective of whether the loan transaction is ultimately consummated or closed.

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Mortgage-related and other asset-backed securities often involve risks that are different from or more acute than risks associated with other types of debt instruments. Generally, rising interest rates tend to extend the duration of fixed rate mortgage-related securities, making them more sensitive to changes in interest rates. As a result, in a period of rising interest rates, if a Fund holds mortgage-related securities, it may exhibit additional volatility since individual mortgage holders are less likely to exercise prepayment options, thereby putting additional downward pressure on the value of these securities and potentially causing the fund to lose money. This is known as extension risk. Mortgage-backed securities can be highly sensitive to rising interest rates, such that even small movements can cause an investing Fund to lose value. Mortgage-backed securities, and in particular those not backed by a government guarantee, are subject to credit risk. In addition, adjustable and fixed rate mortgage-related securities are subject to prepayment risk. When interest rates decline, borrowers may pay off their mortgages sooner than expected. This can reduce the returns of the Funds because the Funds may have to reinvest that money at the lower prevailing interest rates. The Funds' investments in other asset-backed securities are subject to risks similar to those associated with mortgage-related securities, as well as additional risks associated with the nature of the assets and the servicing of those assets. Payment of principal and interest on asset-backed securities may be largely dependent upon the cash flows generated by the assets backing the securities, and asset-backed securities may not have the benefit of any security interest in the related assets.

High-yield bonds (commonly referred to as junk bonds) typically have a lower credit rating than other bonds. Lower-rated bonds generally involve a greater risk to principal than higher-rated bonds. Further, markets for lower-rated bonds are typically less liquid than for higher-rated bonds, and public information is usually less abundant in such markets. Thus, high yield investments increase the chance that a Fund will lose money. The credit quality of a particular security or group of securities does not ensure the stability or safety of the overall portfolio. The Funds may hold defaulted securities that may involve special considerations including bankruptcy proceedings, other regulatory and legal restrictions affecting the Funds' ability to trade, and the availability of prices from independent pricing services or dealer quotations. Defaulted securities are often illiquid and may not be actively traded. Sale of securities in bankrupt companies at an acceptable price may be difficult and differences compared to the value of the securities used by the Funds could be material.

Certain Funds may invest in securities and instruments that are economically tied to Russia. Investments in Russia are subject to political, economic, legal, market and currency risks, as well as the risk that economic sanctions may be imposed by the United States and/or other countries. Such sanctions which may impact companies in many sectors, including energy, financial services and defense, among others may negatively impact a Fund's performance and/or ability to achieve its investment objective. For example, certain transactions may be prohibited and/or existing investments may become illiquid (e.g., in the event that transacting in certain existing investments is prohibited).

The common shares of the Funds trade on the New York Stock Exchange. As with any stock, the price of a Fund's common shares will fluctuate with market conditions and other factors. If you sell your common shares of a Fund, the price received may be more or less than your original investment. Shares of closed-end management investment companies frequently trade at a discount from their net asset value. The common shares of a Fund may trade at a price that is less than the initial offering price and/or the net asset value of such shares.

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The Funds may be subject to various risks in addition to those described above. Some of these risks may include, but are not limited to, the following: asset allocation risk, credit risk, stressed securities risk, distressed and defaulted securities risk, corporate bond risk, market risk, issuer risk, liquidity risk, equity securities and related market risk, mortgage-related and other asset-backed securities risk, extension risk, prepayment risk, privately issued mortgage-related securities risk, mortgage market/subprime risk, foreign (non-U.S.) investment risk, emerging markets risk, currency risk, redenomination risk, non-diversification risk, management risk, municipal bond risk, inflation-indexed security risk, senior debt risk, loans, participations and assignments risk, reinvestment risk, real estate risk, U.S. Government securities risk, foreign (non-U.S.) government securities risk, valuation risk, segregation and cover risk, focused investment risk, credit default swaps risk, event-linked securities risk, counterparty risk, preferred securities risk, confidential information access risk, other investment companies risk, private placements risk, inflation/deflation risk, regulatory risk, tax risk, recent economic conditions risk, market disruptions and geopolitical risk, potential conflicts of interest-allocation of investment opportunities, repurchase agreements risk, securities lending risk, zero-coupon bond and payment-in-kind securities risk, portfolio turnover risk, smaller company risk, short sale risk and convertible securities risk. A description of certain of these risks is available in the Notes to Financial Statements of this Report.

The geographical classification of foreign securities in this report are classified by the country of incorporation of a holding. In certain instances, a security's country of incorporation may be different from its country of economic exposure.

On each individual Fund Summary page in this Shareholder Report the Common Share Average Annual Total Return table and Common Share Cumulative Returns (if applicable) measure performance assuming that all dividend and capital gain distributions were reinvested. Total return is calculated by determining the percentage change in NAV or market price (as applicable) in the specified period. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions. 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 tend to 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 the Fund's dividends. Performance shown is net of fees and expenses.

The following table discloses the commencement of operations of each Fund:

Fund Name	Commencement of Operations
PIMCO Global StocksPlus® & Income Fund	05/31/05
PIMCO High Income Fund	04/30/03
PIMCO Dynamic Income Fund	05/30/12

An investment in a Fund is not a deposit of a bank and is not guaranteed or insured by the Federal Deposit Insurance Corporation or any other government agency. It is possible to lose money on investments in the Funds.

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PIMCO has adopted written proxy voting policies and procedures (Proxy Policy) as required by Rule 206(4)-6 under the Investment Advisers Act of 1940. The Proxy Policy has been adopted by the Funds as the policies and procedures that PIMCO will use when voting proxies on behalf of the Funds. A description of the policies and procedures that PIMCO uses to vote proxies relating to portfolio securities of each Fund, and information about how each Fund voted proxies relating to portfolio securities held during the most recent twelve-month period ended June 30, are available without charge, upon request, by calling the Funds at (844) 33-PIMCO (844-337-4626), on the Funds website at www.pimcofunds.com/closedendfunds, and on the Securities and Exchange Commission s (SEC) website at <http://www.sec.gov>.

Each Fund files a complete schedule of its portfolio holdings with the SEC for the first and third quarters of its fiscal year on Form N-Q. A copy of each Fund s Form N-Q is available on the SEC s website at <http://www.sec.gov> and may be reviewed and copied at the SEC s Public Reference Room in Washington, D.C., and is available without charge, upon request by calling the Funds at (844) 33-PIMCO (844-337-4626) and on the Funds website at www.pimco.com/closedendfunds. Updated portfolio holdings information about a Fund will be available at www.pimco.com/closedendfunds approximately 15 calendar days after such Fund s most recent fiscal quarter end, and will remain accessible until such Fund files a Form N-Q or a shareholder report for the period which includes the date of the information. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

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PIMCO Global StocksPLUS® & Income Fund

Symbol on NYSE - PGP

Allocation Breakdown

Mortgage-Backed Securities	38.3%
Corporate Bonds & Notes	25.7%
Short-Term Instruments	16.2%
U.S. Government Agencies	9.7%
Asset-Backed Securities	5.9%
Other	4.2%

% of Investments, at value as of 09/30/14
Fund Information (as of September 30, 2014)⁽¹⁾

Market Price	\$20.33
NAV	\$14.02
Premium/(Discount)	45.01%
Market Price Distribution Yield ⁽²⁾	10.82%
NAV Distribution Yield ⁽²⁾	15.69%
Regulatory Leverage Ratio ⁽³⁾	37.98%

Average Annual Total Return for the period ended September 30, 2014 ⁽¹⁾

	Six Month*	1 Year	5 Year	Commencement of Operations (05/31/05)
Market Price	(9.98%)	(0.65%)	16.54%	13.05%
NAV	2.62%	14.01%	25.52%	13.30%

All Fund returns are net of fees and expenses.

* Cumulative return.

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or Market Price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net investment income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.

⁽³⁾ Represents regulatory leverage outstanding, as a percentage of total managed assets. Regulatory leverage may include preferred shares, reverse repurchase agreements, and other borrowings (collectively Leverage). Total managed assets refer to total assets (including assets attributable to Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Leverage).

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Portfolio Insights

- » The global developed equity markets produced mixed results during the six months ended September 30, 2014. Over this period, the U.S. stock market returned 6.42%, as measured by the S&P 500 Index. Solid demand and corporate profits that often exceeded expectations supported U.S. equities. International developed equities, as measured by the MSCI EAFE Index, declined 2.03% for the six months ended September 30, 2014. They were negatively impacted by slowing growth in many countries, other than the U.S., and increasing risk aversion, or flight to quality.

- » The overall fixed income market generated a modest gain during the reporting period. The fixed income market was volatile at times as investor sentiment was impacted by incoming economic data, changing expectations regarding future monetary policy and a number of geopolitical issues. All told, longer-term U.S. Treasury yields declined during the six-month period, with the yield on the benchmark 10-year Treasury bond falling from 2.72% to 2.49%. Against this backdrop, the overall taxable fixed income market, as measured by the Barclays U.S. Aggregate Bond Index, gained 2.21% during the six months ended September 30, 2014.

- » Holdings of agency and non-agency mortgage-backed securities contributed to performance as these securities benefited from continued improvement in the U.S. housing market. The Fund's currency strategies, led by relative short euro and yen positions, contributed to returns as those currencies depreciated versus the U.S. dollar. The Fund benefited from earning a higher yield than the money market financing rate priced into the equity index derivatives that were used to capture the returns of the S&P 500 Index and MSCI EAFE Index.

- » Returns from holdings of high yield securities were positive but modest, as coupon income was partially offset by lower prices. An allocation to select emerging market corporate bonds also contributed modestly to returns.

- » A curve-steepening strategy detracted from performance, as the U.S. Treasury yield curve flattened, with longer-term rates declining, whereas short-term rates increased. A defensive option strategy, involving the sale of call options and purchase of puts on S&P 500 futures contracts, hurt performance as U.S. equities rallied during the six-month reporting period.

