

PIMCO HIGH INCOME FUND
Form N-CSR
June 03, 2013

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 811-21311

PIMCO High Income Fund
(Exact name of registrant as specified in charter)

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

10019
(Zip code)

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

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

Date of fiscal year March 31, 2013
end:

Date of reporting period: March 31, 2013

ITEM 1. Report to Shareholders

March 31, 2013

PIMCO Dynamic Income Fund

PIMCO Global StocksPLUS® & Income Fund

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Dear Shareholder:

US stock markets surged to all-time highs during the fiscal twelve-month reporting period ended March 31, 2013, capping a dramatic comeback from the lows of March 2009. The market rally over the past four years has been, in both nominal and real terms, the fifth largest since 1940. It is notable that these gains have come despite the steady headwinds that continue to challenge the world's three largest economies, the US, the European Union (E.U.) and China.

For the reporting period ended March 31, 2013

- PIMCO Dynamic Income Fund returned 40.17% on net asset value (NAV) and 35.21% on market price since its inception, on May 30, 2012. Hans W. Kertess
Chairman
- PIMCO Global StocksPLUS® & Income Fund returned 35.36% on NAV and 21.57% on market price.
- PIMCO High Income Fund returned 31.32% on NAV and 8.53% on market price.

Brian S. Shlissel
President & CEO

The Standard & Poor's 500 (S&P 500) Index, a proxy for the US stock market, advanced 13.96%, the MSCI Europe, Australasia and Far East Index (EAFE) returned 11.25% in US dollar terms, and the BofA Merrill Lynch US High Yield Master II Index increased 13.11% for the year ended March 31, 2013. The broad bond market, as measured by the Barclays US Aggregate Index, rose 3.77% while the Barclays US Treasury Bond Index returned 0.14% during the reporting period.

The US economy advanced during the reporting period, albeit modestly and erratically. As the year began, US 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, was growing at a 2.0% annual rate. Growth eased to a 1.3% pace during the second quarter of 2012, before accelerating to an annual rate of 3.1% during the third quarter of 2012. GDP growth slowed to a 0.4% pace during the fourth quarter of 2012, which the government indicated was due to a drop in defense spending.

During the same period, the E.U.'s recession deepened. GDP in the 17-nation euro zone contracted every quarter in 2012, with the fourth quarter's pace of -0.60% the steepest of all. The E.U.'s economy has contracted for five consecutive quarters. Unemployment in the E.U. reached 12% for the first time since the currency was launched in 1999.

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The European Central Bank (E.C.B.), under the leadership of President Mario Draghi, announced a massive bond-buying program. In unveiling the measure, Draghi indicated that the E.C.B. would do whatever it takes to preserve the euro. These comments helped to lower borrowing costs for nations struggling with sovereign debt woes, such as Greece, while easing concerns that a nation may exit the E.U.

In China, growth accelerated for the first time in two years, as GDP growth reached a 7.9% pace, an increase from 7.4% during the third quarter of 2012. However, GDP then eased to a 7.7% annual rate as the period drew to a close in the first quarter of 2013.

The Road Ahead

The International Monetary Fund (IMF) predicts that, as a result of the automatic budget reductions that the US government began making in March 2013 US GDP will expand at a 1.7% pace in 2013, down from a previous estimate of 2.0%. The IMF also predicts the E.U.'s downturn will continue, forecasting a -0.2% contraction in the euro-zone's GDP for 2013. Given the interconnection of the US, European and Chinese economies, economic issues experienced in one of these economies are likely to impact the other economies.

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

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

We remain dedicated to serving your investment needs.

Sincerely,

Hans W. Kertess
Chairman of the Board of Trustees

Brian S. Shlissel
President & Chief Executive Officer

PIMCO Dynamic Income Fund Fund Insights

March 31, 2013 (unaudited)

For the period from its inception on May 30, 2012 through March 31, 2013 (the reporting period), PIMCO Dynamic Income Fund (the Fund) returned 40.17% on net asset value (NAV) and 35.21% on market price.

A number of macro issues caused the financial markets to experience periods of volatility during the reporting period. These included a continuation of the European sovereign debt crisis, slower global economic growth, the US fiscal cliff and sequestration. Against this backdrop, there were periods of heightened risk aversion. Despite these issues, investors who assumed greater risk were rewarded. The overall US fixed income market, as measured by the Barclays US Aggregate Bond Index, returned 3.77% during the reporting period. The yield curve steepened over the reporting period, as short-term yields declined slightly, whereas longer-term yields moved higher.

Spread sectors (non-Treasuries) generally outperformed equal-duration Treasuries as investors looked for yield in the low interest rate environment. For instance, emerging market debt advanced 10.44% during the reporting period, as measured by the JPMorgan EMBI Global Index. The global high yield corporate bond market, as measured by the Barclays Global High Yield Index, returned 12.98%, compared to the global credit market advance of 6.69%, as measured by the Barclays Global Credit Index.

Sector positioning produces positive results

The Fund posted strong absolute and relative returns during the reporting period. An allocation to non-agency mortgage-backed securities helped results, as these bonds outperformed the broader market, supported by positive supply/demand technicals. The Fund's exposure to high yield corporate bonds was beneficial, as their spreads tightened during the reporting period. An emphasis on banking enhanced results as these issues outperformed the broader market. A short duration aided the Fund's performance as intermediate- and longer-term rates moved higher during the reporting period.

There were no significant detractors from performance during the reporting period.

PIMCO Global StocksPLUS® & Income Fund Fund Insights

March 31, 2013 (unaudited)

For the 12-month period ended March 31, 2013, PIMCO Global StocksPLUS® & Income Fund (the Fund) returned 35.36% on net asset value (NAV) and 21.57% on market price.

A number of macro issues caused the global financial markets to experience periods of volatility during the reporting period. These included a continuation of the European sovereign debt crisis, slower global economic growth, the US fiscal cliff and sequestration. Despite these issues, investors who assumed greater risk were rewarded during the reporting period.

The global developed equity markets produced strong results during the 12 months ended March 31, 2013. Over this period, the US stock market returned 13.96%, as measured by the S&P 500 Index (the S&P 500). The S&P 500 fell sharply during the first two months of the period, as investor risk aversion heightened due to fears of contagion from the European sovereign debt crisis and weaker than expected economic data in the US. The S&P 500 then moved higher during nine of the next ten months and, on the last trading day of March 2013, reached an all-time high. Supporting the market over that period were generally robust investor demand, corporate profits that often exceeded expectations and ongoing policy accommodation by the Federal Reserve. International developed equities, as measured by the MSCI EAFE Index, also posted a double-digit return, although they lagged the S&P 500. All told, international developed equities returned 11.25% (as measured by the MSCI EAFE Index) for the 12 months ended March 31, 2013.

US Treasury yields fluctuated during the reporting period, but moved lower during the 12 months ended March 31, 2013. Yields generally moved lower over the first five months of the period given mixed economic data and periods of risk aversion. In late July 2012, the yield on the 10-year Treasury reached an all-time low. Subsequently, yields typically moved higher as the US economy continued to expand and ongoing policy accommodation triggered expectations for future inflation. The yield curve flattened during the 12 months ended March 31, 2013, as longer-term yields fell more than their short-term counterparts. The spread sectors (non-Treasuries) generally

PIMCO Global StocksPLUS® & Income Fund Fund Insights

March 31, 2013 (unaudited) (continued)

outperformed equal-duration Treasuries during the period as investors looked for yield in the low interest rate environment.

Equity exposure produces generally positive results

Performance benefited from an average 52% exposure to US equities during the reporting period through S&P 500 futures contracts along with a defensive option strategy that sought to generate income and limit losses. The Fund utilized total return swaps to gain access to the MSCI EAFE Index. The Fund's average exposure to foreign stocks was 48% during the reporting period. This was beneficial to performance given the strong results from international developed equities.

The Fund's defensive option strategy detracted from performance due to the exercise of written call options during the equity market rally that took place from late 2012 through the end of the period.

Allocations to spread sectors produced positive results

A minor portion of the Fund's assets were invested in futures contracts and total return swaps. These instruments permit participation in the returns of the S&P 500 and MSCI EAFE indexes without having to hold the individual stocks which comprise these indexes. The Fund's assets are primarily actively managed in a portfolio of fixed income securities with the objective of adding incremental return.

The Fund's fixed income securities contributed to performance during the reporting period. Holdings of residential non-agency mortgage-backed securities and commercial mortgage-backed securities added significant value, as strong demand for high quality income and a strengthening US housing market drove prices higher. Allocations to high yield and investment grade corporate bonds, with the latter emphasizing the Financial sector, positively impacted returns due to narrowing credit spreads during the 12-month period. The Fund's US interest rate strategy had a beneficial impact on performance, as US Treasury yields were broadly lower during the 12 months ended March 31, 2013. The Fund also benefited from earning a yield in excess of the money market interest rate cost associated with equity index futures and swaps ownership.

PIMCO High Income Fund Fund Insights

March 31, 2013 (unaudited)

For the fiscal 12-month period ended March 31, 2013, PIMCO High Income Fund (the Fund) returned 31.32% on net asset value (NAV) and 8.53% on market price.

A number of macro issues caused the financial markets to experience periods of volatility during the reporting period. These included a continuation of the European sovereign debt crisis, slower global economic growth, the US fiscal cliff and sequestration. Despite these issues, investors who assumed great risk were rewarded during the reporting period.

The overall US fixed income market, as measured by the Barclays US Aggregate Index, returned 3.77% during the 12 months ended March 31, 2013. US Treasury yields fluctuated during the reporting period, but moved lower over the 12 months ended March 31, 2013. Yields generally moved lower during the first five months of the period given mixed economic data and periods of risk aversion. In late July 2012, the yield on the 10-year Treasury reached an all-time low. Subsequently, yields typically moved higher as the US economy continued to expand and ongoing policy accommodation triggered expectations for future inflation. The yield curve flattened during the 12 months ended March 31, 2013, as longer-term yields fell more than short-term yields. The spread sectors (non-Treasuries) generally outperformed equal-duration Treasuries during the period as investors looked for yield in the low interest rate environment.

The US high yield market advanced 13.11% during the 12 months ended March 31, 2013, as measured by the BofA Merrill Lynch High Yield Master II Index (the Index). Supporting the high yield market were corporate profits that often exceeded expectations, cash-rich corporate balance sheets, low defaults and overall solid demand. In aggregate, during the 12-month period, lower quality securities generally outperformed their higher quality counterparts, with CCC and lower-rated bonds returning 16.12% and BB/B-rated securities in the Index returning 12.48%.

PIMCO High Income Fund Fund Insights

March 31, 2013 (unaudited) (continued)

Sector positioning produces largely positive results

The Fund posted strong absolute and relative returns on a NAV basis during the reporting period. An allocation to non-agency mortgage-backed securities helped results, as these bond issues outperformed the broader market, supported by positive supply/demand technicals. An emphasis on select high quality Banking issues enhanced performance, as did an overweighting to the Insurance sector, as they outperformed the broader market. The Fund's long duration added to performance as interest rates in the US declined during the 12-month period.

Detracting from these positive results was the Fund's underweighting to high yield corporate bonds, as the spreads on these securities tightened during the reporting period. A tactical allocation to emerging markets in the first quarter of 2013 was negative, as this asset class underperformed the broader credit market during that time.

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**PIMCO Dynamic Income Fund
Performance & Statistics**

March 31, 2013 (unaudited)

| Total Return(1): | Market Price | NAV |
|---|---------------------|------------|
| Commencement of Operations (5/30/12) to 3/31/13 | 35.21% | 40.17% |

Market Price/NAV Performance:

Commencement of Operations (5/30/12) to 3/31/13

Market Price/NAV:

| | |
|-----------------------|---------|
| Market Price | \$31.10 |
| NAV | \$30.69 |
| Premium to NAV | 1.34% |
| Market Price Yield(2) | 6.83% |
| Leverage Ratio(3) | 47.39% |

Moody's Ratings

(as a % of total investments)

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

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

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

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

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

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**PIMCO Global StocksPLUS® & Income Fund
Performance & Statistics**

March 31, 2013 (unaudited)

| Total Return(1): | Market Price | NAV |
|---|---------------------|------------|
| 1 Year | 21.57% | 35.36% |
| 5 Year | 19.47% | 15.22% |
| Commencement of Operations (5/31/05) to 3/31/13 | 14.70% | 12.99% |

Market Price/NAV Performance:

Commencement of Operations (5/31/05) to 3/31/13

Market Price/NAV:

| | |
|-----------------------|---------|
| Market Price | \$21.95 |
| NAV | \$14.32 |
| Premium to NAV | 53.28% |
| Market Price Yield(2) | 10.02% |
| Leverage Ratio(3) | 37.99% |

Moody's Ratings

(as a % of total investments, before
options written and securities sold short)

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

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

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

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traded in the open market through a stock exchange. NAV is equal to total assets less total liabilities divided by the number of shares outstanding. Holdings are subject to change daily.

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

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

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**PIMCO High Income Fund
Performance & Statistics**

March 31, 2013 (unaudited)

| Total Return(1): | Market Price | NAV |
|---|---------------------|------------|
| 1 Year | 8.53% | 31.32% |
| 5 Year | 16.42% | 14.95% |
| Commencement of Operations (4/30/03) to 3/31/13 | 12.24% | 11.48% |

Market Price/NAV Performance:

Commencement of Operations (4/30/03) to 3/31/13

Market Price/NAV:

| | |
|-----------------------|---------|
| Market Price | \$12.35 |
| NAV | \$8.65 |
| Premium to NAV | 42.77% |
| Market Price Yield(2) | 11.48% |
| Leverage Ratio(3) | 21.54% |

Moody's Ratings

(as a % of total investments)

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

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

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

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divided by the number of common shares outstanding. Holdings are subject to change daily.

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

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

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PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013

| Principal Amount (000s) | | Value |
|-----------------------------------|--|--------------|
| MORTGAGE-BACKED SECURITIES | 106.4% | |
| £13,243 | Alba PLC, 0.767%, 12/15/38 CMO (k) | \$13,257,237 |
| \$12,906 | American Home Mortgage Assets Trust, CMO, | 3,385,413 |
| 9,735 | 0.494%, 8/25/37 (k) | 6,339,593 |
| | 6.25%, 6/25/37 | |
| 10,312 | American Home Mortgage Investment Trust, CMO (k), | 8,638,124 |
| 9,739 | 0.504%, 9/25/45 (i) | 2,553,073 |
| | 0.804%, 2/25/44 | |
| | Banc of America Alternative Loan Trust, CMO, | |
| 376 | 0.604%, 5/25/35 (k) | 277,397 |
| 887 | 6.00%, 6/25/37 | 708,993 |
| 350 | 6.00%, 6/25/46 | 282,084 |
| | Banc of America Funding Corp., CMO (k), | |
| 15,300 | zero coupon, 7/26/36 (a) (d) | 9,482,847 |
| 36,097 | 0.413%, 4/20/47 (i) | 27,773,014 |
| 4,612 | 0.653%, 2/20/35 | 1,213,071 |
| 566 | 2.924%, 1/20/47 (i) | 441,084 |
| 890 | 3.03%, 1/25/35 | 502,392 |
| 4,983 | Banc of America Funding Trust, 2.922%, 3/20/36 CMO (k) | 4,257,724 |
| | Banc of America Mortgage Trust, CMO (k), | |
| 547 | 2.997%, 10/20/46 | 337,351 |
| 2,634 | 3.028%, 1/25/36 | 2,447,940 |
| | Banc of America Re-Remic Trust, CMO (a) (d), | |
| 13,000 | 5.383%, 12/15/16 (i) | 14,111,292 |
| 38,264 | 5.634%, 2/17/51 (f) (k) | 42,918,482 |
| 4,237 | Bancaja FTA, 0.319%, 10/25/37 CMO (k) | 4,498,918 |
| | BCAP LLC Trust, CMO (a) (d), | |
| \$7,018 | 2.829%, 7/26/45 (b) (j) (k) (acquisition cost-\$5,649,452; purchased 3/13/13) | 5,655,505 |
| 14,380 | 3.019%, 5/26/36 (k) | 6,993,783 |
| 8,051 | 5.002%, 3/26/35 (k) | 6,813,575 |
| 27,442 | 5.041%, 4/26/37 (k) | 14,454,260 |
| 6,052 | 5.151%, 10/26/35 (k) | 4,761,766 |
| 6,404 | 5.353%, 6/26/47 (k) | 5,063,424 |
| 12,769 | 5.50%, 12/26/35 | 9,822,738 |
| 4,770 | 5.641%, 7/26/35 (k) | 3,647,929 |
| 8,578 | 5.893%, 8/26/37 (k) | 5,081,785 |
| 12,755 | Bear Stearns ALT-A Trust, 0.404%, 2/25/34 CMO (i) (k) | 8,381,070 |
| 30,415 | Celtic Residential Irish Mortgage Securitisation No. 9 PLC, | |
| | 0.357%, 11/13/47 CMO (k) | 30,622,838 |
| 10,872 | Celtic Residential Irish Mortgage Securitisation No. 10 PLC, | |
| | 0.432%, 4/10/48 CMO (k) | 10,733,201 |
| 8,751 | Celtic Residential Irish Mortgage Securitisation No. 11 PLC, | |
| | 0.461%, 12/14/48 CMO (k) | 8,623,604 |
| 5,300 | Celtic Residential Irish Mortgage Securitisation No. 12 Ltd., | |
| | 0.404%, 3/18/49 CMO (k) | 4,783,396 |
| \$5,740 | Chase Mortgage Finance Trust, 5.241%, 3/25/37 CMO (i) (k) | 4,842,875 |
| | Citigroup Mortgage Loan Trust, Inc., CMO (k), | |
| 1,864 | 2.57%, 3/25/36 | 1,733,333 |
| 10,748 | 3.111%, 9/25/37 (i) | 8,745,535 |

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| | | |
|--------|--|------------|
| | Countrywide Alternative Loan Trust, CMO, | |
| 29,620 | 0.394%, 9/25/46 (i) (k) | 19,138,157 |
| 34,392 | 0.762%, 12/25/35 IO | 439,234 |
| 33,414 | 0.934%, 11/25/35 (i) (k) | 25,317,504 |
| 16,401 | 1.027%, 11/25/46 (i) (k) | 9,245,628 |
| 25,940 | 1.543%, 12/25/35 IO | 1,582,266 |
| 561 | 5.50%, 2/25/20 | 562,914 |
| 5,652 | 5.50%, 7/25/35 (i) | 5,118,906 |

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PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|-------------------------------|---|--------------|
| \$19,883 | 5.50%, 12/25/35 (i) | \$16,489,075 |
| 382 | 5.50%, 1/25/36 | 328,034 |
| 5,363 | 5.50%, 4/25/37 | 4,176,155 |
| 543 | 5.75%, 1/25/36 (i) | 475,625 |
| 18,788 | 5.75%, 1/25/37 (i) | 15,003,330 |
| 6,251 | 5.75%, 4/25/37 (i) | 5,431,924 |
| 920 | 6.00%, 6/25/36 | 772,106 |
| 375 | 6.00%, 12/25/36 | 284,116 |
| 4,932 | 6.00%, 1/25/37 (i) | 4,207,626 |
| 644 | 6.00%, 2/25/37 | 486,683 |
| 12,826 | 6.00%, 4/25/37 (i) | 9,883,073 |
| 12,646 | 6.00%, 5/25/37 (i) | 10,071,365 |
| 5,881 | 6.00%, 7/25/37 (i) | 5,259,655 |
| 22,782 | 6.946%, 7/25/36 IO (k) | 7,252,203 |
| 2,501 | 37.775%, 5/25/37 (b) (k) | 4,676,153 |
| | Countrywide Home Loan Mortgage Pass-Through Trust, CMO, | |
| 548 | 0.504%, 3/25/35 (k) | 449,176 |
| 4,396 | 0.544%, 3/25/36 (k) | 2,013,184 |
| 164 | 5.00%, 11/25/35 | 149,810 |
| 413 | 5.50%, 12/25/34 | 354,303 |
| 197 | 5.50%, 11/25/35 | 189,938 |
| 25,088 | 5.527%, 6/25/47 (i) (k) | 23,052,860 |
| 790 | 6.00%, 7/25/37 | 715,742 |
| 10 | 6.00%, 8/25/37 | 9,557 |
| 10,960 | 6.00%, 8/25/37 (i) | 10,168,967 |
| 570 | 6.00%, 1/25/38 | 513,254 |
| | Credit Suisse Mortgage Capital Certificates, CMO, | |
| 3,000 | 1.423%, 10/15/21 (a) (d) (k) | 2,849,056 |
| 27,326 | 3.559%, 4/26/35 (a) (d) (k) | 21,728,528 |
| 91,152 | 5.001%, 2/27/47 (a) (d) (i) (k) | 64,155,948 |
| 14,826 | 5.05%, 7/26/37 (a) (d) (i) (k) | 7,876,893 |
| 12,950 | 5.407%, 2/15/39 (i) (k) | 14,138,894 |
| 10,000 | 5.692%, 4/16/49 (a) (d) (i) (k) | 11,324,270 |
| 11,208 | 5.728%, 7/26/49 (a) (d) (k) | 5,409,592 |
| 13,709 | 5.896%, 4/25/36 | 11,479,308 |
| 7,375 | 6.50%, 10/25/21 (i) | 6,184,902 |
| 19,837 | 6.50%, 7/26/36 (i) | 13,405,214 |
| 24,642 | 7.00%, 8/26/36 (a) (d) | 9,824,813 |
| 5,305 | 7.00%, 8/27/36 (a) (d) | 4,002,795 |
| 2,824 | Deutsche ALT-A Securities, Inc. Alternate Loan Trust, 6.00%, 10/25/21 CMO | 2,475,765 |
| | Diversity Funding Ltd., CMO (k), | |
| £9,442 | 2.165%, 2/10/46 | 13,185,040 |
| 1,310 | 2.515%, 2/10/46 | 1,222,475 |
| 1,193 | 3.015%, 2/10/46 | 758,801 |
| 1,170 | 3.515%, 2/10/46 | 283,370 |
| 702 | 4.765%, 2/10/46 | 80,029 |
| 234 | 5.123%, 2/10/46 (e) | 17,669 |
| 247 | 5.223%, 2/10/46 (e) | 14,923 |
| 33,204 | Emerald Mortgages No. 4 PLC, 0.238%, 7/15/48 CMO (k) | 32,911,875 |
| \$11,100 | Extended Stay America Trust, 7.625%, 12/5/19 CMO (a) (d) | 11,918,977 |

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| | | |
|--------|---|-----------|
| | First Horizon Alternative Mortgage Securities Trust, CMO (k), | |
| 14,730 | 2.395%, 8/25/35 | 3,136,884 |
| 3,162 | 6.896%, 11/25/36 IO (b) | 954,545 |

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PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|-------------------------------|--|-------------|
| \$1,429 | First Horizon Mortgage Pass-Through Trust, 5.50%, 8/25/37 CMO | \$1,345,170 |
| 7,958 | GMAC Commercial Mortgage Securities, Inc., 4.915%, 12/10/41 CMO (i) | 8,262,282 |
| 5,688 | Greenpoint Mortgage Funding Trust, 0.404%, 12/25/46 CMO (k) | 2,311,945 |
| | GSR Mortgage Loan Trust, CMO, | |
| 406 | 3.146%, 11/25/35 (k) | 374,572 |
| 454 | 5.50%, 5/25/36 | 415,103 |
| 2,008 | 6.50%, 8/25/36 (k) | 1,654,066 |
| | Harborview Mortgage Loan Trust, CMO (k), | |
| 29 | 0.393%, 1/19/38 | 23,037 |
| 29,357 | 0.443%, 3/19/36 (i) | 19,642,607 |
| 14,298 | 0.453%, 1/19/36 (i) | 9,651,147 |
| 16,406 | 0.853%, 6/20/35 (i) | 7,984,477 |
| 3,706 | 1.103%, 6/20/35 | 852,924 |
| 587 | Impac CMB Trust, 0.924%, 10/25/34 CMO (k) | 476,424 |
| 30 | Impac Secured Assets Trust, 0.314%, 5/25/37 CMO (k) | 19,144 |
| 9,218 | IndyMac IMSC Mortgage Loan Trust, 2.955%, 6/25/37 CMO (i) (k) | 6,466,316 |
| 170 | IndyMac INDA Mortgage Loan Trust, 5.286%, 3/25/37 CMO (k) | 150,208 |
| | IndyMac Index Mortgage Loan Trust, CMO (k), | |
| 7,532 | 0.404%, 11/25/46 (i) | 3,685,468 |
| 4,700 | 0.454%, 2/25/37 | 2,262,533 |
| 717 | 0.504%, 7/25/36 | 570,368 |
| 360 | 2.595%, 2/25/35 | 311,888 |
| | JPMorgan Alternative Loan Trust, CMO (i), | |
| 57,569 | 0.404%, 6/25/37 (k) | 31,020,822 |
| 13,711 | 5.85%, 11/25/36 (k) | 12,634,101 |
| 10,000 | 5.96%, 12/25/36 | 7,935,660 |
| 5,000 | 6.31%, 8/25/36 | 3,539,370 |
| 75,688 | JPMorgan Chase Commercial Mortgage Securities Corp., 2.044%, 6/15/45 CMO, IO (i) (k) | 8,684,764 |
| | JPMorgan Mortgage Trust, CMO (k), | |
| 12,310 | 2.961%, 6/25/37 (i) | 10,124,079 |
| 9,596 | 5.507%, 4/25/37 (i) | 8,986,441 |
| 2,681 | 5.70%, 10/25/36 | 2,472,200 |
| 8,976 | KGS Alpha SBA, 1.055%, 4/25/38 CMO (a) (b) (d) (f) (i) (j) | |
| | (acquisition cost-\$470,431; purchased 10/18/12) | 468,527 |
| | Lavendar Trust, CMO (a) (d) (f), | |
| 7,770 | 5.50%, 9/26/35 | 4,853,917 |
| 18,816 | 6.00%, 11/26/36 | 11,235,335 |
| 10,913 | LB Commercial Mortgage Trust, 5.864%, 7/15/44 CMO (i) (k) | 12,644,341 |
| | LB-UBS Commercial Mortgage Trust, CMO (k), | |
| 300,923 | 0.138%, 2/15/40 IO (a) (d) | 4,160,415 |
| 7,751 | 5.452%, 9/15/39 (i) | 8,394,155 |
| | Lehman Mortgage Trust, CMO, | |
| 262 | 5.50%, 11/25/35 | 263,713 |
| 2,580 | 6.00%, 8/25/36 | 2,072,262 |
| 1,657 | 6.00%, 9/25/36 | 1,337,225 |
| 12,104 | 6.50%, 9/25/37 (i) | 10,388,366 |
| 49,858 | 7.25%, 9/25/37 (i) | 26,940,702 |
| | Lehman XS Trust, CMO (k), | |
| 38,302 | 0.484%, 7/25/37 | 9,826,915 |
| 5,744 | 0.704%, 7/25/47 | 652,792 |

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| | | |
|--------|---|------------|
| | MASTR Adjustable Rate Mortgages Trust, CMO (k), | |
| 32,924 | 0.404%, 5/25/47 (i) | 20,958,044 |
| 6,398 | 0.544%, 5/25/47 | 1,954,420 |

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PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|-------------------------------|--|-------------|
| | MASTR Alternative Loans Trust, CMO (k), | |
| \$28,761 | 0.554%, 3/25/36 (i) | \$5,921,362 |
| 36,758 | 0.604%, 3/25/36 | 7,668,432 |
| 702 | MASTR Asset Securitization Trust, 5.288%, 11/25/33 CMO (a) (d) (k) | 122,843 |
| | Morgan Stanley Re-Remic Trust, CMO (a) (d), | |
| 11,082 | 2.606%, 1/26/35 (k) | 8,386,533 |
| 6,285 | 2.606%, 2/26/37 (k) | 4,573,367 |
| 26,634 | 3.003%, 7/26/35 (i) (k) | 16,850,017 |
| 4,998 | 5.31%, 9/26/35 (k) | 3,912,814 |
| 7,969 | 6.00%, 4/26/36 | 4,601,167 |
| | Newgate Funding, CMO (k), | |
| £2,200 | 0.707%, 12/15/50 | 2,383,498 |
| 2,750 | 1.453%, 12/15/50 | 2,718,725 |
| 5,250 | 1.703%, 12/15/50 | 3,792,024 |
| £4,150 | 1.757%, 12/15/50 | 4,792,344 |
| | Nomura Asset Acceptance Corp., CMO, | |
| \$1,112 | 5.82%, 3/25/47 | 1,129,869 |
| 18,155 | 6.138%, 3/25/47 (i) | 18,448,961 |
| 34,618 | 6.347%, 3/25/47 (i) | 35,172,819 |
| 1,750 | Opera Finance Cmh PLC, 0.495%, 1/15/15 CMO (k) | 1,177,700 |
| | RBSSP Resecuritization Trust, CMO (a) (d), | |
| \$20,150 | 2.751%, 7/26/45 (k) | 16,918,066 |
| 10,315 | 3.132%, 2/26/36 (i) (k) | 3,826,324 |
| 9,761 | 6.00%, 3/26/36 | 6,815,170 |
| 18,525 | 6.431%, 11/21/35 (i) (k) | 11,303,187 |
| 32,683 | 7.053%, 11/26/35 (i) (k) | 18,438,047 |
| | Residential Accredit Loans, Inc., CMO, | |
| 15,434 | 0.384%, 7/25/36 (i) (k) | 10,041,532 |
| 33,810 | 0.394%, 5/25/37 (i) (k) | 25,402,070 |
| 12,826 | 1.177%, 1/25/46 (i) (k) | 8,717,950 |
| 2,000 | 4.224%, 1/25/36 (k) | 1,479,018 |
| 1,807 | 6.00%, 8/25/35 | 1,630,087 |
| 1,045 | 6.00%, 6/25/36 | 867,007 |
| 10,090 | 6.00%, 8/25/36 (i) | 8,221,511 |
| 23,056 | 7.00%, 10/25/37 (i) | 18,354,059 |
| | Residential Asset Securitization Trust, CMO, | |
| 2,292 | 5.50%, 7/25/35 | 2,174,774 |
| 5,911 | 6.25%, 8/25/37 | 3,385,542 |
| | Residential Funding Mortgage Securities I, CMO, | |
| 581 | 5.85%, 11/25/35 | 557,160 |
| 7,828 | 5.907%, 8/25/36 (i) (k) | 7,277,224 |
| 4,395 | 6.00%, 4/25/37 | 4,053,569 |
| 2,661 | Sequoia Mortgage Trust, 0.573%, 7/20/36 CMO (i) (k) | 1,724,952 |
| £2,722 | Southern Pacific Securities PLC, 4.007%, 12/10/42 CMO (k) | 3,766,999 |
| | Structured Adjustable Rate Mortgage Loan Trust, CMO (i) (k), | |
| \$7,454 | 4.587%, 8/25/36 | 5,038,684 |
| 15,515 | 5.205%, 2/25/37 | 11,028,971 |
| 5,911 | 5.205%, 4/25/47 | 4,614,075 |
| | Structured Asset Mortgage Investments II Trust, CMO (k), | |
| 4,442 | 0.374%, 3/25/37 | 494,081 |