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Allocation Breakdown

U.S. Government Agencies	47.7%
Corporate Bonds & Notes	21.9%
Mortgage-Backed Securities	13.8%
Municipal Bonds & Notes	11.5%
Short-Term Instruments	0.7%
Other	4.4%

% of Investments, at value as of 09/30/14

Fund Information (as of September 30, 2014)⁽¹⁾

Market Price	\$11.66
NAV	\$8.43
Premium/(Discount)	38.32%
Market Price Distribution Yield ⁽²⁾	12.54%
NAV Distribution Yield ⁽²⁾	17.35%
Regulatory Leverage Ratio ⁽³⁾	42.92%

Average Annual Total Return for the period ended September 30, 2014 ⁽¹⁾

	Six Month*	1 Year	5 Year	10 Year	Commencement of Operations (04/30/03)
Market Price	(1.46%)	10.41%	15.83%	12.28%	11.82%
NAV	11.66%	25.16%	22.64%	11.68%	12.24%

All Fund returns are net of fees and expenses.

* Cumulative return.

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or Market Price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net investment income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.

⁽³⁾ Represents regulatory leverage outstanding, as a percentage of total managed assets. Regulatory leverage may include preferred shares, reverse repurchase agreements, and other borrowings (collectively "Leverage"). Total managed assets refer to total assets (including assets attributable to Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Leverage).

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Portfolio Insights

- » The overall fixed income market generated a modest gain during the reporting period. The fixed income market was volatile at times as investor sentiment was impacted by incoming economic data, changing expectations regarding future monetary policy and a number of geopolitical issues. All told, longer-term U.S. Treasury yields declined during the six-month period, with the yield on the benchmark 10-year Treasury bond falling from 2.72% to 2.49%. Against this backdrop, the overall taxable fixed income market, as measured by the Barclays U.S. Aggregate Bond Index, gained 2.21% during the six months ended September 30, 2014.

- » After a strong start, high yield bonds gave back a large portion of their gains as the reporting period progressed. All told, the U.S. high yield corporate bond market returned 0.49% during the six-month period, as measured by the Barclays U.S. Corporate High Yield Index. The high yield market initially benefited from solid investor demand and low defaults. While fundamentals did not meaningfully change, investor risk aversion and, admittedly, tighter valuations, triggered selloffs in July and September 2014.

- » The Fund's allocation to non-agency mortgage-backed securities was a significant contributor to strong absolute return of the Fund. They were supported by positive supply/demand technicals and continuously improving home prices. The Fund's exposure to select bank capital securities was rewarded given their attractive income. The Fund's emerging market debt exposure was beneficial for performance as their yields declined. Elsewhere, the Fund's exposure to taxable municipal bonds was also additive to performance, as the broader municipal market has done very well over the past six months on general improvement in outlook and decline in Treasury yields.

- » Despite the Fund's short exposure to the long end part of the curve, which has hurt the performance, overall increased duration exposure with interest rate swaps contributed positively to performance as Treasury rates declined.

Table of Contents**PIMCO Dynamic Income Fund**Symbol on NYSE - **PDI**

Allocation Breakdown

Mortgage-Backed Securities	56.4%
Corporate Bonds & Notes	18.1%
Asset-Backed Securities	14.2%
Short-Term Instruments	4.3%
Sovereign Issues	3.5%
Other	3.5%

% of Investments, at value as of 09/30/14

Fund Information (as of September 30, 2014)⁽¹⁾

Market Price	\$31.56
NAV	\$33.59
Premium/(Discount)	-6.04%
Market Price Distribution Yield ⁽²⁾	7.26%
NAV Distribution Yield ⁽²⁾	6.82%
Regulatory Leverage Ratio ⁽³⁾	43.85%

Average Annual Total Return for the period ended September 30, 2014 ⁽¹⁾

	Six Month*	1 Year	Commencement of Operations (05/30/12)
Market Price	7.81%	23.51%	21.59%
NAV	8.29%	22.84%	27.89%

All Fund returns are net of fees and expenses.

* Cumulative return.

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or Market Price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net investment income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.

⁽³⁾ Represents regulatory leverage outstanding, as a percentage of total managed assets. Regulatory leverage may include preferred shares, reverse repurchase agreements, and other borrowings (collectively "Leverage"). Total managed assets refer to total assets (including assets attributable to Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Leverage).

14 PIMCO CLOSED-END FUNDS

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Portfolio Insights

- » The overall fixed income market generated a modest gain during the reporting period. The fixed income market was volatile at times as investor sentiment was impacted by incoming economic data, changing expectations regarding future monetary policy and a number of geopolitical issues. All told, longer-term U.S. Treasury yields declined during the six-month period, with the yield on the benchmark 10-year Treasury bond falling from 2.72% to 2.49%. Against this backdrop, the overall taxable fixed income market, as measured by the Barclays U.S. Aggregate Bond Index, gained 2.21% during the six months ended September 30, 2014.
- » After a strong start, high yield bonds and emerging market debt gave back a portion of their gains as the reporting period progressed. All told, the global high yield corporate bond market, as measured by the Barclays U.S. Corporate High Yield Index, returned 0.49%, compared to the global credit market advance of 2.90%, as measured by the Barclays Global Credit Hedged USD Index. In contrast, emerging market debt gained 3.69% during the reporting period, as measured by the JPMorgan EMBI Global Index.
- » The Fund's allocation to non-agency mortgage-backed securities was a significant contributor to results. They were supported by positive supply/demand technicals and continuously improving home prices. The Fund's emerging market debt exposure was beneficial to performance as yields declined. Elsewhere, the Fund's security selection in corporate bonds was additive for results as several pipeline operators outperformed. This, coupled with such bonds' attractive yields, helped the Fund to generate income.
- » The Fund's yield curve positioning detracted from performance. Negative exposure to the long end of the yield curve was negative, as longer-term rates declined during the reporting period.
- » The Fund's exposure to financial credits did not meaningfully impact performance during the reporting period. The incremental yield offered by these securities was offset by spread widening.

Table of Contents**Financial Highlights**

Selected Per Common Share Data for the Year or Period Ended:	Net Asset Value Beginning of Year or Period	Net Investment Income (a)	Net Realized/ Unrealized Gain (Loss)	Total Income (Loss) from Investment Operations	Dividends on Preferred Shares from Net Investment Income	Net Increase (Decrease) in Net Assets Applicable to Common Shareholders Resulting from Investment Operations	Distribution to Common Shareholders from Net Investment Income	Distribution to Common Shareholders from Realized Capital Gain
PIMCO Global StocksPLUS® & Income Fund								
04/01/2014 - 09/30/2014+	\$ 14.72	\$ 0.62	\$ (0.22)	\$ 0.40	N/A	\$ 0.40	\$ (1.10)	\$ 0.00
03/31/2014	14.32	1.39	1.21	2.60	N/A	2.60	(2.20)	0.00
03/31/2013	12.57	1.38	2.57	3.95	N/A	3.95	(2.20)	0.00
03/31/2012	14.88	1.61	(1.72)	(0.11)	N/A	(0.11)	(2.20)	0.00
03/31/2011	12.52	1.75	2.81	4.56	N/A	4.56	(2.20)	0.00
03/31/2010	6.59	1.24	6.89	8.13	N/A	8.13	(1.66)	0.00
PIMCO High Income Fund								
04/01/2014 - 09/30/2014+	\$ 8.23	\$ 0.53	\$ 0.40	\$ 0.93	\$ (0.00)^	\$ 0.93	\$ (0.73)	\$ 0.00
03/31/2014	8.65	0.84	0.20	1.04	(0.00)^	1.04	(1.35)	0.00
03/31/2013	7.87	0.81	1.43	2.24	(0.00)^	2.24	(1.42)	0.00
03/31/2012	9.42	0.96	(1.05)	(0.09)	(0.00)^	(0.09)	(1.39)	0.00
03/31/2011	8.73	1.13	1.03	2.16	(0.01)	2.15	(1.46)	0.00
03/31/2010	3.49	1.13	5.58	6.71	(0.01)	6.70	(1.39)	0.00
PIMCO Dynamic Income Fund								
04/01/2014 - 09/30/2014+	\$ 32.11	\$ 1.68	\$ 0.95	\$ 2.63	N/A	\$ 2.63	\$ (1.15)	\$ 0.00
03/31/2014	30.69	3.70	1.24	4.94	N/A	4.94	(3.29)	(0.23)
05/30/2012 - 03/31/2013	23.88	2.79	6.50	9.29	N/A	9.29	(2.18)	(0.27)

+ Unaudited

* Annualized

^ Reflects an amount rounding to less than one cent.

(a) Per share amounts based on average number of common shares outstanding during the year or period.

(b) Total investment return is calculated assuming a purchase of a common share at the market price on the first day and a sale of a common share at the market price on the last day of each year reported. Dividends and distributions, if any, are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Total investment return does not reflect brokerage commissions in connection with the purchase or sale of Fund shares.

(c) Calculated on the basis of income and expenses applicable to both common and preferred shares relative to the average net assets of common shareholders.

(d) Interest expense primarily relates to participation in reverse repurchase agreement transactions.

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Tax											
Basis	Total Distributions to Common Shareholders from Net Investment Income	Offering Cost Charged to Paid in Capital in Excess Par	Net Assets Value End of Year or Period	Market Price End of Year or Period	Total Investment Return (b)	Net Assets Applicable to Common Share holders	Ratio of Expenses to Average Net Assets (c)(d)	Ratio of Expenses to Average Net Assets Excluding Interest Expense (c)	Ratio of Net Investment Income to Average Net Assets	Preferred Shares Assets Coverage Per Share	Portfolio Turnover Rate
\$ 0.00	\$ (1.10)	N/A	\$ 14.02	\$ 20.33	(9.98%)	\$ 146,661	2.16%*	1.74%*	8.37%*	N/A	69%
0.00	(2.20)	N/A	14.72	23.67	19.44	153,393	1.94	1.67	9.62	N/A	197
0.00	(2.20)	N/A	14.32	21.95	21.57	148,170	2.64	2.10	10.75	N/A	33
0.00	(2.20)	N/A	12.57	20.18	(8.00)	128,952	2.71	2.12	12.70	N/A	90
0.00	(2.20)	N/A	14.88	24.48	43.45	150,881	2.81	2.20	13.07	N/A	80
(0.54)	(2.20)	N/A	12.52	19.05	155.94	125,370	2.90	2.32	12.27	N/A	135
\$ 0.00	\$ (0.73)	N/A	\$ 8.43	\$ 11.66	(1.46%)	\$ 1,050,628	1.18%*	1.00%*	12.37%*	\$ 114,950	20%
(0.11)	(1.46)	N/A	8.23	12.56	15.51	1,021,120	1.14	1.03	10.14	112,424	159
(0.04)	(1.46)	N/A	8.65	12.35	8.53	1,063,863	1.06	1.05	10.00	116,082	70
(0.07)	(1.46)	N/A	7.87	12.84	3.28	960,496	1.16	1.07	11.76	107,233	24
0.00	(1.46)	N/A	9.42	14.01	28.94	1,138,186	1.11	1.04	12.74	122,446	89
(0.07)	(1.46)	N/A	8.73	12.24	156.33	1,046,236	1.25	1.15	16.69	114,573	138
\$ 0.00	\$ (0.06)	N/A	\$ 33.59	\$ 31.56	7.81%	\$ 1,526,983	3.11%*	2.14%*	10.12%*	N/A	3%
0.00	(3.52)	N/A	32.11	30.32	9.62	1,458,961	3.15	2.17	11.90	N/A	18
0.00	(2.45)	\$ (0.03)	30.69	31.10	35.21	1,393,099	2.91*	2.04*	12.04*	N/A	16

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Table of Contents**Statements of Assets and Liabilities**

(Amounts in thousands, except per share amounts)	PIMCO Global StocksPLUS® & Income Fund	PIMCO High Income Fund
Assets:		
<i>Investments, at value</i>		
Investments in securities*	\$ 250,993	\$ 1,688,898
<i>Financial Derivative Instruments</i>		
Exchange-traded or centrally cleared	859	6,878
Over the counter	1,144	9,470
Cash	1,201	1
Deposits with counterparty	549	32,325
Foreign currency, at value	18	279
Receivable for investments sold	19,715	227,162
Interest and dividends receivable	1,875	18,056
Other assets	31	88
	276,385	1,983,157
Liabilities:		
<i>Borrowings & Other Financing Transactions</i>		
Payable for reverse repurchase agreements	\$ 90,708	\$ 596,305
<i>Financial Derivative Instruments</i>		
Exchange-traded or centrally cleared	769	4,245
Over the counter	3,259	1,712
Payable for investments purchased	32,254	11,539
Payable for investments purchased on a delayed-delivery basis	450	0
Deposits from counterparty	130	10,641
Dividends payable to common and preferred shareholders	1,917	15,187
Accrued management fees	181	703
Other liabilities	56	197
	129,724	640,529
Preferred Shares (\$0.00001 par value and \$25,000 liquidation preference per share applicable to an aggregate of 11,680 shares issued and outstanding for High Income Fund)	0	292,000
Net Assets Applicable to Common Shareholders	\$ 146,661	\$ 1,050,628

18 PIMCO CLOSED-END FUNDS

See Accompanying Notes

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(Unaudited)

September 30, 2014

(Amounts in thousands, except per share amounts)	PIMCO Global StocksPLUS® & Income Fund	PIMCO High Income Fund
Composition of Net Assets Applicable to Common Shareholders:		
Common Shares:		
Par value (\$0.00001 per share)	\$ 0	\$ 1
Paid in capital in excess of par	230,951	1,664,498
(Overdistributed) net investment income	(9,264)	(57,588)
Accumulated net realized (loss)	(99,071)	(694,595)
Net unrealized appreciation	24,045	138,312
	\$ 146,661	\$ 1,050,628
Common Shares Issued and Outstanding	10,458	124,575
Net Asset Value Per Common Share	\$ 14.02	\$ 8.43
Cost of Investments in Securities	\$ 225,960	\$ 1,607,539
Cost of Foreign Currency Held	\$ 18	\$ 302
Cost or Premiums of Financial Derivative Instruments, net	\$ (3,239)	\$ (1,188)
* Includes repurchase agreements of:	\$ 7,900	\$ 8,872

Amount is less than \$500.

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Table of Contents**Consolidated Statement of Assets and Liabilities**

	PIMCO Dynamic Income Fund
(Amounts in thousands, except per share amounts)	
Assets:	
<i>Investments, at value</i>	
Investments in securities*	\$ 2,723,784
<i>Financial Derivative Instruments</i>	
Exchange-traded or centrally cleared	1,174
Over the counter	25,020
Deposits with counterparty	556
Foreign currency, at value	607
Receivable for investments sold	38,123
Interest and dividends receivable	17,889
Other assets	47
	2,807,200
Liabilities:	
<i>Borrowings & Other Financing Transactions</i>	
Payable for reverse repurchase agreements	\$ 1,226,382
<i>Financial Derivative Instruments</i>	
Exchange-traded or centrally cleared	174
Over the counter	21,338
Payable for investments purchased	54
Payable for investments purchased on a delayed-delivery basis	4,854
Deposits from counterparty	15,811
Distributions payable to common shareholders	8,685
Overdraft due to custodian	626
Accrued management fees	2,166
Other liabilities	127
	1,280,217
Net Assets Applicable to Common Shareholders	\$ 1,526,983

20 PIMCO CLOSED-END FUNDS

See Accompanying Notes

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(Unaudited)

September 30, 2014

	PIMCO Dynamic Income Fund
(Amounts in thousands, except per share amounts)	
Composition of Net Assets Applicable to Common Shareholders:	
Common Shares:	
Par value (\$0.00001 per share)	\$ 0
Paid in capital in excess of par	1,086,359
Undistributed net investment income	32,955
Accumulated net realized (loss)	(4,427)
Net unrealized appreciation	412,096
	\$ 1,526,983
Common Shares Issued and Outstanding	45,469
Net Asset Value Per Common Share	\$ 33.59
Cost of Investments in Securities	\$ 2,365,025
Cost of Foreign Currency Held	\$ 624
Cost or Premiums of Financial Derivative Instruments, net	\$ (26,523)
* Includes repurchase agreements of:	\$ 24,400

Amount is less than \$500.

Table of Contents**Statements of Operations**

Six Months Ended September 30, 2014 (Unaudited)

(Amounts in thousands)	PIMCO Global StocksPLUS® & Income Fund	PIMCO High Income Fund
Investment Income:		
Interest	\$ 8,061	\$ 70,939
Dividends	65	770
Total Income	8,126	71,709
Expenses:		
Management fees	1,216	4,781
Auction agent fees and commissions	0	168
Interest expense	323	974
Trustee fees and related expenses	4	38
Auction rate preferred shares related expenses	0	3
Operating expenses pre-transition ^(a)		
Custodian and accounting agent	36	143
Audit and tax services	45	48
Shareholder communications	12	60
New York Stock Exchange listing	11	53
Transfer agent	11	11
Legal	1	11
Insurance	4	14
Other expenses	1	0
Total Expenses	1,664	6,304
Net Investment Income	6,462	65,405
Net Realized Gain (Loss):		
Investments in securities	3,901	29,885
Exchange-traded or centrally cleared financial derivative instruments	(7,217)	(58,978)
Over the counter financial derivative instruments	206	22,524
Foreign currency	(33)	(168)
Net Realized (Loss)	(3,143)	(6,737)
Net Change in Unrealized Appreciation (Depreciation):		
Investments in securities	(3,982)	1,589
Exchange-traded or centrally cleared financial derivative instruments	5,457	49,851
Over the counter financial derivative instruments	(954)	3,571
Foreign currency assets and liabilities	67	647
Net Change in Unrealized Appreciation	588	55,658
Net Gain (Loss)	(2,555)	48,921
Net Increase in Net Assets Resulting from Investment Operations	3,907	114,326
Dividends on Preferred Shares from Net Investment Income	0	(162)
Net Increase in Net Assets Applicable to Common Shareholders Resulting from Investment Operations	\$ 3,907	\$ 114,164

^(a) These expenses were incurred by the Fund prior to the close of business on September 5, 2014. Subsequent to the close of business on September 5, 2014, any such operating expenses are borne by PIMCO.

Table of Contents**Consolidated Statement of Operations**

Six Months Ended September 30, 2014 (Unaudited)

(Amounts in thousands)	PIMCO Dynamic Income Fund
Investment Income:	
Interest	\$ 99,449
Dividends	663
Total Income	100,112
Expenses:	
Management fees	15,729
Interest expense	7,375
Trustee fees and related expenses	40
Operating expenses pre-transition ^(a)	
Custodian and accounting agent	226
Audit and tax services	45
Shareholder communications	32
New York Stock Exchange listing	19
Transfer agent	11
Legal	46
Insurance	15
Other expenses	3
Total Expenses	23,541
Net Investment Income	76,571
Net Realized Gain (Loss):	
Investments in securities	7,199
Exchange-traded or centrally cleared financial derivative instruments	(1,022)
Over the counter financial derivative instruments	5,576
Foreign currency	(235)
Net Realized Gain	11,518
Net Change in Unrealized Appreciation (Depreciation):	
Investments in securities	13,309
Exchange-traded or centrally cleared financial derivative instruments	(10,164)
Over the counter financial derivative instruments	19,808
Foreign currency assets and liabilities	8,045
Net Change in Unrealized Appreciation	30,998
Net Gain	42,516
Net Increase in Net Assets from Investment Operations	119,087
Net Increase in Net Assets Applicable to Common Shareholders Resulting from Investment Operations	\$ 119,087

^(a) These expenses were incurred by the Fund prior to the close of business on September 5, 2014. Subsequent to the close of business on September 5, 2014, any such operating expenses are borne by PIMCO.