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| | | |
|--------|---|------------|
| 31,659 | 0.394%, 7/25/46 (i) | 23,609,850 |
| | Suntrust Alternative Loan Trust, CMO (k), | |
| 29,964 | 0.554%, 4/25/36 (i) | 7,340,574 |

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PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|---|--|---------------|
| \$8,098 | 6.946%, 4/25/36 IO | \$2,482,468 |
| 15,854 | TBW Mortgage-Backed Trust, CMO (i), 5.80%, 3/25/37 | 9,342,820 |
| 14,693 | 6.12%, 3/25/37 | 8,655,159 |
| 33,615 | 6.50%, 7/25/36 | 18,419,913 |
| £11,691 | Vanwall Finance PLC, CMO (k), 0.853%, 4/12/16 | 17,595,352 |
| 7,494 | 1.113%, 4/12/16 | 11,319,724 |
| \$558 | WaMu Mortgage Pass-Through Certificates, CMO (k), 0.67%, 6/25/44 | 490,173 |
| 21,717 | 0.927%, 6/25/47 (i) | 5,846,822 |
| 39,141 | 0.987%, 7/25/47 (i) | 31,658,999 |
| 917 | 1.057%, 10/25/46 | 716,788 |
| 3,537 | 1.158%, 7/25/46 | 2,710,885 |
| 112 | 1.175%, 2/25/46 | 103,337 |
| 1,704 | 2.212%, 7/25/47 (i) | 1,236,333 |
| 11,551 | 5.048%, 3/25/37 (i) | 10,808,343 |
| 804 | 5.091%, 2/25/37 | 771,551 |
| | Washington Mutual Alternative Mortgage Pass-Through Certificates, CMO (i), 0.444%, 1/25/47 (k) | 13,638,718 |
| 23,610 | 6.00%, 4/25/37 | 8,212,495 |
| 9,537 | Wells Fargo Alternative Loan Trust, 5.75%, 7/25/37 CMO | 1,213,263 |
| 1,355 | Wells Fargo Mortgage Loan Trust, 5.582%, 4/27/36 CMO (a) (d) (k) | 24,432,790 |
| 28,600 | Wells Fargo Mortgage-Backed Securities Trust, CMO, 2.651%, 10/25/35 (k) | 1,402,311 |
| 1,425 | 6.00%, 7/25/36 (i) | 911,705 |
| 916 | 6.00%, 9/25/36 | 1,890,480 |
| 1,886 | 6.00%, 4/25/37 | 552,301 |
| 571 | 6.00%, 6/25/37 | 1,398,863 |
| 1,398 | 6.00%, 8/25/37 | 2,942,874 |
| 2,940 | | 1,482,841,405 |
| Total Mortgage-Backed Securities (cost-\$1,302,083,170) | | |

CORPORATE BONDS & NOTES 36.5%

Banking 11.4%

| | | |
|--------|---|------------|
| 9,100 | Banco Continental SAECA, 8.875%, 10/15/17 (a) (b) (d) (i) (j) (acquisition cost-\$9,100,000; purchased 10/10/12) | 10,032,750 |
| 12,500 | Banco do Brasil S.A., 5.875%, 1/19/23 (a) (d) (i) | 13,468,750 |
| 7,100 | Caisse Centrale du Credit Immobilier de France S.A., 4.00%, 1/12/18 (i) | 9,271,814 |
| 3,000 | Citigroup, Inc., 1.48%, 11/30/17 (i) (k) | 3,712,719 |
| 15,800 | Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 6.875%, 3/19/20 (i) | 22,795,065 |
| | Eksporthfinans ASA (i), 2.00%, 9/15/15 | 672,458 |
| \$700 | 5.50%, 5/25/16 | 1,767,330 |
| 1,700 | 5.50%, 6/26/17 | 1,972,894 |
| 1,900 | Intesa Sanpaolo SpA, 6.50%, 2/24/21 (a) (d) (i) | 6,195,384 |
| 6,000 | LBG Capital No. 2 PLC, 6.385%, 5/12/20 | 20,420,332 |
| 15,800 | | |

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| | | |
|----------|--|-------------|
| \$36,500 | Morgan Stanley, 7.30%, 5/13/19 (i) | 45,248,502 |
| | Royal Bank of Scotland NV (i) (k), | |
| 5,446 | 0.95%, 6/8/15 | 6,663,326 |
| \$5,000 | 0.981%, 3/9/15 | 4,779,050 |
| 9,000 | Royal Bank of Scotland PLC, 6.934%, 4/9/18 (i) | 12,501,041 |
| | | 159,501,415 |

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PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|--|---|------------|
| Building Materials 1.0% | | |
| \$300 | Corp. GEO S.A.B. de C.V. (a) (d), 8.875%, 3/27/22 | \$259,500 |
| 7,000 | 9.25%, 6/30/20 (i) | 6,125,000 |
| 5,000 | Desarrolladora Homex S.A.B. de C.V., 9.75%, 3/25/20 (a) (d) (i) | 4,300,000 |
| 5,000 | Urbi Desarrollos Urbanos S.A.B. de C.V., 9.75%, 2/3/22 (a) (d) (i) | 3,150,000 |
| | | 13,834,500 |
| Chemicals 2.0% | | |
| 25,980 | Ineos Finance PLC, 7.50%, 5/1/20 (a) (d) (i) | 28,415,625 |
| Coal 0.6% | | |
| 1,600 | Mongolian Mining Corp. (i), 8.875%, 3/29/17 | 1,648,000 |
| 5,900 | 8.875%, 3/29/17 (a) (d) | 6,077,000 |
| | | 7,725,000 |
| Commercial Services 0.6% | | |
| 8,550 | Stonemor Operating LLC, 10.25%, 12/1/17 (i) | 9,105,750 |
| Diversified Financial Services 6.6% | | |
| 12,900 | AGFC Capital Trust I, 6.00%, 1/15/67 (converts to FRN on 1/15/17) (a) (d) (i) | 10,513,500 |
| 9,600 | Cantor Fitzgerald L.P., 7.875%, 10/15/19 (a) (d) (i) | 10,113,552 |
| 900 | Cedulas TDA 1 Fondo de Titulizacion de Activos, 0.251%, 4/8/16 (k) | 1,020,812 |
| 31,700 | Cedulas TDA 6 Fondo de Titulizacion de Activos, 4.25%, 4/10/31 (i) | 31,119,534 |
| \$10,000 | General Electric Capital Corp., 7.125%, 6/15/22 (g) | 11,659,690 |
| 3,500 | Lazard Group LLC, 6.85%, 6/15/17 (i) | 4,029,319 |
| 5,000 | SLM Corp. (i), 6.00%, 1/25/17 | 5,462,500 |
| 6,245 | 7.25%, 1/25/22 | 7,010,012 |
| 2,300 | Springleaf Finance Corp. (i), 6.50%, 9/15/17 | 2,300,000 |
| 5,400 | 6.90%, 12/15/17 | 5,474,250 |
| 15,412 | Toll Road Investors Partnership II L.P., zero coupon, 2/15/45 (MBIA) (a) (b) (d) (j) (acquisition cost-\$2,538,357; purchased 11/20/12) | 2,697,454 |
| | | 91,400,623 |
| Electric Utilities 0.6% | | |
| 5,000 | Edison Mission Energy, 7.00%, 5/15/17 (e) | 2,700,000 |
| 3,100 | Energy Future Intermediate Holding Co. LLC (i), 6.875%, 8/15/17 (a) (d) | 3,278,250 |
| 1,700 | 10.00%, 12/1/20 | 1,935,875 |
| | | 7,914,125 |
| Engineering & Construction 0.9% | | |
| 11,731 | Alion Science and Technology Corp., 12.00%, 11/1/14 PIK (i) | 12,053,100 |
| Food & Beverage 0.6% | | |
| 2,500 | BRF-Brasil Foods S.A., 5.875%, 6/6/22 (a) (d) (i) | 2,787,500 |
| 5,000 | Minerva Luxembourg S.A., 7.75%, 1/31/23 (a) (d) (i) | 5,375,000 |
| | | 8,162,500 |
| Household Products/Wares 1.7% | | |
| 8,236 | Armored Autogroup, Inc., 9.25%, 11/1/18 (i) | 7,391,810 |

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| | | |
|-------|---|-----------|
| 6,000 | Reynolds Group Issuer, Inc. (i), 6.875%, 2/15/21 | 6,405,000 |
|-------|---|-----------|

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PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|--|--|-------------|
| Household Products/Wares (continued) | | |
| \$9,000 | 7.875%, 8/15/19 | \$9,967,500 |
| | | 23,764,310 |
| Insurance 1.1% | | |
| £8,500 | American International Group, Inc., 8.625%, 5/22/68 (converts to FRN on 5/22/18) (i) | 15,950,449 |
| Lodging 0.3% | | |
| \$12,000 | Buffalo Thunder Development Authority, 9.375%, 12/15/14 (a) (b) (d) (e) (j) (acquisition cost-\$4,320,000; purchased 6/28/12) | 3,840,000 |
| Miscellaneous Manufacturing 0.0% | | |
| 600 | Colt Defense LLC, 8.75%, 11/15/17 | 405,000 |
| Oil & Gas 2.1% | | |
| 5,000 | Afren PLC, 10.25%, 4/8/19 (i) | 5,975,000 |
| 5,000 | Alliance Oil Co., Ltd., 9.875%, 3/11/15 (i) | 5,468,750 |
| 16,700 | OGX Austria GmbH, 8.50%, 6/1/18 (a) (d) (i) | 13,109,500 |
| 7,000 | Petroleos de Venezuela S.A., 5.50%, 4/12/37 (i) | 4,777,500 |
| | | 29,330,750 |
| Pharmaceuticals 0.2% | | |
| 2,764 | Lantheus Medical Imaging, Inc., 9.75%, 5/15/17 (i) | 2,757,090 |
| Pipelines 1.8% | | |
| 15,900 | NGPL PipeCo LLC, 7.768%, 12/15/37 (a) (d) (i) | 16,218,000 |
| 9,740 | Rockies Express Pipeline LLC, 6.875%, 4/15/40 (a) (d) (i) | 8,863,400 |
| | | 25,081,400 |
| Retail 2.6% | | |
| £1,950 | Aston Martin Capital Ltd., 9.25%, 7/15/18 | 3,022,186 |
| 500 | Enterprise Inns PLC, 6.50%, 12/6/18 | 755,774 |
| 3,872 | Punch Taverns Finance PLC, 6.82%, 7/15/20 (i) | 5,956,851 |
| 12,120 | Spirit Issuer PLC, 5.472%, 12/28/34 (k) | 15,929,607 |
| 6,800 | Unique Pub Finance Co. PLC, 6.542%, 3/30/21 | 10,306,427 |
| | | 35,970,845 |
| Software 0.8% | | |
| \$5,000 | First Data Corp. (a) (d) (i), 7.375%, 6/15/19 | 5,343,750 |
| 5,000 | 8.75%, 1/15/22 PIK | 5,312,500 |
| | | 10,656,250 |
| Telecommunications 1.1% | | |
| 8,500 | Nokia Oyj, 5.375%, 5/15/19 (i) | 8,138,750 |
| 7,000 | VimpelCom Holdings BV, 7.504%, 3/1/22 (i) | 7,807,100 |
| | | 15,945,850 |
| Transportation 0.5% | | |
| 6,500 | Aeropuertos Dominicanos Siglo XXI S.A., 9.25%, 11/13/19 (a) (d) (i) | 7,101,250 |
| 350 | Western Express, Inc., 12.50%, 4/15/15 (a) (d) | 257,250 |
| | | 7,358,500 |
| Total Corporate Bonds & Notes (cost-\$452,374,528) | | 509,173,082 |

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March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|--------------------------------|--|-------------|
| ASSET-BACKED SECURITIES | 22.5% | |
| | Bear Stearns Asset-Backed Securities Trust (k), | |
| \$4,000 | 0.754%, 6/25/36 | \$2,813,406 |
| 582 | 2.65%, 10/25/36 | 364,687 |
| 2,895 | Bombardier Capital Mortgage Securitization Corp. Trust, 7.44%, 12/15/29 (i) (k) | 1,811,015 |
| | Citigroup Mortgage Loan Trust, Inc., | |
| 662 | 5.852%, 5/25/36 | 433,352 |
| 3,841 | 5.892%, 3/25/36 | 2,714,820 |
| | Conseco Finance Securitizations Corp., | |
| 10,859 | 7.96%, 5/1/31 | 9,194,727 |
| 18,161 | 7.97%, 5/1/32 (i) | 13,294,493 |
| 32,188 | 8.20%, 5/1/31 (i) | 27,877,950 |
| 9,740 | 9.163%, 3/1/33 (i) (k) | 8,884,205 |
| 7,000 | Conseco Financial Corp., 7.06%, 2/1/31 (i) (k) | 6,895,014 |
| | Countrywide Asset-Backed Certificates, | |
| 15,000 | 0.374%, 6/25/47 (i) (k) | 11,757,525 |
| 5,826 | 0.404%, 4/25/36 (i) (k) | 4,899,037 |
| 35 | 1.004%, 3/25/33 (k) | 31,383 |
| 2,405 | 1.584%, 12/25/32 (k) | 1,929,582 |
| 1,460 | 4.915%, 2/25/36 (k) | 1,370,061 |
| 2,657 | 5.348%, 7/25/36 (k) | 2,372,156 |
| 4,210 | 5.505%, 4/25/36 (k) | 3,675,809 |
| 4,519 | 5.588%, 8/25/36 (k) | 3,938,328 |
| 5,026 | 5.657%, 3/25/34 (k) | 5,470,615 |
| 555 | 5.859%, 10/25/46 | 380,440 |
| 10,800 | Credit-Based Asset Servicing and Securitization LLC, 5.973%, 10/25/36 (a) (d) | 8,942,389 |
| 13,158 | CSAB Mortgage-Backed Trust, 5.50%, 5/25/37 (i) | 11,343,942 |
| | EMC Mortgage Loan Trust (a) (d) (k), | |
| 286 | 0.654%, 12/25/42 | 241,919 |
| 13,890 | 0.674%, 4/25/42 (i) | 11,319,559 |
| 1,658 | 2.454%, 4/25/42 | 673,504 |
| 11,876 | GMAC Mortgage Corp. Loan Trust, 6.249%, 12/25/37 (i) | 11,385,203 |
| 4,789 | GSAA Trust, 6.205%, 3/25/46 | 5,025,001 |
| 2,014 | Home Equity Mortgage Loan Asset-Backed Trust, 7.209%, 12/25/31 | 956,909 |
| 13,100 | Lehman XS Trust, 6.17%, 6/25/46 (i) | 11,623,478 |
| 302 | Long Beach Mortgage Loan Trust, 1.254%, 2/25/34 (k) | 273,591 |
| 27,500 | Morgan Stanley Home Equity Loan Trust, 0.434%, 4/25/37 (i) (k) | 14,496,295 |
| | Oakwood Mortgage Investors, Inc., | |
| 9,611 | 5.92%, 9/15/17 (k) | 4,835,959 |
| 5,865 | 6.61%, 2/15/21 (k) | 3,251,605 |
| 26,625 | 7.40%, 7/15/30 (i) (k) | 18,959,658 |
| 7,620 | 7.405%, 12/15/30 (k) | 4,673,663 |
| 6,267 | 7.84%, 11/15/29 (i) (k) | 6,218,270 |
| 2,592 | 8.49%, 10/15/30 | 435,913 |
| | Popular ABS Mortgage Pass-Through Trust, | |
| 3,663 | 1.454%, 8/25/35 (k) | 1,732,572 |
| 8,422 | 5.053%, 7/25/35 (i) | 6,728,136 |

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| | | |
|--------|--|-----------|
| 41 | Renaissance Home Equity Loan Trust, 0.704%, 12/25/33 (k) | 40,819 |
| 11,872 | Residential Asset Mortgage Products, Inc., 1.179%, 4/25/34 (i) (k) | 8,557,677 |
| 9,989 | Residential Asset Securities Corp., 0.364%, 6/25/36 (i) (k) | 9,167,902 |
| 7,784 | Sorin Real Estate CDO IV Ltd., 0.831%, 10/28/46 (a) (d) (f) (k) | 3,034,539 |
| 2,394 | Soundview Home Equity Loan Trust, 5.655%, 10/25/36 (i) | 2,032,542 |

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PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|---|--|--------------|
| \$197,396 | South Coast Funding VII Ltd. (a) (d) (f) (k), 0.565%, 1/6/41 | \$49,538,808 |
| 5,976 | 0.565%, 1/6/41 (b) (j) (acquisition cost-\$1,180,194; purchased 11/8/12) | 1,486,503 |
| 8,564 | Structured Asset Securities Corp., 6.204%, 5/25/32 (k) | 3,869,802 |
| 1,829 | Vanderbilt Acquisition Loan Trust, 7.33%, 5/7/32 (k) | 2,013,807 |
| 363 | Vanderbilt Mortgage Finance, 9.25%, 11/7/32 (k) | 369,084 |
| Total Asset-Backed Securities (cost-\$284,488,522) | | 313,337,654 |
| SENIOR LOANS (a) (c) 8.5% | | |
| Auto Components 0.9% | | |
| 11,900 | Keystone Automotive Operations, Inc., 9.75%, 2/15/16, Term B (b) (j) (acquisition cost-\$11,805,318; purchased 7/19/12-8/8/12) | 12,078,543 |
| Financial Services 2.0% | | |
| 27,000 | Springleaf Finance Corp., 5.50%, 5/10/17 | 27,223,587 |
| Food & Beverage 0.4% | | |
| 5,955 | Candy Intermediate Holdings, Inc., 7.50%-8.50%, 6/18/18 | 6,088,988 |
| Hotels/Gaming 1.2% | | |
| 15,200 | Stockbridge SBE Holdings LLC, 13.00%, 5/2/17, Term B (b) (j) (acquisition cost-\$14,963,250; purchased 5/30/12-7/10/12) | 16,530,000 |
| Real Estate 3.0% | | |
| £20,000 | Toys R Us Properties Ltd. (f), 5.95%, 2/14/20, Term A | 30,620,328 |
| 5,000 | 8.25%, 2/14/20, Term B | 7,655,082 |
| 2,500 | 10.45%, 2/14/20, Term C | 3,832,769 |
| | | 42,108,179 |
| Telecommunications 1.0% | | |
| \$4,524 | Univision Communications, Inc., 4.452%, 3/31/17 | 4,552,251 |
| 10,000 | 4.75%, 3/1/20 | 10,071,250 |
| Total Senior Loans (cost-\$113,359,278) | | 14,623,501 |
| | | 118,652,798 |
| U.S. GOVERNMENT AGENCY SECURITIES (i) (k) 4.1% | | |
| Fannie Mae 3.7% | | |
| 24,975 | 5.716%, 7/25/41, CMO, IO | 3,538,790 |
| 35,669 | 5.866%, 10/25/40, CMO, IO | 4,996,158 |
| 2,588 | 6.096%, 1/25/38, CMO, IO | 359,885 |
| 1,338 | 6.146%, 12/25/37, CMO, IO | 173,959 |
| 2,741 | 6.196%, 12/25/37, CMO, IO | 416,322 |
| 744 | 6.206%, 6/25/37, CMO, IO | 63,556 |
| 77,312 | 6.236%, 3/25/37-4/25/37, CMO, IO | 13,556,816 |
| 2,743 | 6.246%, 4/25/37, CMO, IO | 427,996 |
| 703 | 6.296%, 2/25/37, CMO, IO | 108,585 |
| 2,190 | 6.316%, 9/25/37, CMO, IO | 377,410 |
| 74,155 | 6.356%, 6/25/41, CMO, IO | 12,738,620 |
| 518 | 6.396%, 11/25/35, CMO, IO | 83,440 |

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718
2,544

6.446%, 11/25/36, CMO, IO
6.516%, 6/25/37, CMO, IO

110,554
466,643

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PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|---|---|------------|
| Fannie Mae (continued) | | |
| \$6,230 | 6.546%, 10/25/35, CMO, IO | \$973,399 |
| 5,606 | 6.566%, 5/25/37, CMO, IO | 1,075,336 |
| 6,417 | 6.596%, 11/25/36, CMO, IO | 1,224,165 |
| 6,585 | 6.776%, 3/25/38, CMO, IO | 1,504,629 |
| 5,161 | 6.796%, 2/25/38, CMO, IO | 909,424 |
| 4,677 | 6.896%, 6/25/23, CMO, IO | 845,158 |
| 5,985 | 11.916%, 1/25/41, CMO (b) | 7,302,527 |
| | | 51,253,372 |
| Freddie Mac 0.4% | | |
| 1,100 | 6.207%, 5/15/37, CMO, IO | 172,022 |
| 7,560 | 6.267%, 7/15/36, CMO, IO | 1,201,199 |
| 3,029 | 6.377%, 9/15/36, CMO, IO | 420,567 |
| 7,315 | 6.497%, 4/15/36, CMO, IO | 1,031,770 |
| 5,173 | 7.577%, 9/15/36, CMO, IO | 1,382,651 |
| 602 | 13.939%, 9/15/41, CMO (b) | 727,701 |
| 733 | 16.367%, 9/15/34, CMO (b) | 950,879 |
| | | 5,886,789 |
| | | 57,140,161 |
| Total U.S. Government Agency Securities (cost-\$58,505,436) | | |
| U.S. TREASURY OBLIGATIONS 2.0% | | |
| U.S. Treasury Notes 2.0% | | |
| 4,100 | 0.25%, 1/31/14 | 4,104,006 |
| 700 | 0.25%, 2/28/14 | 700,684 |
| 800 | 0.50%, 11/15/13 | 801,969 |
| 2,675 | 0.75%, 12/15/13 (h) | 2,686,703 |
| 64 | 1.00%, 1/15/14 | 64,440 |
| 18,900 | 1.25%, 2/15/14 (i) | 19,082,366 |
| | | 27,440,168 |
| Total U.S. Treasury Obligations (cost-\$27,432,723) | | |
| Shares | | |
| CONVERTIBLE PREFERRED STOCK 0.9% | | |
| Aerospace & Defense 0.3% | | |
| 70,000 | United Technologies Corp., 7.50%, 8/1/15 | 4,189,500 |
| Electric Utilities 0.6% | | |
| 151,700 | PPL Corp., 8.75%, 5/1/14 | 8,457,275 |
| | | 12,646,775 |
| Total Convertible Preferred Stock (cost-\$11,480,278) | | |
| Principal Amount (000s) | | |
| SHORT-TERM INVESTMENTS 7.8% | | |
| U.S. Treasury Obligations (h) (l) 4.2% | | |
| \$30,846 | U.S. Treasury Bills, 0.068%-0.183%, 4/18/13-1/9/14 (i) | 30,824,404 |
| 27,012 | U.S. Treasury Cash Management Bills, 0.101%-0.112%, 4/15/13 | 27,010,871 |
| | | 57,835,275 |
| Total U.S. Treasury Obligations (cost-\$57,831,269) | | |

PIMCO Dynamic Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|--|--|------------------------|
| Repurchase Agreements 3.6% | | |
| \$6,100 | Banc of America Securities LLC, dated 3/28/13, 0.21%, due 4/1/13, proceeds \$6,100,142; collateralized by U.S. Treasury Notes, 0.625%, due 5/31/17, valued at \$6,236,695 including accrued interest | \$6,100,000 |
| 44,300 | Bank of Nova Scotia, dated 3/28/13, 0.22%, due 4/1/13, proceeds \$44,301,083; collateralized by U.S. Treasury Notes, 0.25%, due 8/31/14, valued at \$45,221,823 including accrued interest | 44,300,000 |
| Total Repurchase Agreements (cost-\$50,400,000) | | 50,400,000 |
| Total Short-Term Investments (cost-\$108,231,269) | | 108,235,275 |
| Total Investments (cost-\$2,357,955,204) 188.7% | | 2,629,467,318 |
| Liabilities in excess of other assets (88.7)% | | (1,236,368,640) |
| Net Assets 100.0% | | \$1,393,098,678 |

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PIMCO Dynamic Income Fund**Notes to Schedule of Investments**

March 31, 2013

- (a) Private Placement Restricted as to resale and may not have a readily available market. Securities with an aggregate value of \$775,521,711, representing 55.7% of net assets.
- (b) Illiquid.
- (c) These securities generally pay interest at rates which are periodically pre-determined by reference to a base lending rate plus a premium. These base lending rates are generally either the lending rate offered by one or more major European banks, such as the LIBOR or the prime rate offered by one or more major United States banks, or the certificate of deposit rate. These securities are generally considered to be restricted as the Fund is ordinarily contractually obligated to receive approval from the Agent bank and/or borrower prior to disposition. Remaining maturities of senior loans may be less than the stated maturities shown as a result of contractual or optional payments by the borrower. Such prepayments cannot be predicted with certainty. The interest rate disclosed reflects the rate in effect on March 31, 2013.
- (d) 144A Exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.
- (e) In default.
- (f) Fair-Valued Securities with an aggregate value of \$155,644,290, representing 11.2% of net assets. See Note 1(a) and Note 1(b) in the Notes to Financial Statements.
- (g) Perpetual maturity. The date shown, if any, is the next call date. For Corporate Bonds & Notes the interest rate is fixed until the first call date and variable thereafter.
- (h) All or partial amount segregated for the benefit of the counterparty as collateral for derivatives.
- (i) All or partial amount transferred for the benefit of the counterparty as collateral for reverse repurchase agreements.
- (j) Restricted. The aggregate acquisition cost of such securities is \$50,027,002. The aggregate value is \$52,789,282, representing 3.8% of net assets.
- (k) Variable or Floating Rate Security Securities with an interest rate that changes periodically. The interest rate disclosed reflects the rate in effect on March 31, 2013.
- (l) Rates reflect the effective yields at purchase date.
- (m) Credit default swap agreements outstanding at March 31, 2013:

OTC sell protection swap agreements:

| Swap Counterparty/Referenced Debt Issuer | Notional Amount (000s) (1) | Credit Spread | Termination Date | Payments Received | Value (2) | Upfront Premiums Received | Unrealized Appreciation (Depreciation) |
|--|----------------------------|---------------|------------------|-------------------|--------------|---------------------------|--|
| Bank of America: Nokia Oyj | 2,000 | 5.40% | 6/20/17 | 5.00% | \$(32,465) | \$(250,220) | \$217,755 |
| Credit Suisse First Boston: JC Penney Corp., Inc. | \$1,500 | 8.70% | 3/20/18 | 5.00% | (201,878) | (270,000) | 68,122 |
| Markit ABX.HE Index 6-2 | 37,948 | | 5/25/46 | 0.17% | (33,389,376) | (33,726,284) | 336,908 |
| Nokia Oyj | 3,000 | 5.40% | 6/20/17 | 5.00% | (48,698) | (568,125) | 519,427 |
| Nokia Oyj | 2,000 | 5.61% | 9/20/17 | 5.00% | (54,581) | (431,885) | 377,304 |
| Goldman Sachs: Markit ABX.HE Index 6-1 | \$14,598 | | 7/25/45 | 0.54% | (12,649,859) | (12,718,417) | 68,558 |
| Morgan Stanley: JC Penney Corp., Inc. | 5,000 | 8.21% | 6/20/17 | 5.00% | (526,107) | (400,000) | (126,107) |
| | 5,000 | 8.40% | 9/20/17 | 5.00% | (578,567) | (412,500) | (166,067) |

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JC Penney
Corp., Inc.

\$(47,481,531) \$(48,777,431) \$1,295,900

Credit Spread not quoted for asset-backed securities.