Table of Contents**Statements of Changes in Net Assets**

(Amounts in thousands)	PIMCO	
	Six Months Ended	Year Ended
	September 30, 2014	March 31, 2014
	(Unaudited)	
Global StocksPLUS® & Income Fund		
Increase (Decrease) in Net Assets from:		
Operations:		
Net investment income	\$ 6,462	\$ 14,425
Net realized gain (loss)	(3,143)	25,860
Net change in unrealized appreciation (depreciation)	588	(13,870)
Net increase (decrease) resulting from investment operations	3,907	26,415
Dividends on Preferred Shares from Net Investment Income	0	0
Net increase in net assets applicable to common shareholders resulting from operations	3,907	26,415
Distributions to Common Shareholders:		
Net investment income	(11,489)	(22,853)
Tax Basis Return of Capital	0	0
Total Distributions to Common Shareholders	(11,489)	(22,853)
Common Share Transactions**:		
Issued as reinvestment of distributions	850	1,661
Total Increase (Decrease) in Net Assets	(6,732)	5,223
Net Assets Applicable to Common Shareholders:		
Beginning of year or period	153,393	148,170
End of year or period*	\$ 146,661	\$ 153,393
* Including (overdistributed) net investment income of:	\$ (9,264)	\$ (4,237)
** Common Share Transactions:		
Share issued as reinvestment of distributions	36	78

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	PIMCO High Income Fund	
Six Months Ended September 30, 2014 (Unaudited)		Year Ended March 31, 2014
\$ 65,405		\$ 103,264
(6,737)		104,341
55,658		(81,613)
114,326		125,992
(162)		(286)
114,164		125,706
(90,940)		(167,013)
0		(13,720)
(90,940)		(180,733)
6,284		12,285
29,508		(42,742)
1,021,120		1,063,862
\$ 1,050,628		\$ 1,021,120
\$ (57,588)		\$ (31,891)
509		1,076

Table of Contents**Consolidated Statements of Changes in Net Assets**

(Amounts in thousands)	PIMCO Dynamic Income Fund	
	Six Months Ended September 30, 2014 (Unaudited)	Year Ended March 31, 2014
Increase in Net Assets from:		
Operations:		
Net investment income	\$ 76,571	\$ 167,667
Net realized gain (loss)	11,518	(42,257)
Net change in unrealized appreciation	30,998	98,805
Net increase resulting from investment operations	119,087	224,215
Net increase in net assets applicable to common shareholders resulting from operations	119,087	224,215
Distributions to Common Shareholders:		
From net investment income	(52,094)	(149,127)
From net realized capital gains	0	(10,615)
Total Distributions to Common Shareholders	(52,094)	(159,742)
Common Share Transactions**:		
Issued as reinvestment of distributions	1,029	1,389
Total Increase in Net Assets	68,022	65,862
Net Assets Applicable to Common Shareholders:		
Beginning of year or period	1,458,961	1,393,099
End of year or period*	\$ 1,526,983	\$ 1,458,961
* Including undistributed net investment income of:	\$ 32,955	\$ 8,478
** Common Share Transactions:		
Share issued as reinvestment of distributions	31	45

Table of Contents**Statements of Cash Flows**

Six Months Ended September 30, 2014

(Amounts in thousands)	PIMCO Global StocksPLUS® & Income Fund	PIMCO High Income Fund
Cash flows provided by (used for) operating activities:		
Net increase in net assets resulting from operations	\$ 3,907	\$ 114,326
Adjustments to reconcile net increase in net assets from operations to net cash provided by (used for) operating activities:		
Purchases of long-term securities	(174,708)	(755,165)
Proceeds from sales of long-term securities	184,281	728,168
Purchases of short-term portfolio investments, net	(28,712)	(3,060)
(Increase) decrease in deposits with counterparty	16,021	(23,316)
(Increase) decrease in receivable for investments sold	6,007	(44,557)
Decrease in interest and dividends receivable	4	5,426
(Increase) decrease in exchange-traded or centrally cleared derivatives	(1,703)	(11,608)
(Increase) decrease in over the counter derivatives	(38)	18,395
(Increase) decrease in other assets	(9)	29
Increase (decrease) in payable for investments purchased	6,008	(77,139)
(Decrease) in deposits from counterparty	(11,010)	(1,100)
(Decrease) in accrued management fees	(15)	(75)
Payments on currency transactions	(30)	(299)
(Decrease) in other liabilities	(11)	(30)
<i>Net Realized (Gain) Loss</i>		
Investments in securities	(3,901)	(29,885)
Exchange-traded or centrally cleared financial derivative instruments	7,217	58,978
Over the counter financial derivative instruments	(206)	(22,524)
Foreign currency	33	168
<i>Net Change in Unrealized (Appreciation) Depreciation</i>		
Investments in securities	3,982	(1,589)
Exchange-traded or centrally cleared financial derivative instruments	(5,457)	(49,851)
Over the counter financial derivative instruments	954	(3,571)
Foreign currency assets and liabilities	(67)	(647)
Net amortization (accretion) on investments	389	25,324
Net cash provided by (used for) operating activities	2,936	(73,602)
Cash flows received from (used for) financing activities:		
(Decrease) in overdraft due to custodian	(2)	(785)
Cash dividend paid*	(10,633)	(84,755)
Proceeds from reverse repurchase agreements	276,996	2,542,523
Payments on reverse repurchase agreements	(269,817)	(2,384,051)
Proceeds from deposits from counterparty	0	6,698
Payments on deposits from counterparty	0	(6,162)
Net cash received from (used for) financing activities	(3,456)	73,468
Net (Decrease) in Cash and Foreign Currency	(520)	(134)
Cash and Foreign Currency:		
Beginning of year	1,739	414
End of period	\$ 1,219	\$ 280
* Reinvestment of distributions	\$ 850	\$ 6,284
Supplemental disclosure of cash flow information:		
Interest expense paid during the period	\$ 296	\$ 954

Table of Contents**Consolidated Statement of Cash Flows**

Six Months Ended September 30, 2014

(Amounts in thousands)	PIMCO Dynamic Income Fund
Cash flows provided by operating activities:	
Net increase in net assets resulting from operations	\$ 119,087
Adjustments to reconcile net increase in net assets from operations to net cash provided by operating activities:	
Purchases of long-term securities	(257,541)
Proceeds from sales of long-term securities	281,286
Purchases of short-term portfolio investments, net	(43,699)
Decrease in deposits with counterparty	7,332
Decrease in receivable for investments sold	63,720
Decrease in interest and dividends receivable	1,238
(Increase) in exchange-traded or centrally cleared derivatives	(11,658)
(Increase) in over the counter derivatives	(7,391)
(Increase) in other assets	(2)
Increase in payable for investments purchased	2,338
Increase in deposits from counterparty	10,841
(Decrease) in accrued management fees	(482)
Payments on currency transactions	(613)
(Decrease) in other liabilities	(49)
Net Realized (Gain) Loss	
Investments in securities	(7,199)
Exchange-traded or centrally cleared financial derivative instruments	1,022
Over the counter financial derivative instruments	(5,576)
Foreign currency	235
Net Change in Unrealized (Appreciation) Depreciation	
Investments in securities	(13,309)
Exchange-traded or centrally cleared financial derivative instruments	10,164
Over the counter financial derivative instruments	(19,808)
Foreign currency assets and liabilities	(8,045)
Net amortization (accretion) on investments	(6,480)
Net cash provided by operating activities	115,411
Cash flows (used for) financing activities:	
Increase in overdraft due to custodian	626
Cash dividend paid*	(51,059)
Proceeds from reverse repurchase agreements	2,908,343
Payments on reverse repurchase agreements	(2,979,737)
Proceeds from deposits from counterparty	7,646
Payments on deposits from counterparty	(4,266)
Net cash (used for) financing activities	(118,447)
Net (Decrease) in Cash and Foreign Currency	(3,036)
Cash and Foreign Currency:	
Beginning of year	3,643
End of period	\$ 607
* Reinvestment of distributions	\$ 1,029
Supplemental disclosure of cash flow information:	
Interest expense paid during the period	\$ 7,898

Table of Contents**Schedule of Investments PIMCO Global StocksPLUS® & Income Fund**

(Unaudited) September 30, 2014

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 171.1%		
BANK LOAN OBLIGATIONS 3.9%		
Clear Channel Communications, Inc.		
3.804% due 01/29/2016	\$ 484	\$ 481
6.904% due 01/30/2019	200	191
Energy Future Intermediate Holding Co. LLC		
4.250% due 06/19/2016	3,783	3,771
Ikaria, Inc.		
8.750% due 02/12/2022	100	101
Numericable U.S. LLC		
4.500% due 05/21/2020	171	170
OGX		
TBD% - 8.000% due 04/11/2015	127	106
Sequa Corp.		
5.250% due 06/19/2017	198	190
Stockbridge SBE Holdings LLC		
13.000% due 05/02/2017	600	651
Total Bank Loan Obligations		
(Cost \$5,613)		5,661
CORPORATE BONDS & NOTES 43.9%		
BANKING & FINANCE 25.6%		
AGFC Capital Trust		
6.000% due 01/15/2067 (i)	1,000	823
American International Group, Inc.		
5.600% due 10/18/2016 (i)	4,565	4,972
Barclays Bank PLC		
14.000% due 06/15/2019 (f)	GBP 100	210
Blackstone CQP Holdco LP		
9.296% due 03/18/2019	\$ 4,178	4,179
BPCE S.A.		
9.250% due 04/22/2015 (f)	EUR 150	197
Cantor Fitzgerald LP		
7.875% due 10/15/2019 (i)	\$ 500	548
Credit Suisse		
6.500% due 08/08/2023 (i)	1,100	1,199
Discover Bank		
7.000% due 04/15/2020 (i)	1,500	1,777
Exeter Finance Corp.		
9.750% due 05/20/2019	900	900
Ford Motor Credit Co. LLC		
8.000% due 12/15/2016 (i)	3,850	4,383
HSBC Finance Corp.		
6.676% due 01/15/2021 (i)	500	587
Jefferies LoanCore LLC		
6.875% due 06/01/2020 (i)	800	778
KGH Intermediate Holdco LLC		
7.734% due 08/07/2019 (g)	1,425	1,425

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		475	475
		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
8.500% due 08/08/2019 (g)			
LBG Capital PLC			
7.588% due 05/12/2020	GBP	500	\$ 864
15.000% due 12/21/2019 (i)		800	1,842
Navient LLC			
8.000% due 03/25/2020 (i)	\$	1,000	1,124
8.450% due 06/15/2018 (i)		1,250	1,409
Rabobank Group			
6.875% due 03/19/2020 (i)	EUR	1,000	1,505
11.000% due 06/30/2019 (f)(i)	\$	1,135	1,504
Regions Financial Corp.			
7.750% due 11/10/2014 (i)		2,000	2,014
SL Green Realty Corp.			
7.750% due 03/15/2020 (i)		2,000	2,381
Springleaf Finance Corp.			
6.500% due 09/15/2017 (i)		900	950
6.900% due 12/15/2017 (i)		200	213
Toll Road Investors Partnership LP			
0.000% due 02/15/2045		1,284	260
Towergate Finance PLC			
8.500% due 02/15/2018	GBP	640	996
			37,515

INDUSTRIALS 15.9%

Aeropuertos Dominicanos Siglo S.A.			
9.750% due 11/13/2019 (i)	\$	600	585
Armored Autogroup, Inc.			
9.250% due 11/01/2018		100	103
Aston Martin Capital Ltd.			
9.250% due 07/15/2018 (i)	GBP	100	171
Berau Coal Energy Tbk PT			
7.250% due 03/13/2017 (i)	\$	800	532
Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)			
9.000% due 10/15/2019 (d)(i)		1,308	1,210
C10 Capital SPV Ltd.			
6.722% due 12/31/2016 (f)(i)		2,700	2,686
Caesars Entertainment Operating Co., Inc.			
8.500% due 02/15/2020 (i)		3,667	2,824
9.000% due 02/15/2020 (i)		183	142
Carolina Beverage Group LLC			
10.625% due 08/01/2018 (i)		291	302
Corp. GEO S.A.B. de C.V.			
9.250% due 06/30/2020 ^		470	48
CVS Pass-Through Trust			
5.880% due 01/10/2028 (i)		2,247	2,533
Diamond Foods, Inc.			
7.000% due 03/15/2019		90	90
Enterprise Inns PLC			
6.875% due 05/09/2025	GBP	10	17
Forbes Energy Services Ltd.			
9.000% due 06/15/2019	\$	100	99

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	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
GCI, Inc.		
6.750% due 06/01/2021 (i)	\$ 1,410	\$ 1,406
Global Geophysical Services, Inc.		
10.500% due 05/01/2017 ^	357	38
iHeartCommunications, Inc.		
9.000% due 03/01/2021 (i)	690	689
9.000% due 09/15/2022 (i)	1,000	995
Ineos Finance PLC		
7.500% due 05/01/2020 (i)	600	641
Intrepid Aviation Group Holdings LLC		
6.875% due 02/15/2019	1,609	1,617
Millar Western Forest Products Ltd.		
8.500% due 04/01/2021	30	32
Mongolian Mining Corp.		
8.875% due 03/29/2017	900	567
Nara Cable Funding Ltd.		
8.875% due 12/01/2018	EUR 700	933
OGX Austria GmbH		
8.375% due 04/01/2022 ^	\$ 2,050	78
8.500% due 06/01/2018 ^	1,400	63
Pinnacol Assurance		
8.625% due 06/25/2034 (g)	1,100	1,116
Pittsburgh Glass Works LLC		
8.000% due 11/15/2018	180	192
Rockies Express Pipeline LLC		
6.875% due 04/15/2040	120	131
Spanish Broadcasting System, Inc.		
12.500% due 04/15/2017 (i)	500	540
Tembec Industries, Inc.		
9.000% due 12/15/2019 (c)	600	606
UAL Pass-Through Trust		
6.636% due 01/02/2024 (i)	1,640	1,772
10.400% due 05/01/2018 (i)	394	436
Vander Intermediate Holding Corp. (9.750% Cash or 10.500% PIK)		
9.750% due 02/01/2019 (d)	100	105
Western Express, Inc.		
12.500% due 04/15/2015	30	27
		23,326
UTILITIES 2.4%		
Illinois Power Generating Co.		
6.300% due 04/01/2020 (i)	480	452
7.950% due 06/01/2032 (i)	800	796
NGPL PipeCo LLC		
7.768% due 12/15/2037	86	89
9.625% due 06/01/2019 (i)	1,150	1,225
Odebrecht Drilling Norbe Ltd.		
6.350% due 06/30/2021 (i)	875	905
Sierra Hamilton LLC		
12.250% due 12/15/2018	100	105

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	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Westmoreland Coal Co.		
10.750% due 02/01/2018	\$ 35	\$ 37
		3,609
Total Corporate Bonds & Notes (Cost \$63,788)		64,450
MUNICIPAL BONDS & NOTES 1.0%		
WEST VIRGINIA 1.0%		
Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007		
7.467% due 06/01/2047	1,750	1,489
Total Municipal Bonds & Notes (Cost \$1,649)		1,489
U.S. GOVERNMENT AGENCIES 16.6%		
Fannie Mae		
4.500% due 09/01/2025	47	51
4.500% due 03/01/2029 - 07/01/2041 (i)	774	839
5.896% due 03/25/2037 (a)(i)	922	117
5.996% due 11/25/2039 (a)(i)	807	104
6.000% due 08/01/2034 - 11/01/2036 (i)	2,159	2,451
6.000% due 10/01/2044 - 11/01/2044	12,000	13,555
6.146% due 01/25/2038 (a)(i)	1,218	165
6.226% due 03/25/2037 (a)(i)	925	137
6.246% due 12/25/2037 (a)(i)	1,507	221
6.256% due 06/25/2037 (a)(i)	401	57
6.286% due 04/25/2037 (a)(i)	826	136
6.296% due 04/25/2037 (a)(i)	1,870	319
6.446% due 11/25/2035 (a)(i)	359	53
6.646% due 11/25/2036 (a)(i)	4,163	727
7.000% due 12/25/2023 (i)	179	210
7.046% due 02/25/2037 (a)(i)	823	132
7.500% due 06/01/2032	47	51
7.800% due 06/25/2026	7	7
9.635% due 12/25/2042	119	137
13.984% due 08/25/2022 (i)	266	348
Freddie Mac		
0.884% due 10/25/2020 (a)(i)	10,865	407
1.585% due 12/25/2021 (a)(i)	11,655	951
1.638% due 01/25/2019 (a)(i)	14,751	833
1.670% due 03/25/2019 (a)(i)	14,690	865
1.910% due 05/25/2019 (a)(i)	12,810	894
6.286% due 03/15/2037 (a)(i)	1,393	197
6.416% due 09/15/2036 (a)(i)	925	136
6.426% due 09/15/2036 (a)(i)	1,973	296
7.000% due 08/15/2023	11	12
Total U.S. Government Agencies (Cost \$24,345)		24,408

30 PIMCO CLOSED-END FUNDS

See Accompanying Notes

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	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
U.S. TREASURY OBLIGATIONS 0.7%		
U.S. Treasury Notes		
1.500% due 08/31/2018 (k)	\$ 1,000	\$ 1,000
Total U.S. Treasury Obligations (Cost \$1,002)		1,000
MORTGAGE-BACKED SECURITIES 65.5%		
Banc of America Alternative Loan Trust		
16.600% due 09/25/2035 (i)	3,451	4,304
Banc of America Funding Trust		
0.374% due 07/20/2036	180	168
2.603% due 12/20/2034	751	639
2.621% due 03/20/2036	1,228	1,137
5.846% due 01/25/2037 ^	428	350
Banc of America Mortgage Trust		
6.000% due 07/25/2046 ^	5	5
Banc of America/Merrill Lynch Commercial Mortgage, Inc.		
5.915% due 03/11/2041	2,000	2,000
BCAP LLC Trust		
6.250% due 11/26/2036	756	782
BCRR Trust		
5.858% due 07/17/2040 (i)	3,000	3,270
Bear Stearns Adjustable Rate Mortgage Trust		
2.521% due 07/25/2036	559	468
2.654% due 03/25/2035	336	330
2.790% due 02/25/2034	789	780
Bear Stearns ALT-A Trust		
2.466% due 04/25/2035	498	437
2.613% due 11/25/2035 ^	189	149
2.617% due 09/25/2035	299	262
Bear Stearns Commercial Mortgage Securities Trust		
5.694% due 06/11/2050 (i)	1,000	1,094
5.888% due 02/11/2041	1,000	1,031
Bear Stearns Structured Products, Inc.		
2.509% due 01/26/2036	1,461	1,159
2.555% due 12/26/2046	489	377
CBA Commercial Small Balance Commercial Mortgage		
5.540% due 01/25/2039 ^	923	606
Celtic Residential Irish Mortgage Securitisation PLC		
0.247% due 11/13/2047	EUR 2,422	2,884
0.823% due 12/14/2048	GBP 2,136	3,203
Charlotte Gateway Village LLC		
6.410% due 12/01/2016	\$ 543	575
Chevy Chase Funding LLC Mortgage-Backed Certificates		
0.455% due 08/25/2035	234	217
0.495% due 10/25/2034	16	14
Citigroup Mortgage Loan Trust, Inc.		
2.777% due 03/25/2037 ^	897	680
Commercial Mortgage Trust		
0.203% due 10/10/2046 (a)	77,000	957
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
2.078% due 08/15/2045 (a)(i)	\$ 9,011	\$ 925
6.092% due 07/10/2046	760	840