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

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Notes to Schedule of Investments

March 31, 2013 (continued)

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

(n) Interest rate swap agreements outstanding at March 31, 2013:

Centrally cleared swap agreements:

| Broker (Exchange) | Notional Amount (000s) | Termination Date | Rate Type | | Value | Unrealized Appreciation (Depreciation) |
|-------------------------------------|------------------------------|---------------------|----------------------|----------------------|-----------------------------|--|
| | | | Payments Made | Payments Received | | |
| Credit Suisse First Boston (CME) | \$200,000 | 6/19/20 | 3-Month USD-LIBOR | 1.25% | \$(3,818,118) | \$(103,118) |
| Credit Suisse First Boston (CME) | 134,000 | 6/20/22 | 4.00% | 3-Month USD-LIBOR | (26,342,449) | (125,984) |
| Credit Suisse First Boston (CME) | 184,000 | 3/20/43 | 2.75% | 3-Month USD-LIBOR | 9,295,968 \$(20,864,599) | 5,608,445 \$5,379,343 |

(o) Forward foreign currency contracts outstanding at March 31, 2013:

| | Counterparty | U.S.\$ Value on Origination Date | U.S.\$ Value March 31, 2013 | Unrealized Appreciation (Depreciation) |
|---|----------------------|-------------------------------------|-----------------------------------|--|
| <u>Purchased:</u> | | | | |
| 106,000 British Pound settling 4/2/13 | Deutsche Bank | \$159,875 | \$161,062 | \$1,187 |
| 112,000 British Pound settling 5/2/13 | Deutsche Bank | 170,112 | 170,151 | 39 |
| 109,513,000 Euro settling 4/2/13 | Bank of America | 140,997,988 | 140,379,326 | (618,662) |
| 140,000 Euro settling 5/2/13 | Deutsche Bank | 179,640 | 179,493 | (147) |
| 203,000 Euro settling 6/17/13 | Deutsche Bank | 264,345 | 260,356 | (3,989) |
| 1,236,000 Euro settling 6/17/13 | Morgan Stanley | 1,614,942 | 1,585,220 | (29,722) |
| <u>Sold:</u> | | | | |
| 67,542,000 British Pound settling 4/2/13 | Bank of America | 102,393,672 | 102,626,673 | (233,001) |
| 7,336,000 British Pound settling 5/2/13 | Barclays Bank | 11,114,150 | 11,144,910 | (30,760) |
| 19,847,000 British Pound settling 4/2/13 | Royal Bank of Canada | 30,124,519 | 30,156,519 | (32,000) |
| 87,283,000 British Pound settling 5/2/13 | UBS | 131,862,443 | 132,601,036 | (738,593) |
| | Bank of America | 141,027,885 | 140,405,791 | 622,094 |

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| | | | | |
|-------------------------------------|------------------------|-------------|-------------|------------------------|
| 109,513,000 Euro settling 5/2/13 | | | | |
| 1,938,000 Euro settling 6/17/13 | Royal Bank of Canada | 2,511,125 | 2,485,564 | 25,561 |
| 109,513,000 Euro settling 4/2/13 | Royal Bank of Scotland | 142,326,051 | 140,379,325 | 1,946,726 \$908,733 |

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Notes to Schedule of Investments

March 31, 2013 (continued)

(p) At March 31, 2013, the Fund held \$1,265,000 in cash as collateral and pledged cash collateral of \$12,137,000 for derivative contracts. Cash collateral held may be invested in accordance with the Fund's investment strategy. Cash collateral of \$405,000 was segregated in the Fund's name, at a third party, but cannot be invested by the Fund.

(q) Open reverse repurchase agreements at March 31, 2013:

| Counterparty | Rate | Trade Date | Due Date | Principal & Interest | Principal |
|-----------------|---------------|------------|------------|----------------------|--------------|
| Bank of America | 1.35% | 3/19/13 | 4/19/13 | \$19,416,461 | \$19,407,000 |
| | 1.35 | 3/21/13 | 4/19/13 | 6,234,842 | 6,232,000 |
| Barclays Bank | 0.28 | 1/29/13 | 4/2/13 | 8,298,695 | 8,294,585 |
| | 0.31 | 3/28/13 | 7/3/13 | 8,409,727 | 8,409,727 |
| | 0.40 | 3/28/13 | 4/29/13 | 3,729,966 | 3,729,801 |
| | 0.46 | 3/12/13 | 4/11/13 | 637,163 | 637,000 |
| | 0.65 | 2/6/13 | 5/3/13 | 9,315,073 | 9,306,000 |
| | 0.65 | 2/27/13 | 2/25/15 | 4,946,946 | 4,944,000 |
| | 0.70 | 1/4/13 | 4/4/13 | 2,482,192 | 2,478,000 |
| | 0.702 | 3/12/13 | 4/11/13 | 43,463,943 | 43,447,000 |
| | 0.71 | 3/20/13 | 4/4/13 | 2,559,606 | 2,559,000 |
| | 0.71 | 3/20/13 | 6/21/13 | 30,860,301 | 30,853,000 |
| | 0.71 | 3/25/13 | 6/25/13 | 30,122,158 | 30,118,000 |
| | 0.71 | 3/28/13 | 6/21/13 | 1,633,000 | 1,633,000 |
| | 0.75 | 1/4/13 | 4/4/13 | 36,659,325 | 36,593,000 |
| | 0.75 | 2/27/13 | 5/28/13 | 33,215,820 | 33,193,000 |
| | 1.00 | 2/26/13 | 4/22/13 | 14,597,861 | 14,584,370 |
| | 1.10 | 3/20/13 | 4/16/13 | 11,706,291 | 11,702,000 |
| | 1.151 | 1/25/13 | 4/26/13 | 44,667,056 | 44,573,000 |
| 1.53 | 3/8/13 | 6/7/13 | 6,368,489 | 6,362,000 | |
| 1.53 | 3/19/13 | 6/19/13 | 5,655,123 | 5,652,000 | |
| 1.53 | 3/20/13 | 6/18/13 | 12,806,528 | 12,800,000 | |
| 1.534 | 3/5/13 | 6/5/13 | 5,754,613 | 5,748,000 | |
| 1.534 | 3/22/13 | 6/24/13 | 10,702,559 | 10,698,000 | |
| 1.548 | 2/1/13 | 5/1/13 | 2,875,276 | 2,868,000 | |
| 1.551 | 1/24/13 | 4/26/13 | 9,062,083 | 9,036,000 | |
| Citigroup | 0.954 | 3/28/13 | 5/2/13 | 6,573,697 | 6,573,000 |
| | 0.50 | 3/19/13 | 6/14/13 | 22,065,983 | 22,062,000 |
| Credit Suisse | 0.60 | 3/18/13 | 4/18/13 | 5,027,469 | 5,026,291 |
| | 1.25 | 3/18/13 | 4/18/13 | 4,516,163 | 4,513,969 |
| | 1.60 | 2/4/13 | 4/3/13 | 63,888,617 | 63,730,000 |
| | 1.60 | 2/7/13 | 4/5/13 | 11,801,734 | 11,774,000 |
| | 1.60 | 2/13/13 | 4/12/13 | 7,027,649 | 7,013,000 |
| | 1.60 | 2/21/13 | 4/19/13 | 44,546,080 | 44,469,000 |
| | 1.60 | 3/15/13 | 5/16/13 | 8,606,498 | 8,600,000 |
| | 1.60 | 3/18/13 | 5/17/13 | 50,928,669 | 50,897,000 |
| | 1.60 | 3/22/13 | 5/23/13 | 23,163,290 | 23,153,000 |
| | 1.60 | 3/25/13 | 5/28/13 | 5,015,560 | 5,014,000 |
| | 1.60 | 3/28/13 | 5/30/13 | 12,808,277 | 12,806,000 |
| | Deutsche Bank | (1.00) | 3/25/13 | 12/31/13 | 1,660,677 |
| (0.50) | | 6/29/12 | 6/28/14 | 5,053,554 | 5,073,000 |
| 0.68 | | 2/28/13 | 5/30/13 | 3,835,317 | 3,833,000 |
| | 0.68 | 3/25/13 | 6/28/13 | 19,738,610 | 19,736,000 |

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PIMCO Dynamic Income Fund
Notes to Schedule of Investments

March 31, 2013 (continued)

| Counterparty | Rate | Trade Date | Due Date | Principal & Interest | Principal |
|------------------------|-------|------------|----------|----------------------|-----------------|
| | 0.68% | 3/28/13 | 7/3/13 | \$40,670,000 | \$40,670,000 |
| | 0.75 | 1/2/13 | 4/2/13 | 43,582,660 | 43,502,000 |
| | 0.75 | 1/4/13 | 4/3/13 | 9,105,474 | 9,089,000 |
| JPMorgan Chase | 1.501 | 1/25/13 | 4/25/13 | 43,778,140 | 43,658,000 |
| Morgan Stanley | 1.15 | 3/5/13 | 5/7/13 | 19,069,433 | 19,053,000 |
| Royal Bank of Canada | 0.45 | 3/13/13 | 6/14/13 | 9,373,226 | 9,371,000 |
| | 1.28 | 3/11/13 | 6/11/13 | 15,751,753 | 15,740,000 |
| | 1.287 | 2/27/13 | 5/29/13 | 16,875,886 | 16,856,000 |
| | 1.292 | 2/8/13 | 5/9/13 | 63,946,069 | 63,826,000 |
| | 1.292 | 2/11/13 | 5/9/13 | 7,745,059 | 7,731,000 |
| | 1.293 | 2/7/13 | 5/6/13 | 15,676,785 | 15,647,000 |
| | 1.302 | 1/29/13 | 4/29/13 | 17,489,129 | 17,450,000 |
| | 1.305 | 1/9/13 | 4/9/13 | 38,214,256 | 38,101,001 |
| | 2.292 | 2/14/13 | 5/14/14 | 17,595,383 | 17,544,000 |
| | 2.31 | 2/14/13 | 5/14/14 | 46,239,561 | 46,076,000 |
| Royal Bank of Scotland | 1.203 | 3/15/13 | 4/16/13 | 10,486,954 | 10,481,000 |
| | 1.204 | 3/27/13 | 4/22/13 | 12,453,082 | 12,451,000 |
| | 1.204 | 3/27/13 | 4/26/13 | 9,879,652 | 9,878,000 |
| | 1.553 | 3/15/13 | 4/16/13 | 31,106,796 | 31,084,000 |
| | 1.554 | 3/5/13 | 4/4/13 | 8,189,534 | 8,180,000 |
| | 1.554 | 3/28/13 | 4/25/13 | 11,259,944 | 11,258,000 |
| | 1.637 | 3/5/13 | 6/5/13 | 7,410,087 | 7,401,000 |
| | 1.653 | 1/18/13 | 4/15/13 | 5,307,732 | 5,290,000 |
| UBS | 0.60 | 1/23/13 | 4/23/13 | 43,904,474 | 43,853,333 |
| | 0.65 | 12/21/12 | 6/21/13 | 26,064,445 | 26,017,000 |
| | 0.70 | 1/23/13 | 4/23/13 | 12,361,018 | 12,344,223 |
| | 1.40 | 1/17/13 | 4/17/13 | 2,465,691 | 2,458,616 |
| | 1.40 | 1/17/13 | 4/17/13 | 4,641,703 | 4,628,384 |
| | 2.533 | 3/26/13 | 10/4/13 | 3,236,366 | 3,235,000 |
| | | | | | \$1,254,665,300 |

(r) The weighted average daily balance of reverse repurchase agreements outstanding during the period ended March 31, 2013 was \$960,032,356, at a weighted average interest rate of 1.20%. Total market value of underlying collateral (refer to the Schedule of Investments for positions transferred for the benefit of the counterparty as collateral) for open reverse repurchase agreements at March 31, 2013 was \$1,544,801,914.

At March 31, 2013, the Fund held U.S. Treasury Obligations and Mortgage-Backed Securities valued at \$922,991 and \$1,072,861, respectively, and \$6,844,000 in cash as collateral for open reverse repurchase agreements. Cash collateral held may be invested in accordance with the Fund's investment strategy. Securities held as collateral will not be pledged and are not reflected in the Schedule of Investments.

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Notes to Schedule of Investments

March 31, 2013 (continued)

(s) Fair Value Measurements See Note 1(b) in the Notes to Financial Statements.

| | Level 1 Quoted Prices | Level 2 Other Significant Observable Inputs | Level 3 Significant Unobservable Inputs | Value at 3/31/13 |
|---|-----------------------------|--|--|---------------------|
| Investments in Securities Assets | | | | |
| Mortgage-Backed Securities | | \$1,423,365,144 | \$59,476,261 | \$1,482,841,405 |
| Corporate Bonds & Notes | | 509,173,082 | | 509,173,082 |
| Asset-Backed Securities | | 259,277,804 | 54,059,850 | 313,337,654 |
| Senior Loans: | | | | |
| Auto Components | | | 12,078,543 | 12,078,543 |
| Hotels/Gaming | | | 16,530,000 | 16,530,000 |
| Real Estate | | | 42,108,179 | 42,108,179 |
| All Other | | 47,936,076 | | 47,936,076 |
| U.S. Government Agency Securities | | 57,140,161 | | 57,140,161 |
| U.S. Treasury Obligations | | 27,440,168 | | 27,440,168 |
| Convertible Preferred Stock | \$12,646,775 | | | 12,646,775 |
| Short-Term Investments | | 108,235,275 | | 108,235,275 |
| | 12,646,775 | 2,432,567,710 | 184,252,833 | 2,629,467,318 |
| Other Financial Instruments* Assets | | | | |
| Credit Contracts | | 1,588,074 | | 1,588,074 |
| Foreign Exchange Contracts | | 2,595,607 | | 2,595,607 |
| Interest Rate Contracts | | 5,608,445 | | 5,608,445 |
| | | 9,792,126 | | 9,792,126 |
| Other Financial Instruments* Liabilities | | | | |
| Credit Contracts | | (292,174) | | (292,174) |
| Foreign Exchange Contracts | | (1,686,874) | | (1,686,874) |
| Interest Rate Contracts | | (229,102) | | (229,102) |
| | | (2,208,150) | | (2,208,150) |
| Totals | \$12,646,775 | \$2,440,151,686 | \$184,252,833 | \$2,637,051,294 |

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

| | Beginning Balance 5/30/12** | Purchases | Sales | Accrued Discount (Premiums) | Net Realized Gain (Loss) | Net Change in Unrealized Appreciation/ Depreciation | Transfers into Level 3 | Transfers out of Level 3 | Ending Balance 3/31/13 |
|---|-----------------------------------|---------------|---------------|-----------------------------------|-----------------------------------|--|------------------------------|--------------------------------|------------------------------|
| Investments in Securities Assets | | | | | | | | | |
| Mortgage-Backed Securities | \$ | \$52,439,185 | \$(1,031,033) | \$67,953 | \$419,039 | \$7,581,117 | \$ | \$ | \$59,476,261 |
| Asset-Backed Securities | | 47,227,734 | (2,781,436) | 1,063,992 | 2,179,450 | 6,370,110 | | | 54,059,850 |
| Senior Loans: | | | | | | | | | |
| Auto Components | | 11,902,500 | (99,958) | 19,256 | 2,625 | 254,120 | | | 12,078,543 |
| Hotels/Gaming | | 14,963,250 | | 37,707 | | 1,529,043 | | | 16,530,000 |
| Real Estate | | 41,947,140 | | | | 161,039 | | | 42,108,179 |
| Totals | \$ | \$168,479,809 | \$(3,912,427) | \$1,188,908 | \$2,601,114 | \$15,895,429 | \$ | \$ | \$184,252,833 |

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Notes to Schedule of Investments

March 31, 2013 (continued)

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

| | Ending Balance at 3/31/13 | Valuation Technique Used | Unobservable Inputs | Input Values |
|---|------------------------------|-------------------------------|------------------------|-------------------|
| Investments in Securities Assets | | | | |
| Mortgage-Backed Securities | \$59,007,734 | Benchmarked Pricing | Security Price Reset | \$59.71-\$112.17 |
| | 468,527 | Market Comparable Security | Security Price Reset | \$5.22 |
| Asset-Backed Securities | 54,059,850 | Benchmarked Pricing | Security Price Reset | \$24.88-\$38.99 |
| Senior Loans | 28,608,543 | Benchmarked Pricing | Security Price Reset | \$101.50-\$108.75 |
| | 42,108,179 | Third-Party Pricing Vendor | Single Broker Quote | \$153.10-\$153.31 |

* Other financial instruments are derivatives, such as swap agreements and forward foreign currency contracts, which are valued at the unrealized appreciation (depreciation) of the instrument.

** Commencement of operations.

The net change in unrealized appreciation/depreciation of Level 3 investments held at March 31, 2013 was \$15,895,429. Net realized gain (loss) and net change in unrealized appreciation/depreciation are reflected on the Statement of Operations.

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

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

| Location | Interest Rate Contracts | Credit Contracts | Foreign Exchange Contracts | Total |
|---|----------------------------|---------------------|----------------------------------|---------------|
| Asset derivatives: | | | | |
| Unrealized appreciation of OTC swaps | \$ | \$1,588,074 | \$ | \$1,588,074 |
| Unrealized appreciation of forward foreign currency contracts | | | 2,595,607 | 2,595,607 |
| Total asset derivatives | \$ | \$1,588,074 | \$2,595,607 | \$4,183,681 |
| Liability derivatives: | | | | |
| Unrealized depreciation of OTC swaps | \$ | \$(292,174) | \$ | \$(292,174) |
| Payable for variation margin on centrally cleared swaps*** | (855,110) | | | (855,110) |
| Unrealized depreciation of forward foreign currency contracts | | | (1,686,874) | (1,686,874) |
| Total liability derivatives | \$(855,110) | \$(292,174) | \$(1,686,874) | \$(2,834,158) |

*** Included in net unrealized appreciation of \$5,379,343 on centrally cleared swaps as reported in (n) in the Notes to Schedule of Investments.

The effect of derivatives on the Statement of Operations for the period ended March 31, 2013:

| Location | Interest Rate Contracts | Credit Contracts | Foreign Exchange Contracts | Total |
|----------|----------------------------|---------------------|----------------------------------|-------|
|----------|----------------------------|---------------------|----------------------------------|-------|

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| | | | | |
|--|-------------|--------------|---------------|--------------|
| Net realized gain (loss) on: | | | | |
| Swaps | \$3,359,094 | \$14,971,246 | \$ | \$18,330,340 |
| Foreign currency transactions (forward foreign currency contracts) | | | (1,768,098) | (1,768,098) |
| Total net realized gain (loss) | \$3,359,094 | \$14,971,246 | \$(1,768,098) | \$16,562,242 |

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Notes to Schedule of Investments

March 31, 2013 (continued)

| Location | Interest Rate Contracts | Credit Contracts | Foreign Exchange Contracts | Total |
|--|----------------------------|---------------------|----------------------------------|--------------------|
| Net change in unrealized appreciation/depreciation of: | | | | |
| Swaps | \$5,379,343 | \$1,295,900 | \$ | \$6,675,243 |
| Foreign currency transactions (forward foreign currency contracts) | | | 908,733 | 908,733 |
| Total net change in unrealized appreciation/depreciation | \$5,379,343 | \$1,295,900 | \$908,733 | \$7,583,976 |

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

| Forward Foreign Currency Contracts (1) | | Credit Default Swap Agreements (2) | | Interest Rate Swap Agreements (2) |
|---|---------------|---------------------------------------|--------------------|---|
| Purchased | Sold | Buy | Sell | |
| \$47,920,664 | \$283,165,951 | | \$130,916 7,000 | \$259,000 |

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

(2) Notional Amount (in thousands)

Glossary:

| | |
|--------|---|
| ABS | - Asset-Backed Securities |
| ABX.HE | - Asset-Backed Securities Index Home Equity |
| £ | - British Pound |
| CDO | - Collateralized Debt Obligation |
| CME | - Chicago Mercantile Exchange |
| CMO | - Collateralized Mortgage Obligation |
| | - Euro |
| FRN | - Floating Rate Note |
| IO | - Interest Only |
| LIBOR | - London Inter-Bank Offered Rate |
| MBIA | - insured by MBIA Insurance Corp. |
| OTC | - Over-the-Counter |
| PIK | - Payment-in-Kind |

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PIMCO Global StocksPLUS® & Income Fund Schedule of Investments

March 31, 2013

| Principal Amount (000s) | | Value |
|-----------------------------------|---|-----------|
| MORTGAGE-BACKED SECURITIES | 61.9% | |
| | Banc of America Funding Corp., CMO (k), | |
| \$248 | 0.423%, 7/20/36 | \$225,096 |
| 1,764 | 2.872%, 3/20/36 | 1,600,326 |
| 887 | 3.031%, 12/20/34 | 782,269 |
| 533 | 5.846%, 1/25/37 | 424,255 |
| 2,000 | Banc of America Merrill Lynch Commercial Mortgage, Inc., | |
| | 5.303%, 3/11/41 CMO (a) (d) (k) | 1,492,614 |
| 8 | Banc of America Mortgage Trust, 6.00%, 7/25/46 CMO | 7,058 |
| 756 | BCAP LLC Trust, 6.25%, 11/26/36 CMO (a) (d) | 751,177 |
| 3,000 | BCRR Trust, 5.858%, 7/17/40 CMO (a) (d) (k) | 3,458,091 |
| | Bear Stearns Adjustable Rate Mortgage Trust, CMO (k), | |
| 422 | 2.821%, 3/25/35 | 394,741 |
| 1,178 | 3.018%, 2/25/34 | 1,169,353 |
| 732 | 5.385%, 7/25/36 | 576,651 |
| | Bear Stearns ALT-A Trust, CMO (k), | |
| 506 | 2.68%, 4/25/35 | 426,084 |
| 216 | 2.835%, 11/25/35 | 165,830 |
| 336 | 2.926%, 9/25/35 | 284,708 |
| | Bear Stearns Commercial Mortgage Securities Trust, CMO (k), | |
| 1,000 | 5.694%, 6/11/50 (i) | 1,169,353 |
| 1,000 | 5.753%, 2/11/41 (a) (d) | 850,795 |
| 1,300 | 5.953%, 3/13/40 (a) (d) | 1,298,887 |
| | Bear Stearns Structured Products, Inc. Trust, CMO (k), | |
| 1,600 | 2.618%, 1/26/36 | 1,255,749 |
| 538 | 2.735%, 12/26/46 | 373,526 |
| 1,295 | CBA Commercial Small Balance Commercial Mortgage, | |
| | 5.54%, 1/25/39 CMO (a) (b) (d) (j) (acquisition cost-\$729,902; | |
| | purchased 11/18/09) | 823,545 |
| 2,632 | Celtic Residential Irish Mortgage Securitisation No. 9 PLC, 0.357%, | |
| | 11/13/47 CMO (k) | 2,650,398 |
| £2,378 | Celtic Residential Irish Mortgage Securitisation No. 11 PLC, | |
| | 0.767%, 12/14/48 CMO (k) | 2,807,949 |
| \$864 | Charlotte Gateway Village LLC, 6.41%, 12/1/16 CMO | |
| | (a) (b) (d) (f) (j) | |
| | (acquisition cost-\$916,382; purchased 1/9/06) | 872,186 |
| | Chevy Chase Funding LLC Mortgage-Backed Certificates, CMO | |
| | (a) (d) (k), | |
| 306 | 0.504%, 8/25/35 | 263,534 |
| 19 | 0.544%, 10/25/34 | 16,608 |
| 1,415 | Citigroup Mortgage Loan Trust, Inc., 2.989%, 3/25/37 CMO (k) | 1,015,913 |
| 1,015 | Citigroup/Deutsche Bank Commercial Mortgage Trust, 5.218%, | |
| | 7/15/44 CMO (k) | 1,028,253 |
| 760 | Commercial Mortgage Trust, 5.908%, 7/10/46 CMO (a) (d) (k) | 863,394 |
| | Countrywide Alternative Loan Trust, CMO, | |
| 1,522 | 0.413%, 5/20/46 (k) | 1,019,223 |
| 279 | 0.444%, 12/25/46 (k) | 78,970 |
| 1,857 | 0.534%, 10/25/35 (k) | 1,300,101 |
| 3,462 | 0.554%, 5/25/36 (k) | 1,921,571 |
| 471 | 2.895%, 2/25/37 (k) | 400,781 |

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| | | |
|-------|---|-----------|
| 457 | 5.091%, 10/25/35 (k) | 364,094 |
| 1,177 | 5.50%, 8/25/34 | 1,012,071 |
| 59 | 5.50%, 2/25/36 | 48,028 |
| 1,048 | 5.50%, 3/25/36 | 807,445 |
| 1,309 | 6.00%, 5/25/37 | 1,042,682 |
| 166 | 6.25%, 9/25/34 | 164,442 |
| 2,458 | 6.946%, 7/25/36 IO (k) | 782,533 |
| | Countrywide Home Loan Mortgage Pass-Through Trust, CMO, | |
| 345 | 0.444%, 3/25/36 (k) | 274,566 |

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March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|-------------------------------|---|-------------|
| \$2,205 | 0.524%, 3/25/35 (k) | \$1,770,569 |
| 244 | 0.594%, 2/25/35 (k) | 138,853 |
| 285 | 2.624%, 10/20/35 (k) | 200,069 |
| 489 | 2.83%, 10/20/35 (k) | 435,214 |
| 619 | 3.057%, 8/25/34 (k) | 553,766 |
| 599 | 3.147%, 3/25/37 (k) | 410,244 |
| 1,379 | 5.107%, 10/20/35 (k) | 1,165,932 |
| 123 | 5.50%, 8/25/35 | 121,600 |
| 2,600 | Credit Suisse First Boston Mortgage Securities Corp., 5.745%, 12/15/36 CMO (a) (d) (k) Credit Suisse Mortgage Capital Certificates, CMO, | 2,429,504 |
| 900 | 5.467%, 9/18/39 (a) (d) (k) | 1,009,652 |
| 432 | 6.00%, 11/25/36 | 441,212 |
| 2,000 | 6.024%, 2/15/41 (k) | 2,358,662 |
| 864 | First Horizon Alternative Mortgage Securities Trust, 2.328%, 11/25/36 CMO (k) | 635,267 |
| 1,970 | First Horizon Mortgage Pass-Through Trust, 2.576%, 1/25/37 CMO (k) GE Capital Commercial Mortgage Corp., CMO (k), | 1,791,287 |
| 1,000 | 5.152%, 7/10/45 (a) (d) | 955,598 |
| 1,000 | 5.205%, 5/10/43 | 992,817 |
| 333 | GMACM Mortgage Loan Trust, 3.50%, 6/25/34 CMO (k) | 330,954 |
| 730 | GS Mortgage Securities Corp. II, 5.988%, 8/10/43 CMO (a) (d) (k) GSR Mortgage Loan Trust, CMO, | 790,740 |
| 314 | 2.662%, 9/25/35 (k) | 324,214 |
| 624 | 2.816%, 4/25/35 (k) | 585,052 |
| 346 | 2.932%, 5/25/35 (k) | 307,254 |
| 340 | 5.50%, 6/25/36 Harborview Mortgage Loan Trust, CMO (k), | 318,372 |
| 42 | 0.503%, 4/19/34 | 41,757 |
| 204 | 2.492%, 11/19/34 | 156,019 |
| 77 | 2.908%, 2/25/36 | 61,488 |
| 75 | 5.194%, 8/19/36 | 63,988 |
| 867 | 5.45%, 6/19/36 | 629,414 |
| 855 | HSI Asset Loan Obligation Trust, 2.945%, 1/25/37 CMO (k) | 661,683 |
| 2 | Impac CMB Trust, 0.844%, 10/25/33 CMO (k) IndyMac Index Mortgage Loan Trust, CMO (k), | 1,989 |
| 2,759 | 0.474%, 6/25/37 | 742,594 |
| 80 | 0.484%, 3/25/35 | 67,788 |
| 411 | 2.667%, 6/25/37 | 268,679 |
| 78 | JPMorgan Alternative Loan Trust, 7.00%, 12/25/35 CMO | 3,041 |
| 1,500 | JPMorgan Chase Commercial Mortgage Securities Corp., 5.271%, 5/15/41 CMO (a) (d) (k) JPMorgan Mortgage Trust, CMO, | 1,147,215 |
| 1,865 | 2.91%, 4/25/37 (k) | 1,511,905 |
| 567 | 4.127%, 5/25/36 (k) | 490,804 |
| 201 | 5.50%, 1/25/36 | 197,469 |
| 175 | 5.50%, 6/25/37 Luminent Mortgage Trust, CMO (k), | 172,454 |
| 1,310 | 0.374%, 12/25/36 | 959,959 |
| 1,244 | 0.404%, 10/25/46 MASTR Adjustable Rate Mortgages Trust, CMO (k), | 1,055,146 |
| 1,421 | 2.712%, 11/25/35 (a) (d) | 914,040 |

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| | | |
|-----|---|---------|
| 378 | 3.147%, 10/25/34 | 334,886 |
| 413 | Merrill Lynch Alternative Note Asset, 0.274%, 1/25/37 CMO (k) | 170,995 |
| 269 | Merrill Lynch Mortgage Investors Trust, 1.76%, 10/25/35 CMO (k) | 266,097 |