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Countrywide Alternative Loan Trust		
0.364% due 05/20/2046 (i)	1,381	1,040
0.395% due 12/25/2046 ^	181	113
0.485% due 10/25/2035 (i)	1,586	1,348
0.505% due 05/25/2036 ^(i)	2,854	1,798
2.665% due 02/25/2037 ^	403	361
5.264% due 10/25/2035 ^	366	307
5.500% due 08/25/2034 (i)	910	912
5.500% due 02/25/2036 ^	48	43
5.500% due 03/25/2036	858	718
6.000% due 05/25/2037 ^	1,047	865
6.250% due 09/25/2034	131	137
6.996% due 07/25/2036 (a)	1,993	572
19.375% due 07/25/2035	1,942	2,693
Countrywide Home Loan Mortgage Pass-Through Trust		
0.395% due 03/25/2036	305	272
0.475% due 03/25/2035 (i)	1,857	1,785
0.545% due 02/25/2035	206	160
2.313% due 02/20/2036	2,254	831
2.388% due 10/20/2035 ^	246	197
2.392% due 10/20/2035 ^	414	373
2.624% due 08/25/2034	481	450
2.912% due 03/25/2037 ^	523	395
5.011% due 10/20/2035	854	723
5.500% due 08/25/2035 ^	68	65
Credit Suisse Commercial Mortgage Trust		
6.173% due 02/15/2041 (i)	2,000	2,215
Credit Suisse Mortgage Capital Certificates		
5.467% due 09/16/2039	900	958
Credit Suisse Mortgage Capital Mortgage-Backed Trust		
6.000% due 11/25/2036	368	376
First Horizon Alternative Mortgage Securities Trust		
2.196% due 11/25/2036 ^	736	561
First Horizon Mortgage Pass-Through Trust		
2.542% due 01/25/2037 ^(i)	1,561	1,366
GE Capital Commercial Mortgage Corp.		
5.378% due 05/10/2043 (i)	1,000	1,014
GMAC Mortgage Corp. Loan Trust		
3.277% due 06/25/2034	167	163
GS Mortgage Securities Trust		
6.166% due 08/10/2043	730	800
GSR Mortgage Loan Trust		
2.634% due 05/25/2035	291	266
2.660% due 09/25/2035	220	222
2.782% due 04/25/2035	504	495
5.500% due 06/25/2036 ^	186	174
HarborView Mortgage Loan Trust		
0.453% due 04/19/2034	38	36
2.205% due 11/19/2034	171	140
2.695% due 02/25/2036 ^	73	59

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	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
4.591% due 06/19/2036 ^	\$ 700	\$ 509
4.865% due 08/19/2036 ^	43	39
HSI Asset Loan Obligation Trust		
2.636% due 01/25/2037 ^	689	563
Impac CMB Trust		
0.795% due 10/25/2033	2	2
IndyMac Mortgage Loan Trust		
0.425% due 06/25/2037 ^(i)	2,221	1,475
0.435% due 03/25/2035	67	61
2.346% due 06/25/2037 ^	895	596
JPMBB Commercial Mortgage Securities Trust		
0.324% due 11/15/2045 (a)(i)	76,047	1,630
JPMorgan Chase Commercial Mortgage Securities Trust		
5.751% due 05/15/2041	1,500	1,562
JPMorgan Mortgage Trust		
2.611% due 04/25/2037 ^(i)	1,565	1,266
2.708% due 05/25/2036	454	408
5.500% due 01/25/2036 ^	122	117
5.500% due 06/25/2037 ^	106	103
Legg Mason Mortgage Capital Corp.		
7.110% due 03/10/2021 (g)	2,258	2,275
Luminent Mortgage Trust		
0.325% due 12/25/2036 (i)	1,103	901
0.355% due 10/25/2046 (i)	1,051	915
MASTR Adjustable Rate Mortgages Trust		
2.568% due 11/25/2035 ^	1,256	929
3.018% due 10/25/2034	341	302
Merrill Lynch Alternative Note Asset Trust		
0.225% due 01/25/2037	347	162
Merrill Lynch Mortgage Investors Trust		
1.572% due 10/25/2035	187	185
Merrill Lynch/Countrywide Commercial Mortgage Trust		
5.378% due 08/12/2048 (i)	970	1,038
Morgan Stanley Capital Trust		
5.379% due 08/13/2042	100	98
5.569% due 12/15/2044 (i)	1,415	1,513
Morgan Stanley Re-REMIC Trust		
0.000% due 07/17/2056 (b)	242	241
Opteum Mortgage Acceptance Corp. Trust		
0.425% due 07/25/2036	410	288
Prime Mortgage Trust		
6.396% due 11/25/2036 (a)	10,109	1,346
Provident Funding Mortgage Loan Trust		
2.460% due 10/25/2035	171	172
RBSSP Resecuritization Trust		
5.000% due 09/26/2036	2,543	1,478
Residential Accredited Loans, Inc. Trust		
3.112% due 12/26/2034	508	413
3.743% due 01/25/2036 ^(i)	1,325	1,079
6.000% due 09/25/2035	709	574
6.000% due 08/25/2036 ^	531	429
	PRINCIPAL AMOUNT	MARKET VALUE

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	(000S)	(000S)
Residential Asset Mortgage Products Trust		
7.500% due 12/25/2031	\$ 145	\$ 153
Royal Bank of Scotland Capital Funding Trust		
6.068% due 02/17/2051 (i)	3,000	3,002
Structured Adjustable Rate Mortgage Loan Trust		
1.518% due 05/25/2035 (i)	3,327	2,413
2.542% due 09/25/2036 ^	475	300
2.618% due 09/25/2035	147	127
4.714% due 11/25/2036 ^	454	410
4.800% due 04/25/2036 ^	749	587
5.087% due 01/25/2036 ^	647	495
Structured Asset Mortgage Investments Trust		
0.385% due 02/25/2036	589	486
0.435% due 02/25/2036	506	407
Suntrust Adjustable Rate Mortgage Loan Trust		
2.644% due 01/25/2037 ^	251	242
Wachovia Bank Commercial Mortgage Trust		
4.982% due 02/15/2035	253	254
5.362% due 01/15/2041	1,500	1,500
6.140% due 02/15/2051 (i)	2,500	2,747
WaMu Commercial Mortgage Securities Trust		
5.849% due 03/23/2045 (i)	1,000	1,022
WaMu Mortgage Pass-Through Certificates Trust		
0.445% due 07/25/2045	182	175
0.845% due 01/25/2047	171	162
2.203% due 12/25/2036 ^	792	720
2.375% due 02/25/2037 ^	645	573
4.531% due 04/25/2037	145	4
4.623% due 07/25/2037 ^	231	218
Washington Mutual Mortgage Pass-Through Certificates Trust		
0.885% due 04/25/2047 ^	2,101	350
Wells Fargo Mortgage-Backed Securities Trust		
6.000% due 03/25/2037 ^	670	659
Wells Fargo-RBS Commercial Mortgage Trust		
0.510% due 12/15/2046 (a)	30,000	850
2.166% due 11/15/2044 (a)(i)	9,530	887
Total Mortgage-Backed Securities		
(Cost \$73,880)		96,058
ASSET-BACKED SECURITIES 10.0%		
Ameriquest Mortgage Securities, Inc. Asset-Backed Pass-Through Certificates		
5.780% due 02/25/2033 ^	12	0
Bayview Financial Asset Trust		
1.105% due 12/25/2039	284	269
Bear Stearns Asset-Backed Securities Trust		
6.500% due 08/25/2036	845	588
22.985% due 03/25/2036 (i)	2,403	2,733
Bombardier Capital Mortgage Securitization Corp.		
7.830% due 06/15/2030	1,469	893
Carrington Mortgage Loan Trust		
0.305% due 08/25/2036	100	63

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	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Centex Home Equity Loan Trust		
0.605% due 06/25/2035	\$ 236	\$ 203
Citigroup Mortgage Loan Trust, Inc.		
0.315% due 01/25/2037	272	181
5.972% due 01/25/2037	845	525
Conseco Finance Securitizations Corp.		
7.960% due 05/01/2031	479	386
Countrywide Asset-Backed Certificates		
0.305% due 01/25/2037	200	190
0.705% due 09/25/2034	145	139
Denver Arena Trust		
6.940% due 11/15/2019	63	63
EMC Mortgage Loan Trust		
1.095% due 05/25/2039	759	730
Lehman XS Trust		
5.133% due 05/25/2037 ^	487	555
5.420% due 11/25/2035	470	472
MASTR Asset-Backed Securities Trust		
5.233% due 11/25/2035	265	271
Morgan Stanley ABS Capital, Inc. Trust		
0.215% due 05/25/2037	170	115
Quest Trust		
0.275% due 08/25/2036	15	15
Residential Asset Mortgage Products Trust		
0.835% due 03/25/2033	77	69
5.572% due 06/25/2032	110	111
Soundview Home Loan Trust		
0.215% due 11/25/2036	229	93
South Coast Funding Ltd.		
0.493% due 01/06/2041	17,227	4,892
Structured Asset Securities Corp. Mortgage Loan Trust		
0.305% due 05/25/2036	546	524
0.455% due 06/25/2035	679	594
Washington Mutual Asset-Backed Certificates Trust		
0.215% due 10/25/2036	130	67
Total Asset-Backed Securities (Cost \$12,679)		14,741
SOVEREIGN ISSUES 0.2%		
Costa Rica Government International Bond		
7.000% due 04/04/2044	300	302
Total Sovereign Issues (Cost \$300)		302
	SHARES	
WARRANTS 0.0%		
INDUSTRIALS 0.0%		
Alion Science and Technology Corp. - Exp. 03/15/2017	1,975	0
Total Warrants (Cost \$0)		0
	SHARES	MARKET VALUE

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(000S)

PREFERRED SECURITIES 1.5%

BANKING & FINANCE 0.3%

AgriBank FCB

6.875% due 01/01/2024 (f)	4,000	\$	427
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UTILITIES 1.2%

Entergy Arkansas, Inc.

4.750% due 06/01/2063	20,550		451
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Entergy Louisiana LLC

4.700% due 06/01/2063	4,725		103
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SCE Trust

5.625% due 06/15/2017 (f)	51,375		1,207
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1,761

Total Preferred Securities (Cost \$2,011)

2,188

**PRINCIPAL
AMOUNT
(000S)**

SHORT-TERM INSTRUMENTS 27.8%

REPURCHASE AGREEMENTS (h) 5.4%

7,900

SHORT-TERM NOTES 0.1%

Fannie Mae

0.142% due 06/01/2015	\$	100	100
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U.S. TREASURY BILLS 22.3%

0.043% due 11/20/2014 - 02/26/2015 (e)(i)(k)(m)	32,698		32,696
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Total Short-Term Instruments

(Cost \$40,693)

40,696

Total Investments in Securities

(Cost \$225,960)

250,993

Total Investments 171.1%

(Cost \$225,960)

\$ 250,993

Financial Derivative

Instruments (j)(l) (1.4%)

(Cost or Premiums, net \$(3,239))

(2,025)

Other Assets and Liabilities,

net (69.7%)

(102,307)

Net Assets Applicable to

Common Shareholders 100.0%

\$ 146,661

See Accompanying Notes

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Table of Contents**Schedule of Investments PIMCO Global StocksPLUS® & Income Fund (Cont.)****NOTES TO SCHEDULE OF INVESTMENTS (AMOUNTS IN THOUSANDS*, EXCEPT NUMBER OF CONTRACTS, SHARES, AND UNITS):**

* A zero balance may reflect actual amounts rounding to less than one thousand.

^ Security is in default.

(a) Interest only security.

(b) Principal only security.

(c) When-issued security.

(d) Payment in-kind bond security.

(e) Coupon represents a weighted average yield to maturity.

(f) Perpetual maturity; date shown, if applicable, represents next contractual call date.

(g) RESTRICTED SECURITIES:

Issuer Description	Coupon	Maturity Date	Acquisition Date	Cost	Market Value	Market Value as Percentage of Net Assets
KGH Intermediate Holdco LLC	7.734% - 8.500%	08/07/2019 - 08/08/2019	08/07/2014	\$ 1,863	\$ 1,900	1.30%
Legg Mason Mortgage Capital Corp.	7.110%	03/10/2021	01/29/2013	2,177	2,275	1.55%
Pinnacol Assurance	8.625%	06/25/2034	06/23/2014	1,100	1,116	0.76%
				\$ 5,140	\$ 5,291	3.61%

BORROWINGS AND OTHER FINANCING TRANSACTIONS**(h) REPURCHASE AGREEMENTS:**

Counterparty	Lending Rate	Settlement Date	Maturity Date	Principal Amount	Collateralized By	Collateral Received, at Value	Repurchase Agreements, at Value	Repurchase Agreement Proceeds to be Received ⁽¹⁾
RDR	0.000%	09/30/2014	10/01/2014	\$ 7,900	U.S. Treasury Notes 1.250% due 10/31/2018	\$ (8,061)	\$ 7,900	\$ 7,900
Total Repurchase Agreements						\$ (8,061)	\$ 7,900	\$ 7,900

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⁽¹⁾Includes accrued interest.

REVERSE REPURCHASE AGREEMENTS:

Counterparty	Borrowing Rate	Borrowing Date	Maturity Date	Amount Borrowed ⁽²⁾	Payable for Reverse Repurchase Agreements
BCY	(2.000%)	08/20/2014	08/19/2016	\$ (2,616)	\$ (2,610)
	0.300%	09/29/2014	10/14/2014	(3,203)	(3,203)
	0.500%	07/24/2014	10/22/2014	(1,434)	(1,435)
	0.500%	07/25/2014	10/28/2014	(2,342)	(2,344)
	0.500%	09/23/2014	10/28/2014	(571)	(571)
	0.650%	07/21/2014	10/21/2014	(7,035)	(7,044)
	0.650%	07/24/2014	10/22/2014	(3,011)	(3,015)
	0.650%	08/08/2014	10/22/2014	(676)	(677)
	0.650%	08/08/2014	11/10/2014	(2,084)	(2,086)
	0.650%	09/15/2014	10/15/2014	(423)	(423)
	0.730%	09/04/2014	12/04/2014	(1,118)	(1,119)
	0.733%	07/24/2014	10/22/2014	(1,821)	(1,824)

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(Unaudited) September 30, 2014

Counterparty	Borrowing Rate	Borrowing Date	Maturity Date	Amount Borrowed ⁽²⁾	Payable for Reverse Repurchase Agreements
	0.750%	09/15/2014	12/15/2014	\$ (3,194)	\$ (3,195)
	0.750%	09/18/2014	12/18/2014	(1,048)	(1,048)
	1.382%	07/07/2014	10/07/2014	(4,033)	(4,046)
	1.383%	07/24/2014	10/22/2014	(4,874)	(4,887)
	1.383%	09/04/2014	12/04/2014	(2,261)	(2,263)
	1.384%	07/29/2014	10/28/2014	(1,075)	(1,078)
	1.385%	08/11/2014	11/12/2014	(2,582)	(2,587)
	1.430%	09/29/2014	03/27/2015	(2,050)	(2,050)
BRC	0.450%	09/18/2014	10/17/2014	EUR (973)	(1,229)
CFR	0.900%	09/29/2014	10/30/2014	GBP (99)	(160)
DEU	(0.750%)	09/29/2014	09/26/2016	\$ (1,006)	(1,006)
	0.520%	08/27/2014	12/01/2014	(4,835)	(4,837)
	0.550%	09/08/2014	10/02/2014	(1,003)	(1,003)
	0.550%	09/09/2014	12/09/2014	(1,454)	(1,455)
	0.590%	07/10/2014	10/08/2014	(144)	(144)
	0.590%	07/29/2014	10/29/2014	(732)	(733)
	0.590%	08/05/2014	11/06/2014	(1,612)	(1,614)
	0.590%	09/24/2014	10/29/2014	(191)	(191)
	0.650%	09/17/2014	12/16/2014	(2,161)	(2,162)
	0.750%	10/02/2014	01/02/2015	(992)	(992)
MSC	1.150%	08/06/2014	11/06/2014	(4,719)	(4,727)
	1.300%	09/18/2014	03/18/2015	(4,055)	(4,057)
	1.300%	09/23/2014	03/20/2015	(871)	(871)
RDR	0.600%	07/29/2014	10/29/2014	(2,114)	(2,116)
	0.420%	09/04/2014	12/04/2014	(3,099)	(3,100)
	0.550%	09/29/2014	12/04/2014	(1,692)	(1,692)
	0.930%	08/22/2014	11/24/2014	(4,440)	(4,445)
	1.230%	07/11/2014	10/14/2014	(1,366)	(1,370)
	1.330%	07/01/2014	01/02/2015	(1,718)	(1,724)
	1.330%	09/29/2014	03/30/2015	(765)	(765)
RYL	0.750%	09/05/2014	10/06/2014	GBP (1,048)	(1,700)
UBS	0.550%	09/24/2014	11/24/2014	\$ (1,110)	(1,110)
Total Reverse Repurchase Agreements					\$ (90,708)

⁽²⁾The average amount of borrowings while outstanding during the period ended September 30, 2014 was \$82,887 at a weighted average interest rate of 0.734%.

BORROWINGS AND OTHER FINANCING TRANSACTIONS SUMMARY

The following is a summary by counterparty of the market value of Borrowings and Other Financing Transactions and collateral (received)/pledged as of September 30, 2014:

(i) Securities with an aggregate market value of \$105,328 and cash of \$443 have been pledged as collateral under the terms of the following master agreements as of September 30, 2014.

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Counterparty	Repurchase Agreement Proceeds to be Received	Payable for Reverse Repurchase Agreements	Payable for Sale-Buyback Transactions	Payable for Short Sales	Total Borrowings and Other Financing Transactions	Collateral Pledged	Net Exposure ⁽³⁾
Global/Master Repurchase Agreement							
BCY	\$ 0	\$ (47,505)	\$ 0	\$ 0	\$ (47,505)	\$ 57,310	\$ 9,805
BRC	0	(1,229)	0	0	(1,229)	1,505	276
CFR	0	(160)	0	0	(160)	171	11
DEU	0	(14,137)	0	0	(14,137)	14,808	671
MSC	0	(9,655)	0	0	(9,655)	11,461	1,806
RDR	7,900	(15,212)	0	0	(7,312)	9,259	1,947

See Accompanying Notes

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Counterparty	Repurchase Agreement Proceeds to be Received	Payable for Reverse Repurchase Agreements	Payable for Sale-Buyback Transactions	Payable for Short Sales	Total Borrowings and Other Financing Transactions	Collateral Pledged	Net Exposure ⁽³⁾
RYL	\$ 0	\$ (1,700)	\$ 0	\$ 0	\$ (1,700)	\$ 1,842	\$ 142
UBS	0	(1,110)	0	0	(1,110)	1,355	245
Total Borrowings and Other Financing Transactions	\$ 7,900	\$ (90,708)	\$ 0	\$ 0			

⁽³⁾Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from borrowings and other financing transactions can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