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March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|-------------------------------|--|-------------|
| \$1,000 | Merrill Lynch/Countrywide Commercial Mortgage Trust, 5.378%, 8/12/48 CMO | \$1,136,886 |
| 500 | Morgan Stanley Capital I, Inc., CMO, 5.21%, 11/14/42 (k) | 408,838 |
| 100 | 5.379%, 8/13/42 (a) (d) (k) | 56,975 |
| 1,415 | 5.569%, 12/15/44 | 1,586,863 |
| 1,200 | Morgan Stanley Re-Remic Trust, zero coupon, 7/17/56 CMO, PO (a) (b) (d) (j) (acquisition cost-\$1,113,694; purchased 4/6/11) | 1,121,640 |
| 452 | Opteum Mortgage Acceptance Corp., 0.474%, 7/25/36 CMO (k) | 307,527 |
| 262 | Provident Funding Mortgage Loan Trust, 2.926%, 10/25/35 CMO (k) | 256,079 |
| 3,000 | RBSCF Trust, 6.068%, 2/17/51 CMO (a) (d) (k) | 3,188,663 |
| 2,595 | RBSSP Resecuritization Trust, 5.00%, 9/26/36 CMO (a) (d) | 1,240,014 |
| 558 | Residential Accredited Loans, Inc., CMO, 3.399%, 12/26/34 (k) | 468,158 |
| 1,503 | 3.85%, 1/25/36 (k) | 1,160,033 |
| 908 | 6.00%, 9/25/35 | 696,158 |
| 660 | 6.00%, 8/25/36 | 537,578 |
| 200 | Residential Asset Mortgage Products, Inc., 7.50%, 12/25/31 CMO Structured Adjustable Rate Mortgage Loan Trust, CMO (k), | 209,258 |
| 1,184 | 1.578%, 5/25/35 | 809,464 |
| 178 | 3.03%, 9/25/35 | 155,572 |
| 533 | 4.524%, 9/25/36 | 321,294 |
| 722 | 4.994%, 11/25/36 | 684,020 |
| 1,025 | 5.103%, 4/25/36 | 827,540 |
| 776 | 5.175%, 1/25/36 | 615,711 |
| 655 | Structured Asset Mortgage Investments II Trust, CMO (k), 0.434%, 2/25/36 | 456,642 |
| 551 | 0.484%, 2/25/36 | 385,367 |
| 319 | Suntrust Adjustable Rate Mortgage Loan Trust, 3.038%, 1/25/37 CMO (k) | 295,356 |
| 532 | Wachovia Bank Commercial Mortgage Trust, CMO, 4.982%, 2/15/35 (a) (d) | 531,950 |
| 1,500 | 5.437%, 1/15/41 (a) (d) (k) | 1,209,934 |
| 2,500 | 5.926%, 2/15/51 (k) | 2,896,484 |
| 1,000 | WaMu Commercial Mortgage Securities Trust, 6.135%, 3/23/45 CMO (a) (d) (k) | 1,046,961 |
| 217 | WaMu Mortgage Pass-Through Certificates, CMO (k), 0.494%, 7/25/45 | 203,442 |
| 200 | 0.907%, 1/25/47 | 179,817 |
| 979 | 2.609%, 12/25/36 | 840,779 |
| 801 | 2.638%, 2/25/37 | 686,755 |
| 323 | 5.05%, 7/25/37 | 299,789 |
| 801 | 5.076%, 4/25/37 | 68,692 |
| 8 | 5.157%, 8/25/36 | 71 |
| 3,694 | Washington Mutual Alternative Mortgage Pass-Through Certificates, 0.948%, 4/25/47 CMO (k) | 583,402 |
| 990 | | 970,917 |

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| | | | |
|--|-------|---|------------|
| | | Wells Fargo Mortgage-Backed Securities Trust, 6.00%, 3/25/37 CMO | |
| | 1,000 | WFDB Commercial Mortgage Trust, 6.403%, 7/5/24 CMO (a) (d) | 1,030,002 |
| Total Mortgage-Backed Securities (cost-\$70,441,698) | | | 91,725,723 |
| CORPORATE BONDS & NOTES 51.8% | | | |
| Airlines 3.1% | | | |
| | 1,000 | American Airlines, Inc., 10.50%, 10/15/12 (e) | 1,192,500 |
| | 652 | Northwest Airlines, Inc., 1.039%, 11/20/15 (MBIA) (i) (k) | 645,697 |

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March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|-------------------------------|--|-------------|
| Airlines (continued) | | |
| | United Air Lines Pass-Through Trust (i), | |
| \$1,844 | 6.636%, 1/2/24 | \$2,002,914 |
| 636 | 10.40%, 5/1/18 | 731,128 |
| | | 4,572,239 |
| Banking 11.0% | | |
| | Ally Financial, Inc., | |
| 31 | 6.00%, 3/15/19 | 31,029 |
| 9 | 6.10%, 9/15/19 | 9,104 |
| 45 | 6.15%, 3/15/16 | 44,956 |
| 60 | 6.25%, 4/15/19 | 60,003 |
| 98 | 6.30%, 8/15/19 | 98,040 |
| 17 | 6.35%, 4/15/16-4/15/19 | 16,997 |
| 23 | 6.50%, 10/15/16 | 23,077 |
| 10 | 6.55%, 12/15/19 | 9,981 |
| 12 | 6.60%, 8/15/16 | 11,987 |
| 39 | 6.65%, 6/15/18-10/15/18 | 39,096 |
| 29 | 6.70%, 6/15/18 | 29,055 |
| 126 | 6.75%, 8/15/16-6/15/19 | 125,970 |
| 74 | 6.85%, 4/15/16-5/15/18 | 74,056 |
| 20 | 6.875%, 8/15/16-7/15/18 | 19,953 |
| 85 | 6.90%, 6/15/17-8/15/18 | 84,996 |
| 8 | 6.95%, 6/15/17 | 7,998 |
| 278 | 7.00%, 1/15/17-8/15/18 | 278,038 |
| 227 | 7.05%, 3/15/18-4/15/18 | 227,305 |
| 80 | 7.15%, 9/15/18 | 79,966 |
| 15 | 7.20%, 10/15/17 | 15,001 |
| 679 | 7.25%, 9/15/17-9/15/18 | 680,372 |
| 199 | 7.30%, 1/15/18 | 198,211 |
| 57 | 7.35%, 4/15/18 | 57,023 |
| 2 | 7.375%, 4/15/18 | 2,007 |
| 55 | 7.40%, 12/15/17 | 55,140 |
| 110 | 7.50%, 6/15/16-12/15/17 | 110,710 |
| 4 | 7.55%, 5/15/16 | 4,009 |
| 12 | 7.75%, 10/15/17 | 12,044 |
| 46 | 8.00%, 11/15/17 | 46,111 |
| 2 | 8.125%, 11/15/17 | 1,996 |
| 326 | 9.00%, 7/15/20 | 325,998 |
| £100 | Barclays Bank PLC, 14.00%, 6/15/19 (g) | 205,487 |
| 150 | BPCE S.A., 9.25%, 4/22/15 (g) | 199,969 |
| \$1,300 | CIT Group, Inc., 5.25%, 4/1/14 (a) (d) (i) | 1,353,625 |
| | Cooperatieve Centrale Raiffeisen-Boerenleenbank BA (i), | |
| 1,000 | 6.875%, 3/19/20 | 1,442,726 |
| \$1,600 | 11.00%, 6/30/19 (a) (b) (d) (g) (j) (acquisition cost-\$1,600,000; purchased 5/29/09) | 2,153,326 |
| | Credit Agricole S.A. (g), | |
| £450 | 5.136%, 2/24/16 | 634,522 |
| 200 | 7.589%, 1/30/20 | 299,484 |
| 200 | 8.125%, 10/26/19 | 313,941 |
| \$2,800 | Discover Bank, 7.00%, 4/15/20 (i) | 3,492,308 |

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| | | |
|---------|--|------------|
| £600 | LBG Capital No. 1 PLC, 7.588%, 5/12/20 | 941,299 |
| 100 | LBG Capital No. 2 PLC, 15.00%, 12/21/19 | 218,804 |
| \$2,000 | Regions Financial Corp., 7.75%, 11/10/14 (i) | 2,205,806 |
| | | 16,241,526 |

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PIMCO Global StocksPLUS® & Income Fund Schedule of Investments

March 31, 2013 (continued)

| | Principal Amount (000s) | | Value |
|---------------------------------------|-------------------------------|--|------------|
| Building Materials | 0.1% | | |
| | \$100 | Corp. GEO S.A.B. de C.V., 9.25%, 6/30/20 (a) (d) | \$87,500 |
| Chemicals | 0.4% | | |
| | 600 | Ineos Finance PLC, 7.50%, 5/1/20 (a) (d) (i) | 656,250 |
| Coal | 1.2% | | |
| | 800 | Berau Coal Energy Tbk PT, 7.25%, 3/13/17 (a) (d) (i) | 808,000 |
| | 700 | Mongolian Mining Corp., 8.875%, 3/29/17 (i) | 721,000 |
| | 200 | 8.875%, 3/29/17 (a) (d) | 206,000 |
| | | | 1,735,000 |
| Commercial Services | 1.2% | | |
| | 1,500 | PHH Corp., 9.25%, 3/1/16 (i) | 1,758,750 |
| Diversified Financial Services | 11.3% | | |
| | 1,000 | AGFC Capital Trust I, 6.00%, 1/15/67 (converts to FRN on 1/15/17) (a) (d) (i) | 815,000 |
| | 2,700 | C10 Capital SPV Ltd., 6.722%, 12/31/16 (i) | 2,416,500 |
| | 400 | Ford Motor Credit Co. LLC (i), 8.00%, 6/1/14 | 430,429 |
| | 3,850 | 8.00%, 12/15/16 | 4,625,798 |
| | 1,000 | HSBC Finance Corp., 6.676%, 1/15/21 (i) | 1,185,843 |
| | 3,000 | International Lease Finance Corp., 6.625%, 11/15/13 (i) | 3,097,500 |
| | 200 | SLM Corp., 4.028%, 2/1/14 (k) | 204,098 |
| | 1,000 | 8.00%, 3/25/20 (i) | 1,163,750 |
| | 1,250 | 8.45%, 6/15/18 (i) | 1,487,500 |
| | 900 | Springleaf Finance Corp., 6.50%, 9/15/17 (i) | 900,000 |
| | 200 | 6.90%, 12/15/17 | 202,750 |
| | 1,549 | Toll Road Investors Partnership II L.P., zero coupon, 2/15/45 (MBIA) (a) (b) (d) (j) (acquisition cost-\$253,622; purchased 11/20/12) | 271,079 |
| | | | 16,800,247 |
| Electric Utilities | 0.4% | | |
| | 500 | Energy Future Intermediate Holding Co. LLC, 10.00%, 12/1/20 (a) (d) (i) | 565,000 |
| Engineering & Construction | 1.5% | | |
| | 2,140 | Alion Science and Technology Corp., 12.00%, 11/1/14 PIK (i) | 2,199,056 |
| Household Products/Wares | 0.1% | | |
| | 100 | Armored Autogroup, Inc., 9.25%, 11/1/18 | 89,750 |
| Insurance | 6.3% | | |
| | 4,565 | American International Group, Inc. (i), 5.60%, 10/18/16 | 5,192,272 |
| | 1,350 | 6.25%, 5/1/36 | 1,693,941 |
| | 1,100 | 6.40%, 12/15/20 | 1,365,206 |
| | 1,000 | Stone Street Trust, 5.902%, 12/15/15 (a) (d) (i) | 1,087,559 |
| | | | 9,338,978 |
| Miscellaneous Manufacturing | 0.4% | | |
| | 900 | Colt Defense LLC, 8.75%, 11/15/17 (i) | 607,500 |
| Oil & Gas | 7.0% | | |

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2,900
357

BP Capital Markets PLC, 4.75%, 3/10/19 (i)
Global Geophysical Services, Inc., 10.50%, 5/1/17 (i)

3,365,392
311,482

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PIMCO Global StocksPLUS® & Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|---|---|-------------|
| Oil & Gas (continued) | | |
| \$950 | Odebrecht Drilling Norbe VIII/IX Ltd., 6.35%, 6/30/21 (a) (d) (i) | \$1,049,750 |
| 2,050 | OGX Austria GmbH (a) (d) (i), 8.375%, 4/1/22 | 1,552,875 |
| 1,400 | 8.50%, 6/1/18 | 1,099,000 |
| 3,000 | Quicksilver Resources, Inc., 11.75%, 1/1/16 (i) | 3,075,000 |
| | | 10,453,499 |
| Paper & Forest Products 0.0% | | |
| 30 | Millar Western Forest Products Ltd., 8.50%, 4/1/21 | 30,150 |
| Pharmaceuticals 0.1% | | |
| 200 | Lantheus Medical Imaging, Inc., 9.75%, 5/15/17 (i) | 199,500 |
| Pipelines 1.4% | | |
| 100 | NGPL PipeCo LLC (a) (d), 7.768%, 12/15/37 | 102,000 |
| 1,500 | 9.625%, 6/1/19 (i) | 1,687,500 |
| 400 | Rockies Express Pipeline LLC, 6.875%, 4/15/40 (a) (d) (i) | 364,000 |
| | | 2,153,500 |
| Real Estate Investment Trust 1.7% | | |
| 2,000 | SL Green Realty Corp., 7.75%, 3/15/20 (i) | 2,459,964 |
| Retail 2.0% | | |
| £100 | Aston Martin Capital Ltd., 9.25%, 7/15/18 | 154,984 |
| \$2,407 | CVS Pass-Through Trust, 5.88%, 1/10/28 (i) | 2,799,027 |
| | | 2,954,011 |
| Telecommunications 1.4% | | |
| 2,000 | Wind Acquisition Finance S.A., 11.75%, 7/15/17 (a) (d) (i) | 2,130,000 |
| Transportation 1.2% | | |
| 600 | Aeropuertos Dominicanos Siglo XXI S.A., 9.25%, 11/13/19 (a) (d) (i) | 655,500 |
| 1,075 | Navios Maritime Holdings, Inc., 8.875%, 11/1/17 (i) | 1,103,219 |
| 30 | Western Express, Inc., 12.50%, 4/15/15 (a) (d) | 22,050 |
| | | 1,780,769 |
| Total Corporate Bonds & Notes (cost-\$67,151,531) | | 76,813,189 |
| U.S. GOVERNMENT AGENCY SECURITIES 18.4% | | |
| Fannie Mae 17.7% | | |
| 2,300 | 4.50%, 9/1/25-7/1/41, MBS (i) | 2,485,181 |
| 15,539 | 5.50%, 6/1/38, MBS (i) | 16,951,868 |
| 1,630 | 5.846%, 3/25/37, CMO, IO (b) (i) (k) | 241,477 |
| 1,567 | 5.946%, 11/25/39, CMO, IO (b) (i) (k) | 245,157 |
| 3,950 | 6.00%, 8/1/34-11/1/36, MBS (i) | 4,403,240 |
| 1,578 | 6.176%, 3/25/37, CMO, IO (b) (i) (k) | 242,993 |
| 1,467 | 6.236%, 4/25/37, CMO, IO (i) (k) | 262,919 |
| 1,583 | 6.996%, 2/25/37, CMO, IO (b) (i) (k) | 249,036 |
| 179 | 7.00%, 12/25/23, CMO | 216,696 |
| 111 | 7.50%, 6/1/32, MBS (i) | 130,111 |
| 13 | 7.80%, 6/25/26, ABS (k) | 12,538 |
| 147 | 8.679%, 12/25/42, CMO (i) (k) | 172,505 |
| 408 | 13.894%, 8/25/22, CMO (b) (i) (k) | 547,299 |

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PIMCO Global StocksPLUS® & Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|---|--|------------|
| Freddie Mac 0.7% | | |
| \$2,285 | 6.237%, 3/15/37, CMO, IO (b) (i) (k) | \$335,585 |
| 1,505 | 6.367%, 9/15/36, CMO, IO (b) (i) (k) | 276,873 |
| 2,939 | 6.377%, 9/15/36, CMO, IO (i) (k) | 408,053 |
| 16 | 7.00%, 8/15/23, CMO | 18,686 |
| | | 1,039,197 |
| Total U.S. Government Agency Securities (cost-\$26,787,249) | | 27,200,217 |
| ASSET-BACKED SECURITIES 10.5% | | |
| 177 | Aircraft Certificate Owner Trust, 6.455%, 9/20/22 (a) (d) | 180,001 |
| 180 | Ameriquest Mortgage Securities, Inc., 5.829%, 2/25/33 (k) | 11,101 |
| 379 | Bayview Financial Asset Trust, 1.154%, 12/25/39 (a) (d) (k) | 305,003 |
| 890 | Bear Stearns Asset-Backed Securities Trust, 6.50%, 8/25/36 | 721,016 |
| 1,526 | Bombardier Capital Mortgage Securitization Corp. Trust, 7.83%, 6/15/30 (k) | 1,000,661 |
| 100 | Carrington Mortgage Loan Trust, 0.354%, 8/25/36 (k) | 55,659 |
| 236 | Centex Home Equity, 0.654%, 6/25/35 (k) | 189,490 |
| | Citigroup Mortgage Loan Trust, Inc., | |
| 304 | 0.364%, 1/25/37 (k) | 162,220 |
| 945 | 5.972%, 1/25/37 | 634,856 |
| 526 | Conseco Finance Securitizations Corp., 7.96%, 5/1/31 | 445,409 |
| | Countrywide Asset-Backed Certificates (k), | |
| 245 | 0.354%, 1/25/37 | 211,549 |
| 44 | 0.754%, 9/25/34 (a) (d) | 37,253 |
| 147 | Denver Arena Trust, 6.94%, 11/15/19 (a) (b) (d) (j) (acquisition cost-\$119,124; purchased 9/24/09) | 152,202 |
| 1,108 | EMC Mortgage Loan Trust, 0.674%, 5/25/39 (a) (d) (k) | 1,020,601 |
| | Legg Mason MTG Capital Corp, 7.11%, 3/10/21 (a) (b) (f) (j) | |
| 2,472 | (acquisition cost-\$2,367,240; purchased 1/29/13) | 2,386,687 |
| | Lehman XS Trust, | |
| 625 | 5.42%, 11/25/35 | 619,338 |
| 643 | 5.72%, 5/25/37 | 558,895 |
| 395 | MASTR Asset-Backed Securities Trust, 5.233%, 11/25/35 | 396,596 |
| 185 | Morgan Stanley ABS Capital I, Inc. Trust, 0.264%, 5/25/37 (k) | 99,111 |
| 96 | Quest Trust, 0.324%, 8/25/36 (a) (d) (k) | 92,429 |
| | Residential Asset Mortgage Products, Inc. (k), | |
| 90 | 0.884%, 3/25/33 | 75,977 |
| 136 | 5.572%, 6/25/32 | 119,819 |
| 68 | Residential Funding Mortgage Securities I, 0.654%, 6/25/33 (a) (d) (k) | 66,530 |
| 244 | Soundview Home Equity Loan Trust, 0.264%, 11/25/36 (a) (d) (k) | 93,180 |
| | South Coast Funding VII Ltd. (a) (d) (f) (k), | |
| 17,529 | 0.565%, 1/6/41 | 4,399,006 |
| 598 | 0.565%, 1/6/41 (b) (j) (acquisition cost-\$118,019; purchased 11/8/12) | 148,650 |
| 24 | 0.565%, 1/6/41 (b) (j) (acquisition cost-\$5,210; purchased 8/16/12) | 6,099 |
| | Structured Asset Securities Corp. (k), | |
| 690 | 0.354%, 5/25/36 | 634,866 |
| 824 | 0.504%, 6/25/35 | 718,322 |
| 143 | Washington Mutual Asset-Backed Certificates, 0.264%, 10/25/36 (k) | 57,054 |

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Total Asset-Backed Securities (cost-\$13,768,306)

15,599,580

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PIMCO Global StocksPLUS® & Income Fund Schedule of Investments

March 31, 2013 (continued)

| | Principal Amount (000s) | | Value |
|--|-------------------------------|--|-----------|
| SENIOR LOANS (a) (c) 4.5% | | | |
| Electric Utilities 0.2% | \$478 | Texas Competitive Electric Holdings Co. LLC, 4.702%-4.792%, 10/10/17 | \$340,785 |
| Financial Services 3.4% | 5,000 | Springleaf Finance Corp., 5.50%, 5/10/17 | 5,041,405 |
| Hotels/Gaming 0.9% | 1,200 | Stockbridge SBE Holdings LLC, 13.00%, 5/2/17, Term B (b) (j) (acquisition cost-\$1,148,250; purchased 5/1/12 7/10/12) | 1,305,000 |
| Total Senior Loans (cost-\$6,309,656) | | | 6,687,190 |
| U.S. TREASURY OBLIGATIONS 4.4% | | | |
| U.S. Treasury Notes 4.4% | 1,100 | 0.25%, 1/31/14 (h) | 1,101,075 |
| | 3,600 | 0.25%, 3/31/14 | 3,603,236 |
| | 1,000 | 1.00%, 1/15/14 (h) | 1,006,875 |
| | 845 | 2.375%, 8/31/14 (h) | 870,878 |
| Total U.S. Treasury Obligations (cost-\$6,579,666) | | | 6,582,064 |
| MUNICIPAL BONDS 1.1% | | | |
| West Virginia 1.1% | 1,860 | Tobacco Settlement Finance Auth. Rev., 7.467%, 6/1/47, Ser. A (cost-\$1,751,269) | 1,603,339 |
| Shares | | | |
| CONVERTIBLE PREFERRED STOCK 0.3% | | | |
| Electric Utilities 0.3% | 8,600 | PPL Corp., 9.50%, 7/1/13 (cost-\$430,000) | 471,280 |
| Units | | | |
| WARRANTS 0.0% | | | |
| Engineering & Construction 0.0% | 1,975 | Alion Science and Technology Corp., expires 11/1/14 (a) (d) (m) (cost-\$20) | 20 |
| Principal Amount (000s) | | | |
| SHORT-TERM INVESTMENTS 4.9% | | | |

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| | | | |
|--|---------|---|-----------|
| U.S. Treasury Obligations (h) (l) 3.6% | | | |
| | \$2,991 | U.S. Treasury Bills, 0.068%-0.183%, 4/18/13-1/9/14 | 2,989,972 |
| | 2,272 | U.S. Treasury Cash Management Bills, 0.101%-0.112%, 4/15/13 | 2,271,906 |
| Total U.S. Treasury Obligations (cost-\$5,261,627) | | | 5,261,878 |
| U.S. Government Agency Securities (l) 1.1% | | | |
| | 1,600 | Federal Home Loan Bank Discount Notes, 0.183%, 5/8/13-5/10/13 (cost-\$1,599,693) | 1,599,693 |

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PIMCO Global StocksPLUS® & Income Fund Schedule of Investments

March 31, 2013 (continued)

| | Principal Amount (000s) | | Value |
|--|-------------------------------|--|----------------------|
| Repurchase Agreements 0.2% | | | |
| | \$360 | State Street Bank and Trust Co., dated 3/28/13, 0.01%, due 4/1/13, proceeds \$360,000; collateralized by Fannie Mae, 2.17%, due 11/7/22, valued at \$370,533 including accrued interest (cost-\$360,000) | \$360,000 |
| Total Short-Term Investments (cost-\$7,221,320) | | | 7,221,571 |
| Contracts | | | |
| OPTIONS PURCHASED 0.1% | | | |
| Put Options 0.1% | | | |
| | 183 | S&P 500 Index Futures (CME), strike price \$1,475, expires 4/19/13 (m) (cost-\$229,220) | 107,512 |
| Total Investments, before options written and securities sold short (cost-\$200,669,935) 157.9% | | | 234,011,685 |
| OPTIONS WRITTEN (0.6)% | | | |
| Call Options (0.6)% | | | |
| | 183 | S&P 500 Index Futures (CME), strike price \$1,555, expires 4/19/13 (m) (premiums received-\$900,805) | (974,475) |
| Principal Amount (000s) | | | |
| SECURITIES SOLD SHORT (3.7)% | | | |
| U.S. Government Agency Securities (3.7)% | | | |
| | \$5,000 | Fannie Mae, 6.00%, MBS, TBA, 30 Year (proceeds received-\$5,477,344) | (5,477,345) |
| Total Investments, net of options written and securities sold short (cost-\$194,291,786) 153.6% | | | 227,559,865 |
| Other liabilities in excess of other assets (53.6)% | | | (79,389,904) |
| Net Assets 100.0% | | | \$148,169,961 |

PIMCO Global StocksPLUS® & Income Fund
Notes to Schedule of Investments

March 31, 2013

- (a) Private Placement Restricted as to resale and may not have a readily available market. Securities with an aggregate value of \$59,604,584, representing 40.2% of net assets.
- (b) Illiquid.
- (c) These securities generally pay interest at rates which are periodically pre-determined by reference to a base lending rate plus a premium. These base lending rates are generally either the lending rate offered by one or more major European banks, such as the LIBOR or the prime rate offered by one or more major United States banks, or the certificate of deposit rate. These securities are generally considered to be restricted as the Fund is ordinarily contractually obligated to receive approval from the Agent bank and/or borrower prior to disposition. Remaining maturities of senior loans may be less than the stated maturities shown as a result of contractual or optional payments by the borrower. Such prepayments cannot be predicted with certainty. The interest rate disclosed reflects the rate in effect on March 31, 2013.
- (d) 144A Exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.
- (e) In default.
- (f) Fair-Valued Securities with an aggregate value of \$7,812,628, representing 5.3% of net assets. See Note 1(a) and Note 1(b) in the Notes to Financial Statements.
- (g) Perpetual maturity. The date shown, if any, is the next call date. For Corporate Bonds & Notes the interest rate is fixed until the first call date and variable thereafter.
- (h) All or partial amount segregated for the benefit of the counterparty as collateral for derivatives.
- (i) All or partial amount transferred for the benefit of the counterparty as collateral for reverse repurchase agreements.
- (j) Restricted. The aggregate acquisition cost of such securities is \$8,371,443. The aggregate value is \$9,240,414, representing 6.2% of net assets.
- (k) Variable or Floating Rate Security Securities with an interest rate that changes periodically. The interest rate disclosed reflects the rate in effect on March 31, 2013.
- (l) Rates reflect the effective yields at purchase date.
- (m) Non-income producing.
- (n) Futures contracts outstanding at March 31, 2013:

| | Type | Contracts | Market Value (000s) | Expiration Date | Unrealized Appreciation |
|-------|----------------------|-----------|---------------------|-----------------|-------------------------|
| Long: | E-mini S&P 500 Index | 357 | \$27,894 | 6/21/13 | \$311,234 |
| | S&P 500 Index | 135 | 52,741 | 6/20/13 | 616,964 |
| | | | | | \$928,198 |

- (o) Transactions in options written for the year ended March 31, 2013:

| | Contracts | Premiums |
|--|-----------|-------------|
| Options outstanding, March 31, 2012 | 181 | \$995,035 |
| Options written | 2,139 | 12,043,378 |
| Options terminated in closing transactions | (1,416) | (8,237,686) |
| Options expired | (721) | (3,899,922) |
| Options outstanding, March 31, 2013 | 183 | \$900,805 |

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Notes to Schedule of Investments

March 31, 2013 (continued)

(p) Credit default swap agreements outstanding at March 31, 2013:

OTC buy protection swap agreements:

| Swap Counterparty/Referenced Debt Issuer | Notional Amount (000s) (1) | Credit Spread | Termination Date | Payments Made | Value (2) | Upfront Premiums Paid | Unrealized Appreciation |
|--|----------------------------|---------------|------------------|---------------|-----------|-----------------------|-------------------------|
| Citigroup: | | | | | | | |
| CIFC | \$1,000 | | 10/20/20 | (2.15)% | \$78,350 | \$ | \$78,350 |
| Goldman Sachs: | | | | | | | |
| CIFC | 478 | | 10/20/20 | (4.50)% | 91,389 | | 91,389 |
| TELOS | 1,500 | | 10/11/21 | (5.00)% | 255,892 | | 255,892 |
| JPMorgan Chase: | | | | | | | |
| IndyMac Home Equity Loan | 1,048 | | 6/25/30 | (0.45)% | 175,642 | | 175,642 |
| | | | | | \$601,273 | \$ | \$601,273 |

OTC sell protection swap agreements:

| Swap Counterparty/Referenced Debt Issuer | Notional Amount (000s) (1) | Credit Spread | Termination Date | Payments Received | Value (2) | Upfront Premiums Paid (Received) | Unrealized Appreciation (Depreciation) |
|--|----------------------------|---------------|------------------|-------------------|---------------|----------------------------------|--|
| Bank of America: | | | | | | | |
| Long Beach Mortgage Loan Trust | \$557 | | 7/25/33 | 6.25% | \$(384,625) | \$ | \$(384,625) |
| SLM | 500 | 0.40% | 12/20/13 | 5.00% | 18,142 | (70,000) | 88,142 |
| Citigroup: | | | | | | | |
| SLM | 900 | 0.40% | 12/20/13 | 5.00% | 32,655 | (141,750) | 174,405 |
| SLM | 1,800 | 0.40% | 12/20/13 | 5.00% | 65,310 | 155,594 | (90,284) |
| Deutsche Bank: | | | | | | | |
| SLM | 700 | 0.40% | 12/20/13 | 5.00% | 25,399 | (98,000) | 123,399 |
| Morgan Stanley: | | | | | | | |
| IndyMac Home Equity Loan | 1,048 | | 6/25/30 | 1.82% | (157,032) | | (157,032) |
| Morgan Stanley Dean Witter | 156 | | 8/25/32 | 3.23% | (56,898) | (2,931) | (53,967) |
| Royal Bank of Scotland: | | | | | | | |
| Markit ABX.HE AA 06-1 | 3,024 | | 7/25/45 | 0.32% | (926,591) | (1,780,181) | 853,590 |
| Markit ABX.HE AAA 07-1 | 2,856 | | 8/25/37 | 0.09% | (1,019,438) | (1,413,854) | 394,416 |
| UBS: | | | | | | | |
| JC Penney Corp., Inc. | 1,000 | 8.40% | 9/20/17 | 5.00% | (115,713) | (130,000) | 14,287 |
| | | | | | \$(2,518,795) | \$(3,481,122) | \$962,331 |

Credit Spread not quoted for asset-backed securities.

- (1) *This represents the maximum potential amount the Fund could be required to make available as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.*
- (2) *The quoted market prices and resulting values for credit default swap agreements serve as an indicator of the status at March 31, 2013 of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement have been closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.*

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PIMCO Global StocksPLUS® & Income Fund
Notes to Schedule of Investments

March 31, 2013 (continued)

(q) Interest rate swap agreements outstanding at March 31, 2013:

Centrally cleared swap agreements:

| Broker (Exchange) | Notional Amount (000s) | Termination Date | Rate Type | | Value | Unrealized Appreciation (Depreciation) |
|----------------------|------------------------------|---------------------|----------------------|----------------------|----------------------------|--|
| | | | Payments Made | Payments Received | | |
| Morgan Stanley (CME) | \$200,000 | 12/21/41 | 3-Month USD-LIBOR | 2.85% | \$(3,924,388) | \$(3,430,110) |
| Morgan Stanley (CME) | 228,000 | 12/18/43 | 2.75% | 3-Month USD-LIBOR | 16,149,990 \$12,225,602 | 4,399,990 \$969,880 |

(r) OTC total return swap agreements outstanding at March 31, 2013:

| Pay/Receive | Index | # of Units | Floating Rate* | Notional Amount (000s) | Maturity Date | Counterparty | Unrealized Appreciation |
|---|---|------------|------------------------------------|------------------------------|------------------|-------------------------------------|----------------------------|
| Total Return on Reference Receive | Index MSCI Daily Total Return EAFE | 16,105 | 1-Month USD-LIBOR less 0.05% | \$70,030 | 3/31/14 | Credit Suisse First Boston | \$579,180 |

* Floating rate is based upon predetermined notional amounts, which may be a multiple of the number of units disclosed.

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

| | Counterparty | U.S.\$ Value on Origination Date | U.S.\$ Value March 31, 2013 | Unrealized Appreciation (Depreciation) |
|---|----------------|-------------------------------------|--------------------------------|--|
| <u>Purchased:</u> | | | | |
| 129,000 Australian Dollar settling 4/4/13 | JPMorgan Chase | \$132,573 | \$134,298 | \$1,725 |
| 98,000 Euro settling 4/2/13 | Morgan Stanley | 127,980 | 125,621 | (2,359) |
| 1,483,000 Hong Kong Dollar settling 4/22/13 | HSBC Bank | 191,363 | 191,065 | (298) |
| 13,045,000 Japanese Yen settling 4/17/13 | Barclays Bank | 146,556 | 138,592 | (7,964) |
| 13,045,000 Japanese Yen settling 4/17/13 | UBS | 146,325 | 138,592 | (7,733) |
| 121,000 Swiss Franc settling 5/15/13 | Barclays Bank | 131,957 | 127,529 | (4,428) |
| <u>Sold:</u> | | | | |
| 2,990,000 British Pound settling 4/2/13 | Deutsche Bank | 4,514,170 | 4,543,154 | (28,984) |
| 382,000 British Pound settling 4/2/13 | Morgan Stanley | 573,640 | 580,430 | (6,790) |
| 3,372,000 British Pound settling 5/2/13 | UBS | 5,094,235 | 5,122,769 | (28,534) |
| 1,673,000 Euro settling 5/2/13 | Barclays Bank | 2,146,369 | 2,144,941 | 1,428 |
| 1,561,000 Euro settling 4/2/13 | Citigroup | 2,045,085 | 2,000,969 | 44,116 |
| 210,000 Euro settling 4/2/13 | Morgan Stanley | 273,452 | 269,189 | 4,263 |
| | | | | \$(35,558) |

PIMCO Global StocksPLUS® & Income Fund
Notes to Schedule of Investments

March 31, 2013 (continued)

(t) At March 31, 2013, the Fund held \$1,630,000 in cash as collateral and pledged cash collateral of \$4,814,000 for derivative contracts. Cash collateral held may be invested in accordance with the Fund's investment strategy. Cash collateral of \$70,000 was segregated in the Fund's name, at a third party, but cannot be invested by the Fund.

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

| Counterparty | Rate | Trade Date | Due Date | Principal & Interest | Principal |
|----------------------|---------------|------------|----------|----------------------|--------------|
| Barclays Bank | 0.40% | 3/14/13 | 6/14/13 | \$1,445,024 | \$1,444,733 |
| | 0.40 | 3/20/13 | 4/16/13 | 1,081,144 | 1,081,000 |
| | 0.46 | 3/12/13 | 4/11/13 | 175,044 | 175,000 |
| | 0.50 | 2/27/13 | 5/28/13 | 652,299 | 652,000 |
| | 0.55 | 1/11/13 | 4/4/13 | 1,026,253 | 1,025,000 |
| | 0.55 | 1/16/13 | 4/15/13 | 679,778 | 679,000 |
| | 0.55 | 1/22/13 | 4/22/13 | 3,378,558 | 3,375,000 |
| | 0.65 | 3/13/13 | 6/11/13 | 868,297 | 868,000 |
| | 0.702 | 3/12/13 | 4/11/13 | 2,186,853 | 2,186,000 |
| | 0.71 | 1/15/13 | 4/16/13 | 1,135,700 | 1,134,000 |
| | 0.71 | 2/11/13 | 5/3/13 | 587,567 | 587,000 |
| | 0.71 | 3/7/13 | 4/4/13 | 182,090 | 182,000 |
| | 0.71 | 3/7/13 | 6/7/13 | 667,329 | 667,000 |
| | 0.71 | 3/13/13 | 6/11/13 | 852,319 | 852,000 |
| | 0.71 | 3/28/13 | 6/7/13 | 91,000 | 91,000 |
| | 0.75 | 1/16/13 | 4/15/13 | 991,547 | 990,000 |
| | 0.75 | 1/16/13 | 4/16/13 | 3,816,955 | 3,811,000 |
| | 0.75 | 2/15/13 | 5/15/13 | 5,670,311 | 5,665,000 |
| | 0.75 | 2/27/13 | 5/28/13 | 1,273,875 | 1,273,000 |
| | Credit Suisse | 1.052 | 3/8/13 | 6/7/13 | 1,049,736 |
| (1.75) | | 3/14/13 | 3/12/15 | 744,348 | 745,000 |
| Deutsche Bank | 0.60 | 3/28/13 | 6/14/13 | 1,093,000 | 1,093,000 |
| | (0.25) | 9/7/12 | 9/6/14 | 1,655,628 | 1,658,000 |
| | 0.50 | 2/8/13 | 5/8/13 | 646,467 | 646,000 |
| | 0.55 | 2/28/13 | 5/30/13 | 5,033,460 | 5,031,000 |
| | 0.55 | 3/4/13 | 6/4/13 | 1,585,678 | 1,585,000 |
| | 0.62 | 1/11/13 | 4/11/13 | 1,162,599 | 1,161,000 |
| | 0.68 | 3/4/13 | 6/4/13 | 3,207,696 | 3,206,000 |
| | 0.68 | 3/8/13 | 6/4/13 | 2,601,179 | 2,600,000 |
| | 0.68 | 3/18/13 | 6/18/13 | 1,292,342 | 1,292,000 |
| | 0.75 | 1/4/13 | 4/3/13 | 3,064,544 | 3,059,000 |
| | 0.75 | 2/6/13 | 5/8/13 | 1,131,271 | 1,130,000 |
| | 0.75 | 2/8/13 | 5/8/13 | 6,104,693 | 6,098,000 |
| | 0.75 | 2/15/13 | 5/16/13 | 2,716,626 | 2,714,000 |
| | 0.75 | 2/19/13 | 5/20/13 | 1,325,131 | 1,324,000 |
| Goldman Sachs | 0.31 | 3/12/13 | 4/11/13 | 23,205,996 | 23,202,000 |
| Royal Bank of Canada | 0.45 | 2/22/13 | 5/22/13 | 3,169,505 | 3,168,000 |
| | 0.62 | 2/5/13 | 7/31/13 | 1,199,135 | 1,199,000 |
| UBS | 0.50 | 1/28/13 | 4/29/13 | 2,091,828 | 2,090,000 |
| | | | | | \$90,786,733 |

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Notes to Schedule of Investments

March 31, 2013 (continued)

- (v) The weighted average daily balance of reverse repurchase agreements outstanding during the year ended March 31, 2013 was \$106,793,888, at a weighted average interest rate of 0.65%. Total market value of underlying collateral (refer to the Schedule of Investments for positions transferred for the benefit of the counterparty as collateral) for open reverse repurchase agreements at March 31, 2013 was \$95,307,738.
 At March 31, 2013, the Fund held U.S. Treasury Obligations valued at \$344,382 as collateral for open reverse repurchase agreements. Securities held as collateral will not be pledged and are not reflected in the Schedule of Investments.
- (w) Sale-buybacks for the year ended March 31, 2013: The weighted average borrowing for sale-buybacks during the year ended March 31, 2013 was \$748,488 at a weighted average interest rate of 0.24%.
- (x) Fair Value Measurements See Note 1(b) in the Notes to Financial Statements.

| | Level 1 Quoted Prices | Level 2 Other Significant Observable Inputs | Level 3 Significant Unobservable Inputs | Value at 3/31/13 |
|---|--------------------------|--|--|---------------------|
| Investments in Securities Assets | | | | |
| Mortgage-Backed Securities | | \$89,731,897 | \$1,993,826 | \$91,725,723 |
| Corporate Bonds & Notes: | | | | |
| Airlines | | 1,838,197 | 2,734,042 | 4,572,239 |
| All Other | | 72,240,950 | | 72,240,950 |
| U.S. Government Agency Securities | | 27,200,217 | | 27,200,217 |
| Asset-Backed Securities | | 8,479,137 | 7,120,443 | 15,599,580 |
| Senior Loans: | | | | |
| Hotels/Gaming | | | 1,305,000 | 1,305,000 |
| All Other | | 5,382,190 | | 5,382,190 |
| U.S. Treasury Obligations | | 6,582,064 | | 6,582,064 |
| Municipal Bonds | | 1,603,339 | | 1,603,339 |
| Convertible Preferred Stock | \$471,280 | | | 471,280 |
| Warrants | | | 20 | 20 |
| Short-Term Investments | | 7,221,571 | | 7,221,571 |
| Options Purchased: | | | | |
| Market Price | | 107,512 | | 107,512 |
| | 471,280 | 220,387,074 | 13,153,331 | 234,011,685 |
| Investment in Securities Liabilities | | | | |
| Options Written, at value: | | | | |
| Market Price | | (974,475) | | (974,475) |
| Securities Sold Short, at value | | (5,477,345) | | (5,477,345) |
| | | (6,451,820) | | (6,451,820) |
| Other Financial Instruments* Assets | | | | |
| Credit Contracts | | 2,249,512 | | 2,249,512 |
| Foreign Exchange Contracts | | 51,532 | | 51,532 |
| Interest Rate Contracts | | 4,399,990 | | 4,399,990 |
| Market Price | 928,198 | 579,180 | | 1,507,378 |
| | 928,198 | 7,280,214 | | 8,208,412 |
| Other Financial Instruments* Liabilities | | | | |
| Credit Contracts | | (685,908) | | (685,908) |
| Foreign Exchange Contracts | | (87,090) | | (87,090) |
| Interest Rate Contracts | | (3,430,110) | | (3,430,110) |
| | | (4,203,108) | | (4,203,108) |
| Totals | \$1,399,478 | \$217,012,360 | \$13,153,331 | \$231,565,169 |

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

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Notes to Schedule of Investments

March 31, 2013 (continued)

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

| | Beginning Balance 3/31/12 | Purchases | Sales | Accrued Discount (Premiums) | Net Realized Gain (Loss) | Net Change in Unrealized Appreciation/ Depreciation | Transfers into Level 3** | Transfers out of Level 3*** | Ending Balance 3/31/13 |
|--|---------------------------------|--------------------|----------------------|-----------------------------------|-----------------------------------|--|--------------------------------|--------------------------------------|------------------------------|
| Investments in Securities Assets | | | | | | | | | |
| Mortgage-Backed Securities | \$3,275,263 | \$77,728 | \$(39,653) | \$5,968 | \$12,850 | \$492,032 | \$872,186 | \$(2,702,548) | \$1,993,826 |
| Corporate Bonds & Notes: | | | | | | | | | |
| Airlines | 3,754,974 | | (441,603) | 92 | 23,538 | 42,737 | | (645,696) | 2,734,042 |
| Asset-Backed Securities: | | | | | | | | | |
| Senior Loans: | | | | | | | | | |
| Hotels/Gaming Warrants: | | | | | | | | | |
| Engineering & Construction | | 20 | | | | | | | 20 |
| | 7,569,443 | 7,527,221 | (1,099,228) | 105,758 | 230,140 | 1,296,055 | 872,186 | (3,348,244) | 13,153,331 |
| Other Financial Instruments * Assets | | | | | | | | | |
| Credit Contracts | 1,071,165 | | | | | (645,534) | | (425,631) | |
| Other Financial Instruments * Liabilities | | | | | | | | | |
| Credit Contracts | (441,831) | | | | | 57,206 | | 384,625 | |
| Totals | \$8,198,777 | \$7,527,221 | \$(1,099,228) | \$105,758 | \$230,140 | \$707,727 | \$872,186 | \$(3,389,250) | \$13,153,331 |

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

| | Ending Balance at 3/31/13 | Valuation Technique Used | Unobservable Inputs | Input Values |
|---|------------------------------|-----------------------------|------------------------|-------------------|
| Investments in Securities Assets | | | | |
| Mortgage-Backed Securities | \$872,186 | Benchmarked Pricing | Security Price Reset | \$100.93 |
| Mortgage-Backed Securities | 1,121,640 | Third-Party pricing vendor | Single Broker Quote | \$93.47 |
| Corporate Bonds & Notes | 2,734,042 | Third-Party pricing vendor | Single Broker Quote | \$108.63-\$115.00 |
| Asset-Backed Securities | 180,001 | Third-Party pricing vendor | Single Broker Quote | \$101.50 |
| Asset-Backed Securities | 6,940,442 | Benchmarked Pricing | Security Price Reset | \$24.88-\$96.54 |
| Senior Loans | 1,305,000 | Third-Party pricing vendor | Single Broker Quote | \$108.75 |

* Other financial instruments are derivatives, such as futures contracts, swap agreements and forward foreign currency contracts, which are valued at the unrealized appreciation (depreciation) of the instrument.

** Transferred out of Level 2 into Level 3 because an evaluated price from a third-party pricing vendor was not available.

*** Transferred out of Level 3 into Level 2 because evaluated price with observable inputs from a third-party pricing vendor became available.

The net change in unrealized appreciation/depreciation of Level 3 investments held at March 31, 2013 was \$881,696. Net realized gain (loss) and net change in unrealized appreciation/depreciation are reflected on the Statement of Operations.

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Notes to Schedule of Investments

March 31, 2013 (continued)

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

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

| Location | Market Price | Interest Rate Contracts | Credit Contracts | Foreign Exchange Contracts | Total |
|---|--------------------|-------------------------|--------------------|----------------------------|----------------------|
| Asset derivatives: | | | | | |
| Investments, at value (options purchased) | \$107,512 | \$ | \$ | \$ | \$107,512 |
| Unrealized appreciation of OTC swaps | 579,180 | | 2,249,512 | | 2,828,692 |
| Receivable for variation margin on futures contracts* | 12,095 | | | | 12,095 |
| Unrealized appreciation of forward foreign currency contracts | | | | 51,532 | 51,532 |
| Total asset derivatives | \$698,787 | \$ | \$2,249,512 | \$51,532 | \$2,999,831 |
| Liability derivatives: | | | | | |
| Unrealized depreciation of OTC swaps | \$ | \$ | \$(685,908) | \$ | \$(685,908) |
| Payable for variation margin on centrally cleared swaps** | | (80,363) | | | (80,363) |
| Options written, at value | (974,475) | | | | (974,475) |
| Unrealized depreciation of forward foreign currency contracts | | | | (87,090) | (87,090) |
| Total liability derivatives | \$(974,475) | \$(80,363) | \$(685,908) | \$(87,090) | \$(1,827,836) |

* Included in net unrealized appreciation of \$928,198 on futures contracts as reported in (n) in the Notes to Schedule of Investments.

** Included in net unrealized appreciation of \$969,880 on centrally cleared swaps as reported in (q) in the Notes to Schedule of Investments.

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

| Location | Market Price | Interest Rate Contracts | Credit Contracts | Foreign Exchange Contracts | Total |
|--|---------------------|-------------------------|------------------|----------------------------|---------------------|
| Net realized gain (loss) on: | | | | | |
| Investments (options purchased) | \$(3,371,075) | \$ | \$ | \$ | \$(3,371,075) |
| Futures contracts | 9,624,010 | | | | 9,624,010 |
| Options written | (3,989,684) | | | | (3,989,684) |
| Swaps | 9,551,720 | 1,150,450 | 493,107 | | 11,195,277 |
| Foreign currency transactions (forward foreign currency contracts) | | | | 146,681 | 146,681 |
| Total net realized gain (loss) | \$11,814,971 | \$1,150,450 | \$493,107 | \$146,681 | \$13,605,209 |
| Net change in unrealized appreciation/depreciation of: | | | | | |
| Investments (options purchased) | \$93,693 | \$ | \$ | \$ | \$93,693 |
| Futures contracts | (708,108) | | | | (708,108) |
| Options written | (199,905) | | | | (199,905) |
| Swaps | (2,555,876) | (324,281) | 334,480 | | (2,545,677) |
| | | | | 18,668 | 18,668 |

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Foreign currency transactions (forward
foreign currency contracts)

**Total net change in unrealized
appreciation/depreciation**

\$(3,370,196)

\$(324,281)

\$334,480

\$18,668

\$(3,341,329)

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Notes to Schedule of Investments

March 31, 2013 (continued)

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

| Options Purchased | Options Written | Futures Contracts (1) | Forward Foreign Currency Contracts (2) | | Credit Default Swap Agreements (3) | | Interest Rate Swap Agreements | Total Return Swap Agreements(3) |
|----------------------|--------------------|-----------------------------|---|--------------|---------------------------------------|----------|-------------------------------------|---------------------------------------|
| (1) | (1) | Long | Purchased | Sold | Buy | Sell | (3) | |
| 178 | 178 | 450 | \$6,271,491 | \$13,964,281 | \$5,096 | \$14,430 | \$444,800 | \$62,248 |

(1) Number of contracts

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

(3) Notional Amount (in thousands)

Glossary:

| | |
|--------|---|
| ABS | - Asset-Backed Securities |
| ABX.HE | Asset-Backed Securities Index Home Equity |
| £ | - British Pound |
| CME | - Chicago Mercantile Exchange |
| CMO | - Collateralized Mortgage Obligation |
| EAFE | - Europe and Australia, Far East Equity Index |
| | - Euro |
| FRN | - Floating Rate Note |
| IO | - Interest Only |
| LIBOR | - London Inter-Bank Offered Rate |
| MBIA | - insured by MBIA Insurance Corp. |
| MBS | - Mortgage-Backed Securities |
| MSCI | - Morgan Stanley Capital International |
| OTC | - Over-the-Counter |
| PIK | - Payment-in-Kind |
| PO | - Principal Only |
| TBA | - To Be Announced |

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PIMCO High Income Fund Schedule of Investments

March 31, 2013

| Principal Amount (000s) | | Value |
|------------------------------------|---|-------------|
| CORPORATE BONDS & NOTES | 50.3% | |
| Airlines | 1.5% | |
| \$4,789 | American Airlines Pass-Through Trust, 10.18%, 1/2/13 (b) (d) (e) | \$8,140,836 |
| 817 | 10.375%, 1/2/21 | 854,205 |
| 10,236 | United Air Lines Pass-Through Trust, 10.40%, 5/1/18 | 11,771,163 |
| | | 20,766,204 |
| Banking | 24.9% | |
| 5,000 | AgFirst Farm Credit Bank, 7.30%, 4/29/13 (a) (b) (c) (f) (h) (acquisition cost \$4,500,000; purchased 12/7/10) | 4,999,865 |
| 97 | Ally Financial, Inc., 5.85%, 5/15/13 | 97,065 |
| 362 | 5.90%, 1/15/19-2/15/19 | 360,970 |
| 2,960 | 6.00%, 2/15/19-9/15/19 | 2,941,155 |
| 652 | 6.10%, 9/15/19 | 659,555 |
| 241 | 6.125%, 10/15/19 | 241,263 |
| 1,620 | 6.15%, 3/15/16 | 1,618,403 |
| 2,478 | 6.20%, 3/15/16-4/15/19 | 2,494,566 |
| 1,263 | 6.25%, 2/15/16-7/15/19 | 1,262,130 |
| 2,680 | 6.30%, 3/15/16 | 2,682,265 |
| 1,409 | 6.35%, 2/15/16-7/15/19 | 1,408,429 |
| 3,252 | 6.40%, 3/15/16-11/15/19 | 3,265,311 |
| 7,533 | 6.50%, 4/15/13-2/15/20 | 7,549,017 |
| 1,272 | 6.55%, 10/15/16-12/15/19 | 1,265,438 |
| 2,128 | 6.60%, 8/15/16-6/15/19 | 2,125,964 |
| 3,055 | 6.65%, 4/15/16-10/15/18 | 3,062,871 |
| 1,126 | 6.70%, 5/15/14-12/15/19 | 1,125,201 |
| 8,361 | 6.75%, 4/15/13-6/15/19 | 8,360,456 |
| 1,168 | 6.80%, 4/15/13-10/15/18 | 1,169,921 |
| 4,033 | 6.85%, 4/15/16-7/15/16 | 4,059,106 |
| 848 | 6.875%, 8/15/16-7/15/18 | 849,905 |
| 243 | 6.90%, 6/15/17-8/15/18 | 243,052 |
| 30 | 6.95%, 6/15/17 | 29,993 |
| 7,233 | 7.00%, 5/15/16-6/15/22 | 7,242,141 |
| 515 | 7.05%, 3/15/18-4/15/18 | 515,842 |
| 253 | 7.125%, 10/15/17 | 252,488 |
| 1,632 | 7.15%, 6/15/16-9/15/18 | 1,632,585 |
| 43 | 7.20%, 10/15/17 | 43,012 |
| 4,393 | 7.25%, 6/15/16-9/15/18 | 4,398,694 |
| 80 | 7.30%, 1/15/18 | 79,657 |
| 257 | 7.35%, 1/15/17-4/15/18 | 256,819 |
| 366 | 7.375%, 11/15/16-4/15/18 | 364,120 |
| 4,618 | 7.50%, 5/15/16-12/15/17 | 4,638,090 |
| 1,324 | 7.55%, 5/15/16 | 1,326,991 |
| 276 | 8.00%, 10/15/17-11/15/17 | 276,498 |
| 20 | 8.125%, 11/15/17 | 19,959 |
| 25 | 8.25%, 3/15/17 | 25,024 |
| 35 | 8.65%, 8/15/15 | 34,954 |
| 121 | 9.00%, 7/15/20 | 120,999 |
| £38,655 | Barclays Bank PLC, 14.00%, 6/15/19 (f) | 79,431,132 |

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| | | |
|--------|----------------------------------|------------|
| 20,000 | BPCE S.A. (f), 9.00%, 3/17/15 | 26,995,778 |
|--------|----------------------------------|------------|

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| Principal Amount (000s) | | Value |
|---|---|-------------|
| Banking (continued) | | |
| 4,106 | 9.25%, 4/22/15 | \$5,473,811 |
| \$6,000 | 12.50%, 9/30/19 (a) (c) | 7,409,220 |
| 576 | 12.50%, 9/30/19 | 711,285 |
| £1,000 | Credit Agricole S.A. (f), 8.125%, 10/26/19 | 1,569,706 |
| \$3,100 | 8.375%, 10/13/19 (a) (c) | 3,406,125 |
| 1,885 | LBG Capital No. 1 PLC, 7.375%, 3/12/20 | 2,482,374 |
| £900 | 7.588%, 5/12/20 | 1,411,949 |
| 3,400 | 7.869%, 8/25/20 | 5,442,527 |
| \$2,000 | 8.50%, 12/17/21 (a) (c) (f) | 2,143,898 |
| £284 | LBG Capital No. 2 PLC, 9.00%, 12/15/19 | 474,801 |
| 5,500 | 9.125%, 7/15/20 | 9,167,683 |
| 850 | 11.25%, 9/14/23 | 1,494,949 |
| \$47,500 | Lloyds TSB Bank PLC, 12.00%, 12/16/24 (a) (c) (f) | 63,704,862 |
| 8,800 | Royal Bank of Scotland Group PLC, 7.648%, 9/30/31 (f) | 9,240,000 |
| 2,000 | Royal Bank of Scotland PLC, 9.50%, 3/16/22 (j) | 2,310,732 |
| £21,600 | Santander Finance Preferred S.A. Unipersonal, 11.30%, 7/27/14 (f) | 34,139,482 |
| 1,300 | Santander Issuances S.A. Unipersonal, 4.50%, 9/30/19 (converts to FRN on 9/30/14) | 1,408,113 |
| £6,300 | 7.30%, 7/27/19 (converts to FRN on 9/27/14) | 9,883,641 |
| | | 341,401,842 |
| Chemicals 0.7% | | |
| \$6,000 | Perstorp Holding AB, 8.75%, 5/15/17 (a) (c) | 6,375,000 |
| 2,000 | 9.00%, 5/15/17 | 2,711,114 |
| | | 9,086,114 |
| Coal 1.2% | | |
| \$3,720 | Murray Energy Corp., 10.25%, 10/15/15 (a) (c) | 3,752,550 |
| 12,531 | Westmoreland Coal Co., 10.75%, 2/1/18 | 13,188,878 |
| | | 16,941,428 |
| Diversified Financial Services 10.7% | | |
| 27,410 | AGFC Capital Trust I, 6.00%, 1/15/67 (converts to FRN on 1/15/17) (a) (c) | 22,339,150 |
| 28,430 | ILFC E-Capital Trust II, 6.25%, 12/21/65 (converts to FRN on 12/21/15) (a) (c) | 26,937,425 |
| 18,000 | International Lease Finance Corp., 6.98%, 10/15/17 (e) (j) | 18,558,995 |
| 10,000 | Springleaf Finance Corp., 5.40%, 12/1/15 | 10,325,000 |
| 1,500 | 5.75%, 9/15/16 | 1,513,125 |
| 9,100 | 6.90%, 12/15/17 | 9,225,125 |
| 330,868 | Toll Road Investors Partnership II L.P., zero coupon, 2/15/45 (MBIA) (a) (b) (c) (h) (acquisition cost \$54,673,940; purchased 11/20/12-12/18/12) | 57,908,828 |
| | | 146,807,648 |
| Electric Utilities 1.4% | | |
| 5,700 | AES Andres Dominicana Ltd., 9.50%, 11/12/20 (a) (c) | 6,156,000 |
| 2,162 | Ameren Energy Generating Co., 7.95%, 6/1/32 | 1,626,905 |

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| | | |
|--------|--|------------|
| 23,990 | Dynergy Roseton LLC / Dynergy Danskammer LLC Pass-Through Trust, 7.67%, 11/8/16, Ser. B (b) (d) | 599,750 |
| 9,602 | Energy Future Intermediate Holding Co. LLC, 10.00%, 12/1/20 (a) (c) | 10,850,260 |

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PIMCO High Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|--|--|-------------|
| Electric Utilities (continued) | | |
| \$420 | GenOn REMA LLC, 9.237%, 7/2/17 | \$463,144 |
| | | 19,696,059 |
| Entertainment 0.1% | | |
| 550 | Speedway Motorsports, Inc., 8.75%, 6/1/16 | 583,000 |
| Household Products/Wares 0.5% | | |
| 6,300 | Reynolds Group Issuer, Inc., 9.00%, 4/15/19 | 6,693,750 |
| Insurance 7.3% | | |
| 8,200 | American International Group, Inc., | |
| £28,650 | 8.00%, 5/22/68 (converts to FRN on 5/22/18) | 12,403,188 |
| 23,300 | 8.625%, 5/22/68 (converts to FRN on 5/22/18) | 53,762,396 |
| | Cloverie PLC for Zurich Insurance Co., Ltd., 12.00%, 7/15/14 (f) | 33,466,112 |
| | | 99,631,696 |
| Oil & Gas 0.1% | | |
| \$1,000 | Cie Generale de Geophysique Veritas, 7.75%, 5/15/17 | 1,035,000 |
| Real Estate 0.6% | | |
| 5,026 | Midwest Family Housing LLC, 6.631%, 1/1/51 (CIFG) | |
| | (a) (b) (c) (e) (h) | |
| | (acquisition cost \$4,040,587; purchased 9/25/12) | 3,960,124 |
| 4,781 | Tri-Command Military Housing LLC, 5.383%, 2/15/48 (NPPFGC) | |
| | (a) (b) (c) (h) | |
| | (acquisition cost \$4,033,135; purchased 9/19/12) | 4,212,582 |
| | | 8,172,706 |
| Telecommunications 1.3% | | |
| 1,122 | CenturyLink, Inc., 7.20%, 12/1/25 | 1,157,773 |
| 15,200 | Mountain States Telephone & Telegraph Co., 7.375%, 5/1/30 | 16,425,491 |
| | | 17,583,264 |
| Total Corporate Bonds & Notes (cost-\$564,462,517) | | 688,398,711 |
| MORTGAGE-BACKED SECURITIES 17.0% | | |
| 1,815 | American Home Mortgage Assets Trust, 6.25%, 6/25/37 CMO | 1,181,918 |
| 8,446 | Banc of America Alternative Loan Trust, 6.00%, 3/25/36 CMO | 6,111,765 |
| 1,332 | Banc of America Funding Trust, 6.00%, 7/25/37 CMO | 1,044,491 |
| | Banc of America Mortgage Trust, CMO, | |
| 61 | 2.924%, 2/25/36 (j) | 53,371 |
| 1,563 | 6.00%, 3/25/37 | 1,500,893 |
| | BCAP LLC Trust, CMO (a) (c) (j), | |
| 4,700 | 5.575%, 3/26/37 | 1,418,773 |
| 1,730 | 12.818%, 6/26/36 | 334,813 |
| | Bear Stearns Adjustable Rate Mortgage Trust, CMO (j), | |
| 12,138 | 2.968%, 8/25/35 | 10,298,065 |
| 783 | 3.018%, 5/25/47 | 641,321 |
| 458 | 5.243%, 11/25/34 | 446,601 |
| 899 | Bear Stearns ALT-A Trust, 3.175%, 11/25/34 CMO (j) | 779,761 |
| | Chase Mortgage Finance Trust, CMO, | |
| 56 | 2.905%, 12/25/35 (j) | 51,876 |
| 23 | 5.50%, 5/25/36 | 22,712 |
| 306 | 5.74%, 9/25/36 (j) | 289,168 |
| | Citigroup Mortgage Loan Trust, Inc., CMO (j), | |
| 375 | 2.865%, 7/25/37 | 313,809 |