(j) FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED**PURCHASED OPTIONS:****OPTIONS ON EXCHANGE-TRADED FUTURES CONTRACTS**

Description	Strike Price	Expiration Date	# of Contracts	Cost	Market Value
Put - CME S&P 500 Index October Futures	1,900.000	10/17/2014	133	\$ 133	\$ 280
Total Purchased Options				\$ 133	\$ 280

WRITTEN OPTIONS:**OPTIONS ON EXCHANGE-TRADED FUTURES CONTRACTS**

Description	Strike Price	Expiration Date	# of Contracts	Premiums (Received)	Market Value
Call - CME S&P 500 Index October Futures	2,000.000	10/17/2014	133	\$ (741)	\$ (233)

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Total Written Options \$ (741) \$ (233)

FUTURES CONTRACTS:

Description	Type	Expiration Month	# of Contracts	Unrealized (Depreciation)	Variation Margin Asset	Variation Margin Liability
E-mini S&P 500 Index December Futures	Long	12/2014	111	\$ (146)	\$ 0	\$ (22)
S&P 500 Index December Futures	Long	12/2014	122	(800)	0	(122)
Total Futures Contracts				\$ (946)	\$ 0	\$ (144)

SWAP AGREEMENTS:

INTEREST RATE SWAPS

Pay/Receive	Floating Rate	Floating Rate Index	Fixed Rate	Maturity Date	Notional Amount	Market Value	Unrealized Appreciation/ (Depreciation)	Variation Margin Asset	Variation Margin Liability
Pay	3-Month	CAD-Bank Bill	3.300%	06/19/2024	CAD 4,900	\$ 302	\$ 75	\$ 6	\$ 0
Receive	3-Month	CAD-Bank Bill	3.500%	06/20/2044	2,100	(153)	(78)	0	(6)
Pay	3-Month	USD-LIBOR	2.750%	06/19/2023	\$ 345,000	8,575	5,726	0	(370)
Pay	3-Month	USD-LIBOR	3.000%	06/18/2024	12,000	496	118	0	(16)
Receive	3-Month	USD-LIBOR	3.000%	12/17/2024	382,800	(9,354)	(7,122)	573	0
						\$ (134)	\$ (1,281)	\$ 579	\$ (392)
Total Swap Agreements						\$ (134)	\$ (1,281)	\$ 579	\$ (392)

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FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED SUMMARY

The following is a summary of the market value and variation margin of Exchange-Traded or Centrally Cleared Financial Derivative Instruments as of September 30, 2014:

(k) Securities with an aggregate market value of \$29,055 and cash of \$106 have been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of September 30, 2014. See Note 7, Principal Risks, in the Notes to Financial Statements for more information regarding master netting arrangements.

	Financial Derivative Assets Variation Margin				Financial Derivative Liabilities Variation Margin			
	Market Value		Asset		Market Value		Liability	
	Purchased	Futures	Swap	Total	Written	Futures	Swap	Total
Total Exchange-Traded or Centrally Cleared	\$ 280	\$ 0	\$ 579	\$ 859	\$ (233)	\$ (144)	\$ (392)	\$ (769)

(l) FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER**FORWARD FOREIGN CURRENCY CONTRACTS:**

Counterparty	Settlement Month	Currency to be Delivered		Currency to be Received	Unrealized Appreciation/ (Depreciation)		
		Asset	Liability		Asset	Liability	
BOA	10/2014	EUR	966	\$	1,250	\$ 30	\$ 0
	10/2014	HKD	116		15	0	0
	10/2014	\$	5,917	GBP	3,618	0	(52)
	11/2014	GBP	3,618	\$	5,915	52	0
	11/2014	SGD	38		30	1	0
BPS	10/2014	BRL	382		168	12	0
	10/2014	\$	156	BRL	382	0	0
BRC	10/2014	GBP	526	\$	858	7	0
	11/2014	SEK	832		121	6	0
CBK	10/2014	AUD	16		15	1	0
	10/2014	CAD	51		46	1	0
	10/2014	EUR	4,335		5,715	240	0
	10/2014	HKD	349		45	0	0
	10/2014	\$	177	GBP	108	0	(2)
10/2014		287	JPY	30,781	0	(6)	

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	11/2014	CHF	123	\$	136	7	0
	11/2014	GBP	98		160	1	0
	11/2014	NOK	185		30	1	0
DUB	10/2014	EUR	81		107	4	0
FBF	10/2014	GBP	28		46	1	0
GLM	10/2014	AUD	34		30	0	0
	10/2014	BRL	34		15	1	0
	10/2014	JPY	83,179		799	41	0
	10/2014	\$	196	AUD	217	0	(6)
	10/2014		14	BRL	34	0	0
	10/2014		544	EUR	420	0	(14)
	11/2014	AUD	17	\$	15	0	0
	11/2014	CHF	27		30	1	0
	11/2014	DKK	336		60	3	0
	11/2014	\$	196	CHF	183	0	(4)

See Accompanying Notes

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Counterparty	Settlement Month	Currency to be Delivered		Currency to be Received		Unrealized Appreciation/ (Depreciation)			
				Asset	Liability				
HUS	10/2014	AUD	345	\$	322	\$	20	\$	0
JPM	10/2014		16		15		1		0
	10/2014	GBP	28		46		1		0
	10/2014	HKD	481		62		0		0
	10/2014	JPY	4,675		45		2		0
	10/2014	\$	1,261	EUR	972		0		(33)
	10/2014		482	GBP	297		0		(1)
	10/2014		524	JPY	57,072		0		(4)
	11/2014	CHF	27	\$	30		1		0
	11/2014	EUR	35		45		0		0
	11/2014	GBP	27		44		0		0
	11/2014	JPY	57,072		524		4		0
MSB	10/2014	BRL	379		166		11		0
	10/2014	GBP	3,442		5,708		129		0
	10/2014	\$	155	BRL	379		0		0
	11/2014	SGD	19	\$	15		0		0
UAG	10/2014	BRL	796		325		0		0
	10/2014	\$	339	BRL	796		0		(14)
	10/2014		5,104	EUR	3,991		0		(64)
	11/2014	BRL	796	\$	336		13		0
	11/2014	CHF	164		182		10		0
	11/2014	EUR	3,991		5,105		64		0
Total Forward Foreign Currency Contracts						\$	666	\$	(200)

WRITTEN OPTIONS:**TRANSACTIONS IN WRITTEN CALL AND PUT OPTIONS FOR THE PERIOD ENDED SEPTEMBER 30, 2014:**

	# of Contracts	Premiums
Balance at Beginning of Period	149	\$ (875)
Sales	858	(4,823)
Closing Buys	(732)	4,237
Expirations	(142)	720
Exercised	0	0
Balance at End of Period	133	\$ (741)

SWAP AGREEMENTS:

CREDIT DEFAULT SWAPS ON ASSET-BACKED SECURITIES - BUY PROTECTION ⁽¹⁾

Counterparty	Reference Obligation	Fixed Deal (Pay) Rate	Maturity Date	Notional Amount ⁽³⁾	Premiums Paid/(Received)	Unrealized Appreciation	Swap Agreements, at Value ⁽⁴⁾	
							Asset	Liability
GST	Commercial Industrial Finance Corp. Ltd. 3-Month USD-LIBOR plus 4.000% due 10/20/2020	(4.500%)	10/20/2020	\$ 478	\$ 0	\$ 5	\$ 5	\$ 0
	Telos CLO Ltd. 3-Month USD-LIBOR plus 4.250% due 10/11/2021	(5.000%)	10/11/2021	1,500	0	31	31	0
					\$ 0	\$ 36	\$ 36	\$ 0

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CREDIT DEFAULT SWAPS ON ASSET-BACKED SECURITIES - SELL PROTECTION ⁽²⁾

Counterparty	Reference Obligation	Fixed Deal Receive Rate	Maturity Date	Notional Amount ⁽³⁾	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value ⁽⁴⁾	
							Asset	Liability
BOA	Long Beach Mortgage Loan Trust 1-Month USD-LIBOR plus 5.250% due 07/25/2033	6.250%	07/25/2033	\$ 451	\$ 0	\$ (198)	\$ 0	\$ (198)
MYC	Morgan Stanley Dean Witter Capital 1-Month USD-LIBOR plus 3.225% due 08/25/2032	3.225%	08/25/2032	156	(3)	4	1	0
					\$ (3)	\$ (194)	\$ 1	\$ (198)

CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION ⁽²⁾

Counterparty	Index/Tranches	Fixed Deal Receive Rate	Maturity Date	Notional Amount ⁽³⁾	Premiums (Received)	Unrealized Appreciation	Swap Agreements, at Value ⁽⁴⁾	
							Asset	Liability
RYL	ABX.HE.AA.6-1 Index	0.320%	07/25/2045	\$ 2,975	\$ (1,751)	\$ 1,095	\$ 0	\$ (656)
	ABX.HE.PENAAA.7-1 Index	0.090%	08/25/2037	2,459	(1,217)	652	0	(565)
					\$ (2,968)	\$ 1,747	\$ 0	\$ (1,221)

(1) If the Fund is a buyer of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) receive from the seller of protection an amount equal to the notional amount of the swap and deliver the referenced obligation or underlying securities comprising the referenced index or (ii) receive a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

(2) If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

(3) The maximum potential amount the Fund could be required to pay 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.

(4) The prices and resulting values for credit default swap agreements on asset-backed securities and credit indices serve as an indicator of the current status 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 be 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 indices' credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

INTEREST RATE SWAPS

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Counterparty	Pay/ Receive Floating Rate	Floating Rate Index	Fixed Rate	Maturity Date	Notional Amount	Premiums Paid	Unrealized (Depreciation)	Swap Agreements, at Value	
								Asset	Liability
BPS	Pay	1-Year BRL-CDI	12.055%	01/04/2021	BRL 3,600	\$ 10	\$ (6)	\$ 4	\$ 0