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PIMCO High Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|-------------------------------|---|------------|
| \$202 | 2.887%, 7/25/46 | \$157,652 |
| 1,457 | 3.111%, 9/25/37 | 1,185,343 |
| 2,980 | 5.542%, 8/25/37 | 2,345,786 |
| 3,644 | 5.687%, 3/25/37 | 3,412,873 |
| 334 | CitiMortgage Alternative Loan Trust, 6.00%, 6/25/37 CMO | 290,175 |
| | Countrywide Alternative Loan Trust, CMO, | |
| 642 | 2.895%, 2/25/37 (j) | 546,520 |
| 2,549 | 4.178%, 7/25/46 (j) | 2,159,830 |
| 1,340 | 5.214%, 7/25/21 (j) | 1,267,438 |
| 619 | 5.50%, 3/25/36 | 476,902 |
| 4,307 | 5.75%, 2/25/35 | 4,155,861 |
| 1,646 | 6.00%, 2/25/35 | 1,642,017 |
| 476 | 6.00%, 11/25/36 | 348,179 |
| 4,993 | 6.00%, 1/25/37 | 4,065,469 |
| 20,357 | 6.00%, 2/25/37 | 15,333,881 |
| 9,453 | 6.00%, 3/25/37 | 7,387,156 |
| 3,896 | 6.00%, 2/25/47 | 3,115,384 |
| 6,463 | 6.25%, 12/25/36 (j) | 5,222,565 |
| 566 | 6.25%, 8/25/37 | 455,864 |
| 1,802 | 6.50%, 6/25/36 | 1,286,233 |
| 10,982 | 6.50%, 9/25/37 | 8,623,762 |
| | Countrywide Home Loan Mortgage Pass-Through Trust, CMO, | |
| 1,144 | 2.825%, 9/20/36 (j) | 762,495 |
| 125 | 3.082%, 9/25/47 (j) | 104,338 |
| 3,373 | 5.50%, 10/25/35 | 3,375,786 |
| 4,199 | 5.75%, 3/25/37 | 3,736,209 |
| 3,277 | 5.75%, 6/25/37 | 3,065,075 |
| 1,218 | 6.00%, 5/25/36 | 1,125,944 |
| 773 | 6.00%, 4/25/37 | 707,221 |
| 11,662 | 6.00%, 5/25/37 | 10,386,696 |
| 3,025 | 6.25%, 9/25/36 | 2,595,928 |
| 4,506 | Credit Suisse First Boston Mortgage Securities Corp., 6.00%, 1/25/36 CMO | 3,545,137 |
| 2,570 | Credit Suisse Mortgage Capital Certificates Mortgage-Backed Trust, 6.00%, 2/25/37 CMO | 2,365,139 |
| 2,969 | Deutsche ALT-B Securities Mortgage Loan Trust, 5.945%, 2/25/36 CMO | 2,427,420 |
| 170 | First Horizon Mortgage Pass-Through Trust, 2.592%, 5/25/37 CMO (j) | 136,034 |
| | GSR Mortgage Loan Trust, CMO, | |
| 1,016 | 5.50%, 5/25/36 | 928,025 |
| 1,141 | 6.00%, 7/25/37 | 1,079,789 |
| | Harborview Mortgage Loan Trust, CMO (j), | |
| 1,029 | 3.39%, 8/19/36 | 732,693 |
| 113 | 5.194%, 8/19/36 | 95,982 |
| | JPMorgan Alternative Loan Trust, CMO, | |
| 15,365 | 5.65%, 3/25/37 (j) | 11,368,390 |
| 4,212 | 6.00%, 12/25/35 | 3,802,443 |
| | JPMorgan Mortgage Trust, CMO, | |
| 682 | 5.528%, 1/25/37 (j) | 587,000 |
| 820 | 5.75%, 1/25/36 | 774,779 |
| 458 | Merrill Lynch Alternative Note Asset Trust, 3.013%, 6/25/37 CMO (j) | 297,419 |
| 277 | Merrill Lynch Mortgage-Backed Securities Trust, 4.994%, 4/25/37 CMO (j) | 231,786 |
| 3,088 | Residential Accredit Loans, Inc., 6.50%, 7/25/37 CMO | 2,503,045 |
| | Residential Asset Securitization Trust, CMO, | |

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5,419 6.00%, 2/25/36
1,763 6.00%, 9/25/36

4,421,560
1,137,477

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PIMCO High Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|-------------------------------|---|-------------|
| \$5,571 | 6.00%, 5/25/37 | \$5,140,154 |
| 1,194 | 6.25%, 10/25/36 | 893,638 |
| 8,138 | 6.25%, 9/25/37 | 5,857,923 |
| 1,261 | 6.50%, 8/25/36 | 876,645 |
| 4,665 | Residential Funding Mortgage Securities I, 6.25%, 8/25/36 CMO Sequoia Mortgage Trust, CMO (j), | 4,390,595 |
| 141 | 2.64%, 1/20/47 | 119,928 |
| 1,708 | 5.277%, 7/20/37 Structured Adjustable Rate Mortgage Loan Trust, CMO (j), | 1,516,315 |
| 388 | 5.175%, 1/25/36 | 307,856 |
| 1,557 | 5.205%, 4/25/47 | 1,215,601 |
| 9,885 | 5.447%, 7/25/36 | 7,064,064 |
| 7,054 | 5.498%, 11/25/36 Suntrust Adjustable Rate Mortgage Loan Trust, CMO (j), | 5,658,338 |
| 2,365 | 5.475%, 4/25/37 | 2,007,410 |
| 1,858 | 5.811%, 2/25/37 WaMu Mortgage Pass-Through Certificates, CMO (j), | 1,595,284 |
| 243 | 2.115%, 1/25/37 | 197,518 |
| 211 | 2.318%, 4/25/37 | 169,495 |
| 1,947 | 2.392%, 11/25/36 | 1,657,476 |
| 158 | 2.406%, 12/25/36 | 134,080 |
| 453 | 2.449%, 2/25/37 | 358,700 |
| 1,002 | 2.638%, 2/25/37 | 858,444 |
| 211 | 2.697%, 3/25/37 | 194,671 |
| 390 | 4.684%, 5/25/37 | 324,465 |
| 529 | 4.929%, 2/25/37 | 456,230 |
| 11,913 | 5.05%, 7/25/37 | 11,043,672 |
| 3,931 | 6.087%, 10/25/36 | 3,602,234 |
| 6,700 | Washington Mutual Alternative Mortgage Pass-Through Certificates, 6.50%, 3/25/36 CMO | 3,990,125 |
| 10,135 | Washington Mutual Mortgage Pass-Through Certificates, 6.00%, 6/25/37 CMO | 8,460,434 |
| 17,162 | Wells Fargo Alternative Loan Trust, 6.25%, 7/25/37 CMO | 14,852,114 |
| 218 | Wells Fargo Mortgage-Backed Securities Trust, 3.039%, 9/25/36 CMO (j) | 193,692 |
| | Total Mortgage-Backed Securities (cost-\$213,351,268) | 233,399,138 |

ASSET-BACKED SECURITIES 6.0%

| | | |
|--------|---|------------|
| 3,000 | Countrywide Asset-Backed Certificates, 5.595%, 8/25/35 | 2,518,281 |
| 13,700 | 5.884%, 7/25/36 | 8,048,339 |
| 8,268 | Greenpoint Manufactured Housing (j), 8.14%, 3/20/30 | 8,161,033 |
| 32,675 | 8.45%, 6/20/31 | 31,674,646 |
| 618 | GSAA Home Equity Trust, 0.504%, 3/25/37 (j) | 378,763 |
| 5,339 | GSAA Trust, 5.80%, 3/25/37 | 3,291,310 |
| 16,453 | IndyMac Residential Asset-Backed Trust, 0.364%, 7/25/37 (j) | 10,195,668 |
| 9,986 | Inwood Park CDO Ltd., 0.527%, 1/20/21 (a) (c) (j) | 9,913,070 |
| 6,091 | JPMorgan Mortgage Acquisition Trust, 5.251%, 1/25/37 Morgan Stanley Mortgage Loan Trust (j), | 5,056,900 |

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1,064
2,395

5.75%, 11/25/36
6.25%, 7/25/47

598,662
1,767,255

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PIMCO High Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|---|---|------------|
| \$428 | Washington Mutual Asset-Backed Certificates, 0.354%, 5/25/36 (j) | \$236,703 |
| Total Asset-Backed Securities (cost-\$80,881,956) | | 81,840,630 |
| | | |
| Shares | | |
| PREFERRED STOCK 5.3% | | |
| Banking 4.4% | | |
| 5,000 | Ally Financial, Inc. (f), 7.00%, 4/29/13 (a) (c) | 4,945,000 |
| 150,000 | 8.50%, 5/15/16, Ser. A (i) | 4,017,000 |
| 150,000 | Bank of America Corp., 8.20%, 5/1/13, Ser. H (f) | 3,822,000 |
| 758,600 | CoBank ACB, 11.00%, 7/1/13, Ser. C (a) (b) (c) (f) (h) (i) (acquisition cost \$42,106,600; purchased 8/23/10-2/1/11) | 38,996,819 |
| 321,500 | GMAC Capital Trust I, 8.125%, 2/15/40, Ser. 2 (i) | 8,744,800 |
| | | 60,525,619 |
| Diversified Financial Services 0.9% | | |
| 10,000 | Farm Credit Bank of Texas, 10.00%, 12/15/20, Ser. 1 (f) | 12,718,750 |
| Total Preferred Stock (cost-\$72,116,205) | | 73,244,369 |
| | | |
| Principal Amount (000s) | | |
| U.S. GOVERNMENT AGENCY SECURITIES (b) 2.1% | | |
| Fannie Mae 0.2% | | |
| \$2,543 | 3.50%, 1/25/43, CMO, IO | 490,191 |
| 7,767 | 6.446%, 1/25/42, CMO, IO (j) | 1,876,150 |
| | | 2,366,341 |
| Freddie Mac 1.3% | | |
| 139,311 | 2.50%, 10/15/27-1/15/28, CMO, IO | 16,708,559 |
| 7,962 | 5.997%, 9/15/41, CMO, IO (j) | 1,797,867 |
| | | 18,506,426 |
| Ginnie Mae 0.6% | | |
| 32,101 | 4.00%, 9/20/42, CMO, IO | 6,126,331 |
| 8,314 | 6.447%, 1/20/41, CMO, IO (j) | 1,908,571 |
| | | 8,034,902 |
| Total U.S. Government Agency Securities (cost-\$28,791,139) | | 28,907,669 |
| | | |
| SOVEREIGN DEBT OBLIGATIONS 0.2% | | |
| Spain 0.2% | | |
| 900 | Autonomous Community of Catalonia, 4.75%, 6/4/18 | 1,066,449 |
| 900 | Junta de Comunidades de Castilla La Mancha, 4.875%, 3/18/20 | 1,021,802 |
| Total Sovereign Debt Obligations (cost-\$2,093,530) | | 2,088,251 |

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PIMCO High Income Fund Schedule of Investments

March 31, 2013 (continued)

| Principal Amount (000s) | | Value |
|---|---|------------------------|
| SHORT-TERM INVESTMENTS | 19.1% | |
| Repurchase Agreements | 18.8% | |
| \$12,500 | Banc of America Securities LLC, dated 3/28/13, 0.21%, due 4/1/13, proceeds \$12,500,292; collateralized by U.S. Treasury Notes, 0.625%, due 5/31/17, valued at \$12,779,554 including accrued interest | \$12,500,000 |
| 40,000 | Barclays Capital, Inc., dated 3/27/13-3/28/13, 0.18%-0.20%, due 4/1/13-4/2/13, proceeds \$40,000,511; collateralized by U.S. Treasury Inflation Indexed Notes, 0.125%, due 1/15/22, valued at \$40,877,360 including accrued interest | 40,000,000 |
| 60,500 | Citigroup Global Markets, Inc., dated 3/28/13, 0.20%, due 4/1/13, proceeds \$60,501,344; collateralized by U.S. Treasury Notes, 0.25%, due 6/30/14, valued at \$61,751,777 including accrued interest | 60,500,000 |
| 15,800 | JPMorgan Securities, Inc., dated 3/28/13, 0.24%, due 4/1/13, proceeds \$15,800,421; collateralized by Freddie Mac, 1.00%, due 8/27/14, valued at \$16,157,795 including accrued interest | 15,800,000 |
| 27,700 | Morgan Stanley & Co., Inc., dated 3/28/13, 0.22%-0.23%, due 4/1/13, proceeds \$27,700,683; collateralized by Federal Farm Credit Bank, 0.25%, due 1/30/15, valued at \$5,615,474 and U.S. Treasury Bonds, 4.50%, due 5/15/38, valued at \$22,591,917 including accrued interest | 27,700,000 |
| 100,000 | RBC Capital Markets LLC, dated 3/28/13, 0.23%, due 4/1/13, proceeds \$100,002,556; collateralized by U.S. Treasury Bills, 0.00%, due 9/26/13, valued at \$77,237,893 and U.S. Treasury Notes, 0.75%, due 6/30/17, valued at \$24,806,372 including accrued interest | 100,000,000 |
| 1,669 | State Street Bank and Trust Co., dated 3/28/13, 0.01%, due 4/1/13, proceeds \$1,669,002; collateralized by Fannie Mae, 2.17%, due 11/7/22, valued at \$1,702,450 including accrued interest | 1,669,000 |
| Total Repurchase Agreements (cost-\$258,169,000) | | 258,169,000 |
| U.S. Treasury Obligations (g) (k) | 0.3% | |
| 3,420 | U.S. Treasury Bills, 0.066%-0.089%, 4/11/13-4/18/13 | 3,419,906 |
| 200 | U.S. Treasury Cash Management Bills, 0.112%, 4/15/13 | 199,991 |
| Total U.S. Treasury Obligations (cost-\$3,619,903) | | 3,619,897 |
| Total Short-Term Investments (cost-\$261,788,903) | | 261,788,897 |
| Total Investments (cost-\$1,223,485,518) -100.0% | | \$1,369,667,665 |

PIMCO High Income Fund

Notes to Schedule of Investments

March 31, 2013

- (a) Private Placement Restricted as to resale and may not have a readily available market. Securities with an aggregate value of \$279,764,364, representing 20.4% of total investments.
- (b) Illiquid.
- (c) 144A Exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.
- (d) In default.
- (e) Fair-Valued Securities with an aggregate value of \$30,659,955, representing 2.2% of total investments. See Note 1(a) and Note 1(b) in the Notes to Financial Statements.
- (f) Perpetual maturity. The date shown, if any, is the next call date. For Corporate Bonds & Notes the interest rate is fixed until the first call date and variable thereafter.
- (g) All or partial amount segregated for the benefit of the counterparty as collateral for derivatives.
- (h) Restricted. The aggregate acquisition cost of such securities is \$109,354,262. The aggregate value is \$110,078,218, representing 8.0% of total investments.
- (i) Dividend rate is fixed until the first call date and variable thereafter.
- (j) Variable or Floating Rate Security Securities with an interest rate that changes periodically. The interest rate disclosed reflects the rate in effect on March 31, 2013.
- (k) Rates reflect the effective yields at purchase date.
- (l) Credit default swap agreements outstanding at March 31, 2013:

OTC sell protection swap agreements:

| Swap Counterparty/ Referenced Debt Issuer | Notional Amount (000s) (1) | Credit Spread | Termination Date | Payments Received | Value (2) | Upfront Premiums Received | Unrealized Depreciation |
|--|----------------------------------|------------------|---------------------|----------------------|---------------|---------------------------------|----------------------------|
| Barclays Bank: Argentine Republic Government International Bond | \$15,000 | | 6/20/13 | 5.00% | \$(3,950,000) | \$(169,109) | \$(3,780,891) |

Credit spread not quoted based on insufficient spread data and the highly stressed nature of the trade entity.

- (1) This represents the maximum potential amount the Fund could be required to make available as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.
- (2) The quoted market prices and resulting values for credit default swap agreements serve as an indicator of the status at March 31, 2013 of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement have been closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

- (m) Interest rate swap agreements outstanding at March 31, 2013:

OTC swap agreements:

| Swap Counterparty | Notional Amount (000s) | Termination Date | Rate Type | | Value | Upfront Premiums Paid | Unrealized Appreciation |
|----------------------|------------------------------|---------------------|----------------------|----------------------|-------------|-----------------------------|----------------------------|
| | | | Payments Made | Payments Received | | | |
| Deutsche Bank | \$1,330,000 | 12/18/22 | 3-Month USD LIBOR | 2.30% | \$9,460,101 | \$2,979,220 | \$6,480,881 |
| Morgan Stanley | 2,000,000 | 12/18/22 | 3-Month USD LIBOR | 2.30% | 14,225,715 | 5,466,000 | 8,759,715 |

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\$23,685,816 \$8,445,220 \$15,240,596

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Notes to Schedule of Investments

March 31, 2013 (continued)

Centrally cleared swap agreements:

| Broker (Exchange) | Notional Amount (000s) | Termination Date | Rate Type | | Value | Unrealized Appreciation |
|----------------------|------------------------------|---------------------|----------------------|----------------------|---------------|----------------------------|
| | | | Payments Made | Payments Received | | |
| Deutsche Bank (CME) | \$200,000 | 6/16/20 | 3-Month USD-LIBOR | 4.00% | \$37,351,880 | \$736,428 |
| Goldman Sachs (CME) | 500,000 | 6/20/17 | 3-Month USD-LIBOR | 3.75% | 67,412,187 | 2,341,283 |
| Goldman Sachs (CME) | 500,000 | 12/18/18 | 1.25% | 3-Month USD-LIBOR | 93,105 | 220,016 |
| Goldman Sachs (CME) | 200,000 | 12/18/23 | 2.00% | 3-Month USD-LIBOR | 4,706,272 | 1,282,640 |
| | | | | | \$109,563,444 | \$4,580,367 |

(n) Forward foreign currency contracts outstanding at March 31, 2013:

| | Counterparty | U.S.\$ Value on Origination Date | U.S.\$ Value March 31, 2013 | Unrealized Appreciation (Depreciation) |
|---|----------------|--|--------------------------------|--|
| <u>Purchased:</u> | | | | |
| 135,978,000 British Pound settling 4/2/13 | HSBC Bank | \$206,414,604 | \$206,611,734 | \$197,130 |
| 139,000 Euro settling 4/2/13 | Barclays Bank | 180,862 | 178,177 | (2,685) |
| 1,835,000 Euro settling 4/2/13 | Deutsche Bank | 2,388,306 | 2,352,196 | (36,110) |
| 70,463,000 Euro settling 4/2/13 | HSBC Bank | 90,615,418 | 90,323,052 | (292,366) |
| <u>Sold:</u> | | | | |
| 93,737,000 British Pound settling 4/2/13 | Barclays Bank | 142,092,638 | 142,428,658 | (336,020) |
| 41,667,000 British Pound settling 4/2/13 | Deutsche Bank | 62,907,003 | 63,310,911 | (403,908) |
| 603,000 British Pound settling 5/2/13 | Deutsche Bank | 915,872 | 916,083 | (211) |
| 135,978,000 British Pound settling 5/2/13 | HSBC Bank | 206,381,969 | 206,578,872 | (196,903) |
| 574,000 British Pound settling 4/2/13 | Morgan Stanley | 861,961 | 872,164 | (10,203) |
| 1,400,000 Euro settling 4/2/13 | Barclays Bank | 1,828,568 | 1,794,591 | 33,977 |
| 68,985,000 Euro settling 4/2/13 | Goldman Sachs | 91,672,442 | 88,428,477 | 3,243,965 |
| 70,463,000 Euro settling 5/2/13 | HSBC Bank | 90,635,148 | 90,340,080 | 295,068 |
| 2,052,000 Euro settling 4/2/13 | Morgan Stanley | 2,672,016 | 2,630,358 | 41,658 |
| | | | | \$2,533,392 |

- (o) At March 31, 2013, the Fund held \$39,674,000 in cash as collateral and pledged cash collateral of \$14,498,000 for derivative contracts. Cash collateral held may be invested in accordance with the Fund's investment strategy.
- (p) The weighted average daily balance of reverse repurchase agreements during the year ended March 31, 2013 was \$56,275,171, at a weighted average interest rate of 0.67%. There were no open reverse repurchase agreements at March 31, 2013.

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PIMCO High Income Fund
Notes to Schedule of Investments

March 31, 2013 (continued)

(q) Fair Value Measurements See Note 1(b) in the Notes to Financial Statements.

| | Level 1 Quoted Prices | Level 2 Other Significant Observable Inputs | Level 3 Significant Unobservable Inputs | Value at 3/31/13 |
|---|--------------------------|---|--|---------------------|
| Investments in Securities Assets | | | | |
| Corporate Bonds & Notes: | | | | |
| Airlines | | | \$20,766,204 | \$20,766,204 |
| Diversified Financial Services | | \$128,248,653 | 18,558,995 | 146,807,648 |
| Electric Utilities | | 18,633,165 | 1,062,894 | 19,696,059 |
| Real Estate | | 4,212,582 | 3,960,124 | 8,172,706 |
| All Other | | 492,956,094 | | 492,956,094 |
| Mortgage-Backed Securities | | 233,064,325 | 334,813 | 233,399,138 |
| Asset-Backed Securities | | 81,840,630 | | 81,840,630 |
| Preferred Stock: | | | | |
| Banking | \$16,583,800 | 43,941,819 | | 60,525,619 |
| Diversified Financial Services | | 12,718,750 | | 12,718,750 |
| U.S. Government Agency Securities | | 28,907,669 | | 28,907,669 |
| Sovereign Debt Obligations | | 2,088,251 | | 2,088,251 |
| Short-Term Investments | | 261,788,897 | | 261,788,897 |
| | 16,583,800 | 1,308,400,835 | 44,683,030 | 1,369,667,665 |
| Other Financial Instruments* Assets | | | | |
| Foreign Exchange Contracts | | 3,811,798 | | 3,811,798 |
| Interest Rate Contracts | | 19,820,963 | | 19,820,963 |
| | | 23,632,761 | | 23,632,761 |
| Other Financial Instruments* Liabilities | | | | |
| Credit Contracts | | (3,780,891) | | (3,780,891) |
| Foreign Exchange Contracts | | (1,278,406) | | (1,278,406) |
| | | (5,059,297) | | (5,059,297) |
| Totals | \$16,583,800 | \$1,326,974,299 | \$44,683,030 | \$1,388,241,129 |

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

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

| | Beginning Balance 3/31/12 | Purchases | Sales | Accrued Discount (Premiums) | Net Realized Gain (Loss) | Net Change in Unrealized Appreciation/ Depreciation | Transfers into Level 3 | Transfers out of Level 3** | Ending Balance 3/31/13 |
|---|---------------------------------|-----------|---------------|-----------------------------------|-----------------------------------|---|------------------------------|-------------------------------------|------------------------------|
| Investments in Securities Assets | | | | | | | | | |
| Corporate Bonds & Notes: | | | | | | | | | |
| Airlines | \$18,661,529 | \$ | \$(2,207,433) | \$(131,022) | \$(182,273) | \$4,625,403 | \$ | \$ | \$20,766,204 |
| Diversified Financial Services | 16,460,217 | | | 669,824 | | 1,428,954 | | | 18,558,995 |
| Electric Utilities | 15,339,703 | | (12,157,824) | (2,365) | (1,832) | (2,114,788) | | | 1,062,894 |
| Insurance | 31,438,829 | 4,052,645 | (15,000) | 1,894 | 2,939 | 2,027,283 | (33,466,112) | | 3,960,124 |
| | | | | | | (82,354) | | | |

Real
Estate

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PIMCO High Income Fund
Notes to Schedule of Investments

March 31, 2013 (continued)

| | Beginning Balance 3/31/12 | Purchases | Sales | Accrued Discount (Premiums) | Net Realized Gain (Loss) | Net Change in Unrealized Appreciation/ Depreciation | Transfers into Level 3 | Transfers out of Level 3** | Ending Balance 3/31/13 |
|-----------------------------------|---------------------------------|--------------------|-----------------------|-----------------------------------|-----------------------------------|---|---------------------------------|----------------------------------|------------------------------|
| Mortgage- Backed Securities | \$739,670 | \$ | \$ | \$253,143 | \$(266,864) | \$1,027,637 | \$ | \$(1,418,773) | \$334,813 |
| Preferred Stock: | | | | | | | | | |
| Banking | 563,937 | | (714,000) | | 84,000 | 66,063 | | | |
| Totals | \$83,203,885 | \$4,052,645 | \$(15,094,257) | \$791,474 | \$(364,030) | \$6,978,198 | \$ | \$(34,884,885) | \$44,683,030 |

*Reduction of cost due to corporate action.
 Relates to paydown shortfall.*

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

| Investments in Securities | Assets | Ending Balance at 3/31/13 | Valuation Technique Used | Unobservable Inputs | Input Values |
|----------------------------|--------|---------------------------------|-------------------------------|-----------------------------|------------------|
| Corporate Bonds & Notes | | \$8,140,836 | Analytical Model | Estimated Recovery Value | \$170.00 |
| Corporate Bonds & Notes | | 22,519,119 | Benchmark Pricing | Security Price Reset | \$78.79-\$103.11 |
| Corporate Bonds & Notes | | 13,688,262 | Third-Party Pricing Vendor | Single Broker Quote | \$2.50-\$115.00 |
| Mortgage-Backed Securities | | 334,813 | Third-Party Pricing Vendor | Single Broker Quote | \$19.35 |

* Other financial instruments are derivatives, such as swap agreements and forward foreign currency contracts, which are valued at the unrealized appreciation (depreciation) of the instrument.

** Transferred out of Level 3 into Level 2 because an evaluated price with observable inputs from a third-party pricing vendor became available.

The net change in unrealized appreciation/depreciation of Level 3 investments held at March 31, 2013 was \$(8,123,253). Net realized gain (loss) and net change in unrealized appreciation/depreciation are reflected on the Statement of Operations.

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

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

| Location | Interest Rate Contracts | Credit Contracts | Foreign Exchange Contracts | Total |
|---------------------------|-------------------------------|---------------------|----------------------------------|-------|
| Asset derivatives: | | | | |

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| | | | | |
|---|--------------|----------------|---------------|---------------|
| Unrealized appreciation of OTC swaps | \$15,240,596 | \$ | \$ | \$15,240,596 |
| Receivable for variation margin on centrally cleared swaps*** | 369,187 | | | 369,187 |
| Unrealized appreciation of forward foreign currency contracts | | | 3,811,798 | 3,811,798 |
| Total asset derivatives | \$15,609,783 | \$ | \$3,811,798 | \$19,421,581 |
| Liability derivatives: | | | | |
| Unrealized depreciation of OTC swaps | | \$ (3,780,891) | \$ | \$(3,780,891) |
| Payable for variation margin on centrally cleared swaps*** | (637,963) | | | (637,963) |
| Unrealized depreciation of forward foreign currency contracts | | | (1,278,406) | (1,278,406) |
| Total liability derivatives | \$(637,963) | \$(3,780,891) | \$(1,278,406) | \$(5,697,260) |

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Notes to Schedule of Investments

March 31, 2013 (continued)

*** Included in net unrealized appreciation of \$4,580,367 on centrally cleared swaps as reported in (m) in the Notes to Schedule of Investments.

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

| Location | Interest Rate Contracts | Credit Contracts | Foreign Exchange Contracts | Total |
|---|----------------------------|----------------------|----------------------------------|---------------------|
| Net realized gain on: | | | | |
| Swaps | \$12,503,631 | \$310,131 | \$ | \$12,813,762 |
| Foreign currency transactions (forward foreign currency contracts) | | | 9,720,540 | 9,720,540 |
| Total net realized gain | \$12,503,631 | \$310,131 | \$9,720,540 | \$22,534,302 |
| Net change in unrealized appreciation/depreciation of: | | | | |
| Swaps | \$18,178,487 | \$(3,780,891) | \$ | \$14,397,596 |
| Foreign currency transactions (forward foreign currency contracts) | | | 7,231,936 | 7,231,936 |
| Total net change in unrealized appreciation/depreciation | \$18,178,487 | \$(3,780,891) | \$7,231,936 | \$21,629,532 |

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

| Forward Foreign Currency Contracts (1) | | Credit Default Swap Agreements (2) | | Interest Rate Swap Agreements(2) |
|---|---------------|---------------------------------------|----------|--|
| Purchased | Sold | Buy | Sell | |
| \$236,998,564 | \$531,643,430 | | \$22,000 | \$3,384,000 |

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

(2) Notional Amount (in thousands)

Glossary:

| | | |
|-------|---|---|
| £ | - | British Pound |
| CDO | - | Collateralized Debt Obligation |
| CIFG | - | insured by CDC IXIS Financial Guaranty Services, Inc. |
| CME | - | Chicago Mercantile Exchange |
| CMO | - | Collateralized Mortgage Obligation |
| | - | Euro |
| FRN | - | Floating Rate Note |
| IO | - | Interest Only |
| LIBOR | - | London Inter-Bank Offered Rate |
| MBIA | - | insured by MBIA Insurance Corp. |
| NPFGC | - | insured by National Public Finance Guarantee Corp. |
| OTC | - | Over-the-Counter |

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PIMCO Global StocksPLUS® & Income Fund

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PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/**PIMCO High Income Fund Statements of Assets and Liabilities**

March 31, 2013

| | Dynamic Income | Global StocksPLUS® | High Income |
|--|------------------------|-----------------------|------------------------|
| Assets: | | | |
| Investments, at value (cost-\$2,307,555,204, \$200,309,935 and \$965,316,518, respectively) | \$2,579,067,318 | \$233,651,685 | \$1,111,498,665 |
| Repurchase agreements, at value and cost | 50,400,000 | 360,000 | 258,169,000 |
| Cash | 5,470,624 | 2,436,554 | 337,032 |
| Foreign currency, at value (cost-\$240,365 and \$18,130, respectively) | 230,508 | | 17,543 |
| Unsettled reverse repurchase agreements | 50,712,727 | 1,184,000 | |
| Interest and dividends receivable | 20,586,359 | 2,338,042 | 24,579,069 |
| Deposits with brokers for swaps collateral | 12,137,000 | 1,645,000 | 14,498,000 |
| Unrealized appreciation of forward foreign currency contracts | 2,595,607 | 51,532 | 3,811,798 |
| Unrealized appreciation of OTC swaps | 1,588,074 | 2,828,692 | 15,240,596 |
| Receivable for investments sold | 878,335 | 8,445,808 | 472,109 |
| Receivable for principal paydowns | 45,141 | | |
| Receivable for variation margin on futures contracts | | 12,095 | |
| Swap premiums paid | | 155,594 | 8,445,220 |
| Deposits with brokers for futures contracts collateral | | 3,169,000 | |
| Receivable from broker | | 124,587 | 455,936 |
| Receivable for variation margin on centrally cleared swaps | | | 369,187 |
| Receivable for terminated swaps | | 1,260 | |
| Prepaid expenses | 38,315 | 20,808 | 109,770 |
| Total Assets | 2,723,750,008 | 256,424,657 | 1,438,003,925 |
| Liabilities: | | | |
| Payable for investments purchased | 2,940,805 | 2,558,886 | 20,425,409 |
| Payable for reverse repurchase agreements | 1,254,665,300 | 90,786,733 | |
| Payable to brokers for cash collateral received | 8,109,000 | 1,630,000 | 39,674,000 |
| Payable for variation margin on centrally cleared swaps | 855,110 | 80,363 | 637,963 |
| Payable to custodian for foreign currency overdraft, at value | | 18,552 | |
| Payable to broker | | 2,006 | |
| Payable for terminated swaps | 876,066 | 7,568 | |
| Swap premiums received | 48,777,431 | 3,636,716 | 169,109 |
| Dividends payable to common and preferred shareholders | 8,034,706 | 1,896,631 | 14,998,249 |
| Investment management fees payable | 2,497,435 | 206,979 | 800,906 |
| Unrealized depreciation of forward foreign currency contracts | 1,686,874 | 87,090 | 1,278,406 |
| Interest payable for reverse repurchase agreements | 1,653,933 | 56,072 | |
| Unrealized depreciation of OTC swaps | 292,174 | 685,908 | 3,780,891 |
| Interest payable for cash collateral received | 20,046 | 3,085 | 1,575 |
| Securities sold short, at value (proceeds received-\$5,477,344) | | 5,477,345 | |
| Options written, at value (premiums received-\$900,805) | | 974,475 | |
| Accrued expenses | 242,450 | 146,287 | 374,849 |
| Total Liabilities | 1,330,651,330 | 108,254,696 | 82,141,357 |
| 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) | | | 292,000,000 |
| Net Assets Applicable to Common Shareholders | \$1,393,098,678 | \$148,169,961 | \$1,063,862,568 |

PIMCO Dynamic Income Fund
PIMCO Global StocksPLUS® & Income Fund
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PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/**PIMCO High Income Fund Statements of Assets and Liabilities**

March 31, 2013 (continued)

| | Dynamic Income | Global StocksPLUS® | High Income |
|---|------------------------|-----------------------|------------------------|
| Composition of Net Assets Applicable to Common Shareholders: | | | |
| Common Shares: | | | |
| Par value (\$0.00001 per share) | \$454 | \$103 | \$1,230 |
| Paid-in-capital in excess of par | 1,084,015,575 | 231,882,408 | 1,704,936,150 |
| Undistributed (dividends in excess of) net investment income | 20,123,612 | (3,265,114) | (44,113,863) |
| Accumulated net realized gain (loss) | 6,665,816 | (117,778,194) | (761,227,816) |
| Net unrealized appreciation | 282,293,221 | 37,330,758 | 164,266,867 |
| Net Assets Applicable to Common Shareholders | \$1,393,098,678 | \$148,169,961 | \$1,063,862,568 |
| Common Shares Issued and Outstanding | 45,393,817 | 10,344,322 | 122,989,735 |
| Net Asset Value Per Common Share | \$30.69 | \$14.32 | \$8.65 |

PIMCO Dynamic Income Fund
PIMCO Global StocksPLUS® & Income Fund

See accompanying Notes to Financial Statements. | 3.31.13 | PIMCO High Income Fund Annual Report 60

PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/**PIMCO High Income Fund****Statements of Operations**

Period or Year ended March 31, 2013

| | Dynamic Income* | Global StocksPLUS® | High Income |
|--|--------------------|-----------------------|---------------|
| Investment Income: | | | |
| Interest | \$155,144,867 | \$17,512,571 | \$100,794,007 |
| Dividends | 660,370 | 40,850 | 9,035,963 |
| Miscellaneous | 853,919 | 78,833 | 835,732 |
| Total Investment Income | 156,659,156 | 17,632,254 | 110,665,702 |
| Expenses: | | | |
| Investment management | 20,756,025 | 2,408,695 | 9,050,686 |
| Interest | 9,096,004 | 712,050 | 157,251 |
| Custodian and accounting agent | 264,299 | 92,909 | 364,172 |
| Trustees | 86,593 | 8,453 | 88,911 |
| Audit and tax services | 82,550 | 117,136 | 138,155 |
| Shareholder communications | 79,909 | 68,926 | 288,407 |
| Legal | 66,530 | 7,941 | 45,647 |
| Transfer agent | 26,313 | 32,515 | 33,648 |
| New York Stock Exchange listing | 26,145 | 22,295 | 102,035 |
| Insurance | 17,315 | 6,745 | 30,161 |
| Auction agent and commissions | | | 286,703 |
| Miscellaneous | 9,761 | 486 | 31,107 |
| Total Expenses | 30,511,444 | 3,478,151 | 10,616,883 |
| Net Investment Income | 126,147,712 | 14,154,103 | 100,048,819 |
| Realized and Change in Unrealized Gain (Loss): | | | |
| Net realized gain (loss) on: | | | |
| Investments | (6,616,790) | (3,474,220) | 140,065,775 |
| Futures contracts | | 9,624,010 | |
| Options written | | (3,989,684) | |
| Swaps | 18,330,340 | 11,195,277 | 12,813,762 |
| Foreign currency transactions | (239,057) | 165,065 | 9,197,288 |
| Net change in unrealized appreciation/depreciation of: | | | |
| Investments | 271,512,114 | 15,817,307 | (11,962,859) |
| Securities sold short | | (1) | |
| Futures contracts | | (708,108) | |
| Options written | | (199,905) | |
| Swaps | 6,675,243 | (2,545,677) | 14,397,596 |
| Foreign currency transactions | 4,105,864 | 100,229 | 6,583,000 |
| Net realized and change in unrealized gain | 293,767,714 | 25,984,293 | 171,094,562 |
| Net Increase in Net Assets Resulting from Investment Operations | 419,915,426 | 40,138,396 | 271,143,381 |
| Dividends on Preferred Shares from Net Investment Income | | | (454,170) |
| Net Increase in Net Assets Applicable to Common Shareholders Resulting from Investment Operations | \$419,915,426 | \$40,138,396 | \$270,689,211 |

* For the period May 30, 2012 (commencement of operations) through March 31, 2013.

PIMCO Dynamic Income Fund
PIMCO Global StocksPLUS® & Income Fund
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PIMCO Dynamic Income Fund
Statements of Changes in Net Assets

| | For the period May 30, 2012** through March 31, 2013 |
|---|---|
| Investment Operations: | |
| Net investment income | \$126,147,712 |
| Net realized gain | 11,474,493 |
| Net unrealized appreciation | 282,293,221 |
| Net increase in net assets resulting from investment operations | 419,915,426 |
| Dividends and Distributions to Shareholders from: | |
| Net investment income | (98,636,731) |
| Net realized gains | (12,196,046) |
| Total Dividends and Distributions to Shareholders | (110,832,777) |
| Share Transactions: | |
| Net proceeds from the sale of shares | 1,075,768,154 |
| Offering costs charged to paid-in capital in excess of par | (1,551,500) |
| Reinvestment of dividends and distributions | 9,699,363 |
| Net increase in net assets from share transactions | 1,083,916,017 |
| Total increase in net assets | 1,392,998,666 |
| Net Assets: | |
| Beginning of period | 100,012 |
| End of period* | \$1,393,098,678 |
| *Including undistributed net investment income of: | \$20,123,612 |
| Shares Issued and Reinvested: | |
| Issued | 45,058,352 |
| Issued in reinvestment of dividends and distributions | 331,276 |
| Net Increase | 45,389,628 |

** Commencement of operations.

PIMCO Global StocksPLUS® & Income Fund**Statements of Changes in Net Assets**

| | Year ended March 31, 2013 | Year ended March 31, 2012 |
|--|------------------------------|------------------------------|
| Investment Operations: | | |
| Net investment income | \$14,154,103 | \$16,410,385 |
| Net realized gain | 13,520,448 | 4,024,404 |
| Net change in unrealized appreciation/depreciation | 12,463,845 | (22,224,245) |
| Net increase (decrease) in net assets resulting from investment operations | 40,138,396 | (1,789,456) |
| Dividends to Shareholders from Net Investment Income | (22,671,591) | (22,450,402) |
| Share Transactions: | | |
| Reinvestment of dividends | 1,751,388 | 2,310,225 |
| Total increase (decrease) in net assets | 19,218,193 | (21,929,633) |
| Net Assets: | | |
| Beginning of year | 128,951,768 | 150,881,401 |
| End of year* | \$148,169,961 | \$128,951,768 |
| *Including dividends in excess of net investment income of: | \$(3,265,114) | \$(672,905) |
| Shares Issued in Reinvestment of Dividends | 89,271 | 113,364 |

PIMCO Dynamic Income Fund

PIMCO Global StocksPLUS® & Income Fund

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PIMCO High Income Fund

Statements of Changes in Net Assets Applicable to Common Shareholders

| | Year ended March 31, 2013 | Year ended March 31, 2012 |
|--|------------------------------|------------------------------|
| Investment Operations: | | |
| Net investment income | \$100,048,819 | \$116,574,442 |
| Net realized gain (loss) | 162,076,825 | (99,822,004) |
| Net change in unrealized appreciation/depreciation | 9,017,737 | (30,566,495) |
| Net increase (decrease) in net assets resulting from investment operations | 271,143,381 | (13,814,057) |
| Dividends on Preferred Shares from Net Investment Income | | |
| | (454,170) | (286,376) |
| Net increase (decrease) in net assets applicable to common shareholders resulting from investment operations | 270,689,211 | (14,100,433) |
| Dividends and Distributions to Common Shareholders from: | | |
| Net investment income | (173,699,804) | (169,036,361) |
| Return of capital | (5,470,788) | (8,629,563) |
| Total dividends and distributions to common shareholders | (179,170,592) | (177,665,924) |
| Common Share Transactions: | | |
| Reinvestment of dividends | 11,847,520 | 14,076,761 |
| Total increase (decrease) in net assets applicable to common shareholders | 103,366,139 | (177,689,596) |
| Net Assets Applicable to Common Shareholders: | | |
| Beginning of year | 960,496,429 | 1,138,186,025 |
| End of year* | \$1,063,862,568 | \$960,496,429 |
| *Including dividends in excess of net investment income of: | \$(44,113,863) | \$(17,237,504) |
| Common Shares Issued in Reinvestment of Dividends | 982,774 | 1,148,069 |

PIMCO Dynamic Income Fund
PIMCO Global StocksPLUS® & Income Fund

See accompanying Notes to Financial Statements. | 3.31.13 | PIMCO High Income Fund Annual Report 64

PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund

Statements of Cash Flows

Period or Year ended March 31, 2013

| | Dynamic Income* | Global StocksPLUS® |
|--|------------------------|-----------------------|
| Increase in Cash and Foreign Currency from: | | |
| Cash Flows provided by (used for) Operating Activities: | | |
| Net increase in net assets resulting from investment operations | \$419,915,426 | \$40,138,396 |
| Adjustments to Reconcile Net Increase in Net Assets Resulting from Investment Operations to Net Cash provided by (used for) Operating Activities: | | |
| Purchases of long-term investments | (2,495,168,623) | (72,551,275) |
| Proceeds from sales of long-term investments | 281,776,627 | 84,961,194 |
| (Purchases) sales of short-term portfolio investments, net | (134,965,080) | 4,944,224 |
| Net change in unrealized appreciation/depreciation | (282,293,221) | (12,463,845) |
| Net realized gain | (11,474,493) | (13,520,448) |
| Net amortization/accretion on investments | (16,214,919) | (1,465,976) |
| Proceeds from securities sold short | | 5,477,344 |
| Increase in receivable for investments sold | (878,335) | (4,261,527) |
| Increase in interest and dividends receivable | (20,586,359) | (88,699) |
| (Increase) decrease in receivable for principal paydown | (45,141) | 1,046 |
| Proceeds from futures contracts transactions | | 9,139,057 |
| Increase in deposits with brokers for futures contracts collateral | | (2,847,000) |
| (Increase) decrease in deposits with brokers for swaps collateral | (12,137,000) | 150,000 |
| Decrease in receivable from broker | | 88,217 |
| (Increase) decrease in prepaid expenses | (38,315) | 349 |
| Increase in payable for investments purchased | 2,940,805 | 257,299 |
| Increase (decrease) in payable to brokers for cash collateral received | 8,109,000 | (3,790,000) |
| Net cash provided by swap transactions | 74,218,291 | 11,284,229 |
| Net cash provided by foreign currency transactions | 2,958,074 | 246,626 |
| Increase in investment management fees payable | 2,497,435 | 4,510 |
| Increase in interest payable on cash collateral | 20,046 | 2,951 |
| Increase (decrease) in accrued expenses | 242,450 | (8,296) |
| Net cash provided by (used for) operating activities | (2,181,123,332) | 45,698,376 |
| Cash Flows provided by (used for) Financing Activities: | | |
| Payments for reverse repurchase agreements | (4,025,921,050) | (811,710,052) |
| Proceeds on reverse repurchase agreements | 5,231,527,556 | 789,407,022 |
| Cash dividends paid (excluding reinvestment of dividends of \$9,699,363 and \$1,751,388, respectively) | (93,098,708) | (20,903,836) |
| Proceeds from shares sold | 1,075,768,154 | |
| Offering costs and underwriting discount paid | (1,551,500) | |
| Decrease in payable to custodian for foreign currency overdraft | | (55,271) |
| Net cash provided by (used for) financing activities | 2,186,724,452 | (43,262,137) |
| Net increase in cash and foreign currency | 5,601,120 | 2,436,239 |
| Cash and foreign currency, at beginning of period or year | 100,012 | 315 |
| Cash and foreign currency, at end of period or year | \$5,701,132 | \$2,436,554 |

Cash paid for interest primarily related to participation in reverse repurchase agreement transactions was \$7,422,025, and \$738,378, respectively.

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A Statement of Cash Flows is not required for High Income.

* For the period May 30, 2012 (commencement of operations) through March 31, 2013.

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Notes to Financial Statements

March 31, 2013

1. Organization and Significant Accounting Policies

PIMCO Dynamic Income Fund (Dynamic Income), PIMCO Global StocksPLUS® & Income Fund (Global StocksPLUS®) and PIMCO High Income Fund (High Income), (each a Fund and collectively the Funds) were organized as Massachusetts business trusts on January 19, 2011, February 16, 2005 and February 18, 2003, respectively. Prior to commencing operations on May 30, 2012, May 31, 2005 and April 30, 2003, respectively, the Funds had no operations other than matters relating to their organization as non-diversified (Dynamic Income and Global StocksPLUS®) and diversified (High Income), closed-end management investment companies registered under the Investment Company Act of 1940 and the rules and regulations thereunder, as amended, and the sale and issuance of 4,189 shares at an aggregate price of \$100,012 for Dynamic Income to Allianz Asset Management of America L.P. (AAM). Allianz Global Investors Fund Management LLC (the Investment Manager) and Pacific Investment Management Company LLC (PIMCO or the Sub-Adviser) serve as the Funds investment manager and sub-adviser, respectively, and are indirect, wholly-owned subsidiaries of AAM. AAM is an indirect, wholly-owned subsidiary of Allianz SE, a publicly traded European insurance and financial services company. Each Fund has authorized an unlimited amount of common shares with \$0.00001 par value.

Dynamic Income issued 40,600,000 shares of common stock in its initial public offering. An additional 4,458,352 shares were issued in connection with the underwriter s over-allotment option. These shares were all issued at \$25.00 per share before an underwriting discount of \$1.125 per share. Offering costs of \$1,551,500 (representing approximately \$0.03 per share) were offset against the proceeds of the offering and over-allotment option and have been charged to paid-in capital in excess of par. The Sub-Adviser has paid all organizational costs of approximately \$25,000.

Dynamic Income s primary investment objective is to seek current income. Capital appreciation is a secondary objective. The Fund seeks to achieve its investment objectives to produce total return for shareholders by utilizing a dynamic asset allocation strategy among multiple fixed-income sectors, including below investment grade (commonly referred to as high yield securities or junk bonds), mortgage-related and any other asset-backed securities, government and sovereign debt, corporate debt (including fixed and floating-rate bonds, bank loans and convertible securities), taxable municipal bonds and other income producing securities of U.S. and foreign issuers, including emerging market issuers. As a matter of fundamental policy, the Fund will normally invest at least 25% of its total assets in privately-issued (commonly known as non-agency) mortgage-related securities.

Global StocksPLUS® s investment objective is to seek total return comprised of current income, current gains and long-term capital appreciation. Global StocksPLUS® normally attempts to achieve its investment objective through holdings of stocks and/or through the use of index and other derivative instruments that have economic characteristics similar to U.S. and non-U.S. stocks. The Fund s investments in index and other derivative instruments are backed by an actively-managed debt portfolio that will have a low-to-intermediate average portfolio duration, ranging from one year to a duration that is two years above the duration of the Barclays Capital U.S. Aggregate Bond Index, although it may be longer or shorter at any time or from time to time based on the Sub-Adviser s forecast for interest rates and other factors. The Fund may invest without limit in securities that are rated below investment grade and may invest without limit in securities of any rating. The Fund currently intends to gain substantially all of its equity index exposure by investing in equity index derivatives based on the Standard & Poor s 500 Composite Stock Price Index (S&P 500 Index) and the Morgan Stanley Capital International® Europe, Australasia and Far East Index (the MSCI EAFE Index). The Fund also employs a strategy of writing (selling) call options on U.S. equity indexes, seeking to generate gains from option premiums which may limit the Fund s gains from increases in the S&P 500 Index.

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High Income's primary investment objective is to seek high current income. Capital appreciation is a secondary objective. The Fund normally attempts to achieve these objectives by investing at least 50% of its net assets in debt securities that are, at the time of purchase, rated below investment grade, and which may be represented by forward contracts or derivatives such as options, futures contracts or swap agreements.

There can be no assurance that the Funds will meet their stated objectives.

The preparation of the Funds' financial statements in accordance with accounting principles generally accepted in the United States of America requires the Funds' management to make estimates and assumptions that affect the reported amounts and disclosures in each Fund's financial statements. Actual results could differ from those estimates.

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Notes to Financial Statements

March 31, 2013

1. Organization and Significant Accounting Policies (continued)

In the normal course of business, the Funds enter into contracts that contain a variety of representations that provide general indemnifications. The Funds' maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds that have not yet occurred.

In December 2011, the Financial Accounting Standards Board issued Accounting Standards Update No. 2011-11, "Disclosures About Offsetting Assets and Liabilities", which requires enhanced disclosures that will enable users to evaluate the effect or potential effect of netting arrangements on an entity's financial position, including the effect or potential effect of rights of setoff associated with certain financial instruments and derivative instruments. The amendments are effective for fiscal years beginning on or after January 1, 2013. Funds' management is currently evaluating the effect that the guidance may have on the Funds' financial statements.

The following is a summary of significant accounting policies consistently followed by the Funds:

(a) Valuation of Investments

Portfolio securities and other financial instruments for which market quotations are readily available are stated at market value. Market value is generally determined on the basis of last reported sales prices, or if no sales are reported, on the basis of quotes obtained from a quotation reporting system, established market makers, or independent pricing services. The Funds' investments are valued daily using prices supplied by an independent pricing service or dealer quotations, or by using the last sale price on the exchange that is the primary market for such securities, or the mean between the last quoted bid and ask price. Independent pricing services use information provided by market makers or estimates of market values obtained from yield data relating to investments or securities with similar characteristics. Centrally cleared swaps and exchange traded futures are valued at the price determined by the relevant exchange.

The Board of Trustees (the "Board") has adopted procedures for valuing portfolio securities and other financial derivative instruments in circumstances where market quotes are not readily available, and has delegated the responsibility for applying the valuation methods to the Investment Manager and Sub-Adviser. The Funds' Valuation Committee was established by the Board to oversee the implementation of the Funds' valuation methods and to make fair value determinations on behalf of the Board, as instructed. The Sub-Adviser monitors the continued appropriateness of methods applied and determines if adjustments should be made in light of market changes, events affecting the issuer, or other factors. If the Sub-Adviser determines that a valuation method may no longer be appropriate, another valuation method may be selected, or the Valuation Committee will be convened to consider the matter and take any appropriate action in accordance with procedures set forth by the Board. The Board shall review the appropriateness of the valuation methods and these methods may be amended or supplemented from time to time by the Valuation Committee.

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Benchmark pricing procedures are used as the basis for setting the base price of a fixed-income security and for subsequently adjusting the price proportionally to market value changes of a pre-determined security deemed to be comparable in duration, generally a U.S. Treasury or sovereign note based on country of issuance. The base price may be a broker-dealer quote, transaction price, or an internal value as derived by analysis of market data. The base price of the security may be reset on a periodic basis based on the availability of market data and procedures approved by the Valuation Committee. The validity of the fair value is reviewed by the Sub-Adviser on a periodic basis and may be amended as the availability of market data indicates a material change.

Short-term securities maturing in 60 days or less are valued at amortized cost, if their original term to maturity was 60 days or less, or by amortizing their value on the 61st day prior to maturity, if the original term to maturity exceeded 60 days.

Investments initially valued in currencies other than the U.S. dollar are converted to the U.S. dollar using exchange rates obtained from pricing services. As a result, the net asset value (NAV) of each Fund 's shares may be affected by changes in the value of currencies in relation to the U.S. dollar. The value of securities traded in markets outside the United States or denominated in currencies other than the U.S. dollar may be affected significantly on a day that the New York Stock Exchange (NYSE) is closed.

The prices used by the Funds to value investments may differ from the value that would be realized if the investments were sold, and these differences could be material to the Funds ' financial statements. Each Fund 's NAV is normally

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Notes to Financial Statements

March 31, 2013

1. Organization and Significant Accounting Policies (continued)

determined as of the close of regular trading (normally, 4:00 p.m. Eastern time) on the NYSE on each day the NYSE is open for business.

(b) Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability (*i.e.* the exit price) in an orderly transaction between market participants. The three levels of the fair value hierarchy are described below:

- Level 1 quoted prices in active markets for identical investments that the Funds have the ability to access
- Level 2 valuations based on other significant observable inputs, which may include, but are not limited to, quoted prices for similar assets or liabilities, interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates or other market corroborated inputs
- Level 3 valuations based on significant unobservable inputs (including the Sub-Adviser's or Valuation Committee's own assumptions and single broker quotes in determining the fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The following are certain inputs and techniques that the Funds generally use to evaluate how to classify each major category of assets and liabilities for Level 2 and Level 3, in accordance with Generally Accepted Accounting Principles (GAAP).

Equity Securities (Common and Preferred Stock) Equity securities traded in inactive markets are valued using inputs which include broker-dealer quotes, recently executed transactions adjusted for changes in the benchmark index, or evaluated price quotes received from independent pricing services that take into account the integrity of the market sector and issuer, the individual characteristics of the security, and information received from broker-dealers and other market sources pertaining to the issuer or security. To the extent that these inputs are observable, the values of equity securities are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

U.S. Treasury Obligations U.S. Treasury obligations are valued by independent pricing services based on pricing models that evaluate the mean between the most recently quoted bid and ask price. The models also take into consideration data received from active market makers and broker-dealers, yield curves, and the spread over comparable U.S. Treasury issues. The spreads change daily in response to market conditions and are generally obtained from the new issue market and broker-dealer sources. To the extent that these inputs are observable, the values of U.S. Treasury obligations are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Government Sponsored Enterprise and Mortgage-Backed Securities Government sponsored enterprise and mortgage-backed securities are valued by independent pricing services using pricing models based on inputs that include issuer type, coupon, cash flows, mortgage prepayment projection tables and Adjustable Rate Mortgage evaluations that incorporate index data, periodic and life caps, the next coupon reset date, and the convertibility of the bond. To the extent that these inputs are observable, the values of government sponsored enterprise and mortgage-backed securities are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Municipal Bonds Municipal bonds are valued by independent pricing services based on pricing models that take into account, among other factors, information received from market makers and broker-dealers, current trades, bid-want lists, offerings, market movements, the callability of the bond, state of issuance, benchmark yield curves, and bond insurance. To the extent that these inputs are observable, the values of municipal bonds are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Corporate Bonds & Notes Corporate bonds & notes are generally comprised of two main categories: investment grade bonds and high yield bonds. Investment grade bonds are valued by independent pricing services using various inputs and techniques, which include broker-dealer quotations, live trading levels, recently executed transactions in securities of the issuer or comparable issuers, and option adjusted spread models that include base curve and spread curve inputs. Adjustments to individual bonds can be applied to recognize trading differences compared to other bonds

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Notes to Financial Statements

March 31, 2013

1. Organization and Significant Accounting Policies (continued)

issued by the same issuer. High yield bonds are valued by independent pricing services based primarily on broker-dealer quotations from relevant market makers and recently executed transactions in securities of the issuer or comparable issuers. The broker-dealer quotations received are supported by credit analysis of the issuer that takes into consideration credit quality assessments, daily trading activity, and the activity of the underlying equities, listed bonds and sector-specific trends. To the extent that these inputs are observable, the values of corporate bonds & notes are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Asset-Backed Securities and Collateralized Mortgage Obligations Asset-backed securities and collateralized mortgage obligations are valued by independent pricing services using pricing models based on a security's average life volatility. The models also take into account tranche characteristics such as coupon, average life, collateral types, ratings, the issuer and tranche type, underlying collateral and performance of the collateral, and discount margin for certain floating rate issues. To the extent that these inputs are observable, the values of asset-backed securities and collateralized mortgage obligations are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Option Contracts Option contracts traded over-the-counter (OTC) and flexible exchange (FLEX) are valued by independent pricing services based on pricing models that incorporate various inputs such as interest rates, credit spreads, currency exchange rates and volatility measurements for in-the-money, at-the-money, and out-of-the-money contracts based on a given strike price. To the extent that these inputs are observable, the values of OTC and FLEX option contracts are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Forward Foreign Currency Contracts Forward foreign currency contracts are valued by independent pricing services using various inputs and techniques, which include broker-dealer quotations, actual trading information and foreign currency exchange rates gathered from leading market makers and foreign currency exchange trading centers throughout the world. To the extent that these inputs are observable, the values of forward foreign currency contracts are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Credit Default Swaps OTC credit default swaps are valued by independent pricing services using pricing models that take into account, among other factors, information received from market makers and broker-dealers, default probabilities from index specific credit spread curves, recovery rates, and cash flows. To the extent that these inputs are observable, the values of OTC credit default swaps are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

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Interest Rate Swaps OTC interest rate swaps are valued by independent pricing services using pricing models that are based on real-time intraday snapshots of relevant interest rate curves that are built using the most actively traded securities for a given maturity. The pricing models also incorporate cash and money market rates. In addition, market data pertaining to interest rate swaps is monitored regularly to ensure that interest rates are properly depicting the current market rate. Centrally cleared interest rate swaps are valued at the price determined by the relevant exchange. To the extent that these inputs are observable, the values of interest rate swaps are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Total Return Swaps OTC total return swaps are valued by independent pricing services using pricing models that take into account among other factors, index spread curves, nominal values, modified duration values and cash flows. To the extent that these inputs are observable, the values of OTC total return swaps are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Senior Loans Senior Loans are valued by independent pricing services based on the average of quoted prices received from multiple dealers or valued relative to other benchmark securities when broker-dealer quotes are unavailable. These quoted prices are based on interest rates, yield curves, option adjusted spreads and credit spreads. To the extent that these inputs are observable, the values of Senior Loans are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

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Notes to Financial Statements

March 31, 2013

1. Organization and Significant Accounting Policies (continued)

The valuation techniques used by the Funds to measure fair value during the period or year ended March 31, 2013 were intended to maximize the use of observable inputs and to minimize the use of unobservable inputs.

The Funds' policy is to recognize transfers between levels at the end of the reporting period. An investment asset's or liability's level within the fair value hierarchy is based on the lowest level input, individually or in aggregate, that is significant to the fair value measurement. The objective of fair value measurement remains the same even when there is a significant decrease in the volume and level of activity for an asset or liability and regardless of the valuation techniques used. Investments categorized as Level 1 or 2 as of period end may have been transferred between Levels 1 and 2 since the prior period due to changes in the valuation method utilized in valuing the investments.

(c) Investment Transactions and Investment Income

Investment transactions are accounted for on the trade date. Realized gains and losses on investments are determined on an identified cost basis. Interest income adjusted for the accretion of discount and amortization of premiums is recorded on an accrual basis. Discounts or premiums on debt securities purchased are accreted or amortized, respectively, to interest income. Dividend income is recorded on the ex-dividend date. Facility fees and other fees received after settlement date relating to senior loans, consent fees relating to corporate actions and commitment fees received relating to unfunded purchase commitments are recorded as miscellaneous income upon receipt. Paydown gains and losses are netted and recorded as interest income on the Statements of Operations.

(d) Federal Income Taxes

The Funds intend to distribute all of their taxable income and to comply with the other requirements of Subchapter M of the U.S. Internal Revenue Code of 1986, as amended, applicable to regulated investment companies. Accordingly, no provision for U.S. federal income taxes is required.

Accounting for uncertainty in income taxes establishes for all entities, including pass-through entities such as the Funds, a minimum threshold for financial statement recognition of the benefit of positions taken in filing tax returns (including whether an entity is taxable in a particular jurisdiction), and requires certain expanded tax disclosures. Funds' management has determined that its evaluation of the positions taken in the tax returns has resulted in no material impact to the Funds' financial statements at March 31, 2013. The federal income tax returns for the prior three years for Global StocksPLUS® and High Income remain subject to examination by the Internal Revenue Service.

(e) Dividends and Distributions Common Shares

Dynamic Income intends to declare dividends and distributions from net investment income and gains from the sale of portfolio securities and other sources to its shareholders monthly. Global StocksPLUS® and High Income declare dividends from net investment income to common shareholders monthly. Distributions of net realized capital gains, if any, are paid at least annually. The Funds record dividends and distributions on the ex-dividend date. The amount of dividends from net investment income and distributions from net realized capital gains is determined in accordance with federal income tax regulations, which may differ from GAAP. These book-tax differences are considered either temporary or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the capital accounts based on their federal income tax treatment; temporary differences do not require reclassification. To the extent dividends and/or distributions exceed current and accumulated earnings and profits for federal income tax purposes, they are reported as dividends and/or distributions to shareholders from return of capital.

(f) Foreign Currency Translation

The Funds' accounting records are maintained in U.S. dollars as follows: (1) the foreign currency market value of investments and other assets and liabilities denominated in foreign currencies are translated at the prevailing exchange rate at the end of the period; and (2) purchases and sales, income and expenses are translated at the prevailing exchange rate on the respective dates of such transactions. The resulting net foreign currency gain (loss) is included in the Funds' Statements of Operations.

The Funds do not generally isolate that portion of the results of operations arising as a result of changes in the foreign currency exchange rates from the fluctuations arising from changes in the market prices of securities. Accordingly, such foreign currency gain (loss) is included in net realized and unrealized gain (loss) on investments. However, the Funds do

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Notes to Financial Statements

March 31, 2013

1. Organization and Significant Accounting Policies (continued)

isolate the effect of fluctuations in foreign currency exchange rates when determining the gain (loss) upon the sale or maturity of foreign currency denominated debt obligations pursuant to U.S. federal income tax regulations; such amount is categorized as foreign currency gain (loss) for both financial reporting and income tax reporting purposes.

(g) Senior Loans

The Funds may purchase assignments of, and participations in, Senior Loans originated, negotiated and structured by a U.S. or foreign commercial bank, insurance company, finance company or other financial institution (the Agent) for a lending syndicate of financial institutions (the Lender). When purchasing an assignment, the Funds succeed to all the rights and obligations under the loan agreement with the same rights and obligations as the assigning Lender. Assignments may, however, be arranged through private negotiations between potential assignees and potential assignors, and the rights and obligations acquired by the purchaser of an assignment may differ from, and be more limited than, those held by the assigning Lender.

(h) Repurchase Agreements

The Funds enter into transactions with their custodian bank or securities brokerage firms whereby they purchase securities under agreements to resell such securities at an agreed upon price and date (repurchase agreements). The Funds, through their custodian, take possession of securities collateralizing the repurchase agreement. Such agreements are carried at the contract amount in the financial statements, which is considered to represent fair value. Collateral pledged (the securities received), which consists primarily of U.S. government obligations and asset-backed securities, is held by the custodian bank for the benefit of the Funds until maturity of the repurchase agreement. Provisions of the repurchase agreements and the procedures adopted by the Funds require that the market value of the collateral, including accrued interest thereon, be sufficient in the event of default by the counterparty. If the counterparty defaults and the value of the collateral declines or if the counterparty enters an insolvency proceeding, realization of the collateral by the Funds may be delayed or limited.

(i) Reverse Repurchase Agreements

In a reverse repurchase agreement, the Funds sell securities to a bank or broker-dealer and agree to repurchase the securities at a mutually agreed upon date and price. Generally, the effect of such a transaction is that the Funds can recover and reinvest all or most of the cash invested in portfolio securities involved during the term of the reverse repurchase agreement and still be entitled to the returns associated with those portfolio securities. Such transactions are advantageous if the interest cost to the Funds of the reverse repurchase transaction is less than the returns the Funds obtain on investments purchased with the cash. To the extent the Funds do not cover their positions in reverse repurchase agreements (by segregating liquid assets at least equal in amount to the forward purchase commitment), the Funds' uncovered obligations under the agreements will be subject to the Funds' limitations on borrowings. Reverse repurchase agreements involve leverage risk and also the risk that the market value of the securities that the Funds are obligated to repurchase under the agreements may decline below the repurchase price. In the event the buyer of securities under a reverse repurchase agreement files for bankruptcy or becomes insolvent, the Funds' use of the

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proceeds of the agreement may be restricted pending determination by the other party, or its trustee or receiver, whether to enforce the Funds obligation to repurchase the securities.

(j) Sale-Buybacks

A Fund may enter into financing transactions referred to as sale-buybacks . A sale-buyback transaction consists of a sale of a security by a Fund to a financial institution, the counterparty, with a simultaneous agreement to repurchase the same or substantially the same security at an agreed-upon price and date. A Fund is not entitled to receive principal and interest payments, if any, made on the security sold to the counterparty during the term of the agreement. The agreed-upon proceeds for securities to be repurchased by a Fund are reflected as a liability on the Statements of Assets and Liabilities. A Fund will recognize net income represented by the price differential between the price received for the transferred security and the agreed-upon repurchase price. This is commonly referred to as the price drop . A price drop consists of (i) the foregone interest and inflationary income adjustments, if any, a Fund would have otherwise received had the security not been sold and (ii) the negotiated financing terms between a Fund and the counterparty. Foregone interest and inflationary income adjustments, if any, are recorded as components of interest income on the Statements of Operations. Interest payments based upon negotiated financing terms made by a Fund to counterparties

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Notes to Financial Statements

March 31, 2013

1. Organization and Significant Accounting Policies (continued)

are recorded as a component of interest expense on the Statements of Operations. In periods of increased demand for the security, a Fund may receive a fee for use of the security by the counterparty, which may result in interest income to the Fund. A Fund will segregate assets determined to be liquid by the Investment Manager or otherwise cover its obligations under sale-buyback transactions.

(k) Mortgage-Related and Other Asset-Backed Securities

Investments in mortgage-related or other asset-backed securities include mortgage pass-through securities, collateralized mortgage obligations (CMOs), commercial mortgage-backed securities, mortgage dollar rolls, CMO residuals, stripped mortgage-backed securities (SMBSs) and other securities that directly or indirectly represent a participation in, or are secured by and payable from, mortgage loans on real property. The value of some mortgage-related or asset-backed securities may be particularly sensitive to changes in prevailing interest rates. Early repayment of principal on some mortgage-related securities may expose the Funds to a lower rate of return upon reinvestment of principal. The value of these securities may fluctuate in response to the market's perception of the creditworthiness of the issuers. The decline in liquidity and prices of these types of securities may make it more difficult to determine fair market value. Additionally, although mortgages and mortgage-related securities are generally supported by some form of government or private guarantee and/or insurance, there is no assurance that private guarantors or insurers will meet their obligations.

(l) U.S. Government Agencies or Government-Sponsored Enterprises

Securities issued by U.S. Government agencies or government-sponsored enterprises may not be guaranteed by the U.S. Treasury. The Government National Mortgage Association (GNMA or Ginnie Mae), a wholly-owned U.S. Government corporation, is authorized to guarantee, with the full faith and credit of the U.S. Government, the timely payment of principal and interest on securities issued by institutions approved by GNMA and backed by pools of mortgages insured by the Federal Housing Administration or guaranteed by the Department of Veterans Affairs. Government-related guarantors not backed by the full faith and credit of the U.S. Government include the Federal National Mortgage Association (FNMA or Fannie Mae) and the Federal Home Loan Mortgage Corporation (FHLMC or Freddie Mac). Pass-through securities issued by FNMA are guaranteed as to timely payment of principal and interest by FNMA, but are not backed by the full faith and credit of the U.S. Government. FHLMC guarantees the timely payment of interest and ultimate collection of principal, but its participation certificates are not backed by the full faith and credit of the U.S. Government.

(m) Short Sales

The Funds are obligated to deliver securities at the market price at the time the short position is closed. Possible losses from short sales may be unlimited, whereas losses from purchases cannot exceed the total amount invested.

(n) Restricted Securities

The Funds are permitted to invest in securities that are subject to legal or contractual restrictions on resale. These securities generally may be resold in transactions exempt from registration or to the public if the securities are registered. Disposal of these securities may involve time-consuming negotiations and expenses, and prompt sale at an acceptable price may be difficult.

(o) Interest Expense

Interest expense primarily relates to the Funds' participation in reverse repurchase agreement transactions. Interest expense is recorded as it is incurred.

(p) Custody Credits on Cash Balances

The Funds may benefit from an expense offset arrangement with their custodian bank, whereby uninvested cash balances may earn credits that reduce monthly custodian and accounting agent expenses. Had these cash balances been invested in income-producing securities, they would have generated income for the Funds. Cash overdraft charges, if any, are included in custodian and accounting agent fees.

(q) Securities traded on to-be-announced basis

The Funds may from time to time purchase securities on a to-be-announced (TBA) basis. In a TBA transaction, the Fund commits to purchasing or selling securities for which all specific information is not yet known at the time of the

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Notes to Financial Statements

March 31, 2013

1. Organization and Significant Accounting Policies (continued)

trade, particularly the face amount and maturity date of the underlying security transactions. Securities purchased on a TBA basis are not settled until they are delivered to the Fund, normally 15 to 45 days later. Beginning on the date the Fund enters into a TBA transaction, cash, U.S. government securities or other liquid securities are segregated in an amount equal in value to the purchase price of the TBA security. These transactions are subject to market fluctuations, and their current value is determined in the same manner as for other securities.

2. Principal Risks

In the normal course of business, the Funds trade financial instruments and enter into financial transactions where risk of potential loss exists due to, among other things, changes in the market (market risk) or failure of the other party to a transaction to perform (counterparty risk). The Funds are also exposed to other risks such as, but not limited to, interest rate, foreign currency, credit and leverage risks.

Interest rate risk is the risk that fixed income securities will decline in value because of changes in interest rates. As nominal interest rates rise, the values of certain fixed income securities held by the Funds are likely to decrease. A nominal interest rate can be described as the sum of a real interest rate and an expected inflation rate. Fixed income securities with longer durations tend to be more sensitive to changes in interest rates, usually making them more volatile than securities with shorter durations. Duration is used primarily as a measure of the sensitivity of a fixed income security's market price to interest rate (*i.e.* yield) movements.

Variable and floating rate securities generally are less sensitive to interest rate changes but may decline in value if their interest rates do not rise as much, or as quickly, as interest rates in general. Conversely, floating rate securities will not generally increase in value if interest rates decline. Inverse floating rate securities may decrease in value if interest rates increase. Inverse floating rate securities may also exhibit greater price volatility than a fixed rate obligation with similar credit quality. When a Fund holds variable or floating rate securities, a decrease (or, in the case of inverse floating rate securities, an increase) in market interest rates will adversely affect the income received from such securities and the NAV of the Funds' shares.

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. This is known as extension 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.

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The Funds are exposed to credit risk, which is the risk of losing money if the issuer or guarantor of a fixed income security is unable or unwilling, or is perceived (whether by market participants, rating agencies, pricing services or otherwise) as unable or unwilling, to make timely principal and/or interest payments, or to otherwise honor its obligations. Securities are subject to varying degrees of credit risk, which are often reflected in credit ratings.

To the extent the Funds directly invest in foreign currencies or in securities that trade in, and receive revenues in, foreign currencies, or in derivatives that provide exposure to foreign currencies, they will be subject to the risk that those currencies will decline in value relative to the U.S. dollar, or, in the case of hedging positions, that the U.S. dollar will decline in value relative to the currency being hedged. Currency rates in foreign countries may fluctuate significantly over short periods of time for a number of reasons, including economic growth, inflation, changes in interest rates, intervention (or the failure to intervene) by U.S. or foreign governments, central banks or supranational entities such as the International Monetary Fund, or the imposition of currency controls or other political developments in the United States or abroad. As a result, the Funds' investments in foreign currency-denominated securities may reduce the returns of the Funds.

The Funds are subject to elements of risk not typically associated with investments in the U.S., due to concentrated investments in foreign issuers located in a specific country or region. Such concentrations will subject the Funds to

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2. Principal Risks (continued)

additional risks resulting from future political or economic conditions in such country or region and the possible imposition of adverse governmental laws or currency exchange restrictions affecting such country or region, which could cause the securities and their markets to be less liquid and prices more volatile than those of comparable U.S. companies.

The market values of securities may decline due to general market conditions (market risk) which are not specifically related to a particular company, such as real or perceived adverse economic conditions, changes in the general outlook for corporate earnings, changes in interest or currency rates or adverse investor sentiment. They may also decline due to factors that affect a particular industry or industries, such as labor shortages or increased production costs and competitive conditions within an industry. Equity securities and equity-related investments generally have greater market price volatility than fixed income securities.

The Funds are exposed to counterparty risk, or the risk that an institution or other entity with which the Funds have unsettled or open transactions will default. The potential loss to the Funds could exceed the value of the financial assets recorded in the Funds' financial statements. Financial assets, which potentially expose the Funds to counterparty risk, consist principally of cash due from counterparties and investments. The Sub-Adviser seeks to minimize the Funds' counterparty risk by performing reviews of each counterparty and by minimizing concentration of counterparty risk by undertaking transactions with multiple customers and counterparties on recognized and reputable exchanges. Delivery of securities sold is only made once the Funds have received payment. Payment is made on a purchase once the securities have been delivered by the counterparty. The trade will fail if either party fails to meet its obligation.

The Funds are exposed to risks associated with leverage. Leverage may cause the value of the Funds' shares to be more volatile than if the Funds did not use leverage. This is because leverage tends to exaggerate the effect of any increase or decrease in the value of the Funds' portfolio securities. The Funds may engage in transactions or purchase instruments that give rise to forms of leverage. Obligations to settle reverse repurchase agreements may be detrimental to the Funds' performance. In addition, to the extent the Funds employ leverage, interest costs may not be recovered by any appreciation of the securities purchased with the leverage proceeds and could exceed the Funds' investment returns, resulting in greater losses.

The Funds are party to International Swaps and Derivatives Association, Inc. Master Agreements (ISDA Master Agreements) with select counterparties that govern transactions, over-the-counter derivatives and foreign exchange contracts entered into by the Funds and those counterparties. The ISDA Master Agreements contain provisions for general obligations, representations, agreements, collateral and events of default or termination. Events of termination include conditions that may entitle counterparties to elect to terminate early and cause settlement of all outstanding transactions under the applicable ISDA Master Agreement. Any election to terminate early could be material to the financial statements of the Funds.

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The considerations and factors surrounding the settlement of certain purchases and sales made on a delayed-delivery basis are governed by Master Securities Forward Transaction Agreements (Master Forward Agreements) between the Funds and select counterparties. The Master Forward Agreements maintain provisions for, among other things, initiation and confirmation, payment and transfer, events of default, termination, and maintenance of collateral.

The Funds are also a party to Master Repurchase Agreements (Master Repo Agreements) with select counterparties. The Master Repo Agreements maintain provisions for initiation, income payments, events of default, and maintenance of collateral.

The counterparty risk associated with certain contracts may be reduced by master netting arrangements to the extent that if an event of default occurs, all amounts with the counterparty are terminated and settled on a net basis. The Funds' overall exposure to counterparty risk with respect to transactions subject to master netting arrangements can change substantially within a short period, as it is affected by each transaction subject to the arrangement.

Global StocksPLUS® and High Income had security transactions outstanding with Lehman Brothers entities as counterparty at the time the relevant Lehman Brothers entities filed for bankruptcy protection or were placed in administration. Global StocksPLUS®'s security transactions associated with Lehman Brothers Special Financing Inc.

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2. Principal Risks (continued)

(LBSF) and Lehman Brothers International (Europe) (LBI) and High Income s security transactions associated with Lehman Commercial Paper, Inc. (LCPI) as counterparties were written down to their estimated recoverable values. Adjustments to anticipated losses for securities transactions associated with LBSF, LBI and LCPI have been incorporated as net realized gain (loss) on the Funds Statements of Operations. The remaining balances, if any, due from LBSF, LBI and LCPI and due to Lehman Brothers, Inc. are included in receivable from/payable to broker on the Funds Statements of Assets and Liabilities. The estimated recoverable value of the receivables is determined by independent broker quotes. In April 2012 and October 2012, Global StocksPLUS® received \$87,915 and \$7,325, respectively, from LBSF.

3. Financial Derivative Instruments

Disclosure about derivatives and hedging activities requires qualitative disclosure regarding objectives and strategies for using derivatives, quantitative disclosure about fair value amounts of gains and losses on derivatives, and disclosure about credit-risk-related contingent features in derivative agreements. The disclosure requirements distinguish between derivatives which are accounted for as hedges , and those that do not qualify for such accounting. Although the Funds at times use derivatives for hedging purposes, the Funds reflect derivatives at fair value and recognize changes in fair value through the Funds Statements of Operations, and such derivatives do not qualify for hedge accounting treatment.

Effective January 1, 2013, Global StocksPLUS® became subject to regulation as a commodity pool under the Commodity Exchange Act pursuant to recent rule changes by the Commodity Futures Trading Commission (the CFTC). The Investment Manager has registered with the CFTC as a Commodity Pool Operator, the Sub-Adviser has registered with the CFTC as a Commodity Trading Adviser, and both entities are members of the National Futures Association. The CFTC has proposed amendments to its rules which, upon their compliance dates, may subject Global StocksPLUS® and the Investment Manager to additional disclosure, reporting and recordkeeping rules, and compliance.

(a) Futures Contracts

The Funds use futures contracts to manage their exposure to the securities markets or the movements in interest rates and currency values. A futures contract is an agreement between two parties to buy and sell a financial instrument at a set price on a future date. Upon entering into such a contract, the Funds are required to pledge to the broker an amount of cash or securities equal to the minimum initial margin requirements of the exchange. Pursuant to the contracts, the Funds agree to receive from or pay to the broker an amount of cash or securities equal to the daily fluctuation in the value of the contracts. Such receipts or payments are known as variation margin and are recorded by the Funds as unrealized appreciation or depreciation. When the contracts are closed, the Funds record a realized gain or loss equal to the difference between the value of the contracts at the time they were opened and the value at the time they were closed. Any unrealized appreciation or depreciation recorded is simultaneously reversed. The use of futures transactions involves various risks, including the risk of an imperfect correlation in the movements in the price of futures contracts, interest rates and underlying hedging assets, and possible inability or unwillingness of counterparties to meet the terms of their contracts.

(b) Option Transactions

The Funds purchase put and call options on securities and indices for hedging purposes, risk management purposes or otherwise as part of their investment strategies. The risks associated with purchasing an option include the risk that the Funds pay a premium whether or not the option is exercised. Additionally, the Funds bear the risk of loss of premiums and changes in market value should the counterparty not perform under the contract. Put and call options purchased are accounted for in the same manner as portfolio securities. The cost of securities acquired through the exercise of call options is increased by the premiums paid. The proceeds from securities sold through the exercise of put options are decreased by the premiums paid.

The Funds may write (sell) put and call options on securities and indices to earn premiums, for hedging purposes, risk management purposes or otherwise as part of their investment strategies. When an option is written, the premium received is recorded as an asset with an equal liability that is subsequently marked to market to reflect the market value of the option written. These liabilities, if any, are reflected as options written in the Funds' Statements of Assets and Liabilities. Premiums received from writing options which expire unexercised are recorded on the expiration date as a realized gain. The difference between the premium received and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or if the premium is less than the

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3. Financial Derivative Instruments (continued)

amount paid for the closing purchase transaction, as a realized loss. If a call option written is exercised, the premium is added to the proceeds from the sale of the underlying security in determining whether there has been a realized gain or loss. If a put option written is exercised, the premium reduces the cost basis of the security. In writing an option, the Funds bear the market risk of an unfavorable change in the price of the security underlying the written option. Exercise of a written option could result in the Funds purchasing a security at a price different from its current market value.

(c) Swap Agreements

Swap agreements are bilaterally negotiated agreements between the Funds and a counterparty to exchange or swap investment cash flows, assets, foreign currencies or market or event-linked returns at specified, future intervals. Swap agreements may be privately negotiated in the over-the-counter market (OTC swaps) or may be executed in a multilateral or other trade facility platform, such as a registered commodities exchange (centrally cleared swaps). The Funds may enter into credit default, cross-currency, interest rate, total return, variance and other forms of swap agreements in order to, among other things, manage their exposure to credit, currency and interest rate risk. In connection with these agreements, securities may be identified as collateral or margin in accordance with the terms of the respective swap agreements to provide assets of value and recourse in the event of default or bankruptcy/insolvency.

OTC swap payments received or made at the beginning of the measurement period are reflected as such on the Funds' Statements of Assets and Liabilities and represent payments made or received upon entering into the swap agreement to compensate for differences between the stated terms of the swap agreement and prevailing market conditions (credit spreads, currency exchange rates, interest rates, and other relevant factors). These upfront payments are recorded as realized gains or losses on the Funds' Statements of Operations upon termination or maturity of the swap. A liquidation payment received or made at the termination of the swap is recorded as realized gain or loss on the Funds' Statements of Operations. Net periodic payments received or paid by the Funds are included as part of realized gains or losses on the Funds' Statements of Operations. Changes in market value, if any, are reflected as a component of net changes in unrealized appreciation/depreciation on the Funds' Statements of Operations. Daily changes in valuation of centrally cleared swaps, if any, are recorded as a receivable or payable, as applicable, for variation margin on centrally cleared swaps on the Funds' Statements of Assets and Liabilities.

Entering into these agreements involves, to varying degrees, elements of credit, legal, market and documentation risk in excess of the amounts recognized on the Funds' Statements of Assets and Liabilities. Such risks include the possibility that there will be no liquid market for these agreements, that the counterparties to the agreements may default on their obligation to perform or disagree as to the meaning of contractual terms in the agreements and that there may be unfavorable changes in interest rates.

Credit Default Swap Agreements Credit default swap agreements involve one party (referred to as the buyer of protection) making a stream of payments to another party (the seller of protection) in exchange for the right to receive a specified return in the event of a default or other credit event for the referenced entity, obligation or index. As the sellers of protection on credit default swap agreements, the Funds will generally receive from the buyer of protection a fixed rate of income throughout the term of the swap provided that there is no credit event. As the sellers,

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the Funds would effectively add leverage to their investment portfolios because, in addition to their total net assets, the Funds would be subject to investment exposure on the notional amount of the swap.

If the Funds are sellers of protection and a credit event occurs, as defined under the terms of that particular swap agreement, a 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, other deliverable obligations 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. If the Funds are buyers of protection and a credit event occurs, as defined under the terms of that particular swap agreement, a 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, other deliverable obligations 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

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3. Financial Derivative Instruments (continued)

index. Recovery values are assumed by market makers considering either industry standard recovery rates or entity specific factors and considerations until a credit event occurs. If a credit event has occurred, the recovery value is determined by a facilitated auction whereby a minimum number of allowable broker bids, together with a specified valuation method, are used to calculate the settlement value.

Credit default swap agreements on corporate or sovereign issues involve one party making a stream of payments to another party in exchange for the right to receive a specified return in the event of a default or other credit event. If a credit event occurs and cash settlement is not elected, a variety of other deliverable obligations may be delivered in lieu of the specific referenced obligation. The ability to deliver other obligations may result in a cheapest-to-deliver option (the buyer of protection's right to choose the deliverable obligation with the lowest value following a credit event). The Funds use credit default swaps on corporate or sovereign issues to provide a measure of protection against defaults of the issuers (*i.e.*, to reduce risk where the Funds own or have exposure to the referenced obligation) or to take an active long or short position with respect to the likelihood of a particular issuer's default.

Credit default swap agreements on asset-backed securities involve one party making a stream of payments to another party in exchange for the right to receive a specified return in the event of a default or other credit events. Unlike credit default swaps on corporate or sovereign issues, deliverable obligations in most instances would be limited to the specific referenced obligation as performance for asset-backed securities can vary across deals. Prepayments, principal paydowns, and other writedown or loss events on the underlying mortgage loans will reduce the outstanding principal balance of the referenced obligation. These reductions may be temporary or permanent as defined under the terms of the swap agreement and the notional amount of the swap agreement will be adjusted by corresponding amounts. The Funds use credit default swaps on asset-backed securities to provide a measure of protection against defaults of the referenced obligation or to take an active long or short position with respect to the likelihood of a particular referenced obligation's default.

Credit default swap agreements on credit indices involve one party making a stream of payments to another party in exchange for the right to receive a specified return in the event of a write-down, principal shortfall, interest shortfall or default of all or part of the referenced entities comprising the credit index. A credit index is a basket of credit instruments or exposures designed to be representative of some part of the credit market as a whole. These indices are made up of reference credits that are judged by a poll of dealers to be the most liquid entities in the credit default swap market based on the sector of the index. Components of the indices may include, but are not limited to, investment grade securities, high yield securities, asset backed securities, emerging markets, and/or various credit ratings within each sector. Credit indices are traded using credit default swaps with standardized terms including a fixed spread and standard maturity dates. An index credit default swap references all the names in the index, and if there is a default, the credit event is settled based on that name's weight in the index, or in the case of a tranching index credit default swap, the credit event is settled based on the name's weight in the index that falls within the tranche for which the Funds bear exposure. The composition of the indices changes periodically, usually every six months, and for most indices, each name has an equal weight in the index. The Funds use credit default swaps on credit indices to hedge a portfolio of credit default swaps or bonds, which is less expensive than it would be to buy many credit default swaps to achieve a similar effect. Credit-default swaps on indices are benchmarks for protecting investors owning bonds against default, and traders use them to speculate on changes in credit quality.

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Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate or sovereign issues as of period end are disclosed in the Notes to Schedules of Investments, serve as an indicator of the current status of the payment/performance risk, and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. For credit default swap agreements on asset-backed securities and credit indices, the quoted market prices and resulting values serve as the indicator of the current status of the payment/performance risk. Wider credit spreads and increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

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3. Financial Derivative Instruments (continued)

The maximum potential amount of future payments (undiscounted) that the Funds as sellers of protection could be required to make under a credit default swap agreement would be an amount equal to the notional amount of the agreement. Notional amounts of all credit default swap agreements outstanding as of March 31, 2013 for which the Funds are sellers of protection are disclosed in the Notes to Schedules of Investments. These potential amounts would be partially offset by any recovery values of the respective referenced obligations, upfront payments received upon entering into the agreement, or net amounts received from the settlement of buy protection credit default swap agreements entered into by the Funds for the same referenced entity or entities.

Interest Rate Swap Agreements Interest rate swap agreements involve the exchange by the Funds with a counterparty of their respective commitments to pay or receive interest, e.g., an exchange of floating rate payments for fixed rate payments, with respect to the notional amount of principal. Certain forms of interest rate swap agreements may include: (i) interest rate caps, under which, in return for a premium, one party agrees to make payments to the other to the extent that interest rates exceed a specified rate, or cap, (ii) interest rate floors, under which, in return for a premium, one party agrees to make payments to the other to the extent that interest rates fall below a specified rate, or floor, (iii) interest rate collars, under which a party sells a cap and purchases a floor or vice versa in an attempt to protect itself against interest rate movements exceeding given minimum or maximum levels, (iv) callable interest rate swaps, under which the counterparty may terminate the swap transaction in whole at zero cost by a predetermined date and time prior to the maturity date, (v) spreadlocks, which allow the interest rate swap users to lock in the forward differential (or spread) between the interest rate swap rate and a specified benchmark, or (vi) basis swaps, under which two parties can exchange variable interest rates based on different money markets.

Total Return Swap Agreements Total return swap agreements involve commitments to pay interest in exchange for a market-linked return, both based on notional amounts. To the extent the total return of the security or index underlying the transaction exceeds or falls short of the offsetting interest rate obligation, the Funds will receive a payment from or make a payment to the counterparty.

(d) Forward Foreign Currency Contracts

A forward foreign currency contract is an agreement between two parties to buy and sell a currency at a set exchange rate on a future date. The Funds enter into forward foreign currency contracts for the purpose of hedging against foreign currency risk arising from the investment or anticipated investment in securities denominated in foreign currencies. The Funds also enter into these contracts for purposes of increasing exposure to a foreign currency or shifting exposure to foreign currency fluctuations from one country to another. The market value of a forward foreign currency contract fluctuates with changes in foreign currency exchange rates. All commitments are marked to market daily at the applicable exchange rates and any resulting unrealized appreciation or depreciation is recorded. Realized gains or losses are recorded at the time the forward contract matures or by delivery of the currency. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of a foreign currency relative to the U.S. dollar. In addition, these contracts may involve market risk in excess of the unrealized appreciation (depreciation) reflected in the Funds Statements of Assets and Liabilities.

4. Investment Manager/Sub-Adviser

Each Fund has an Investment Management Agreement (each an Agreement) with the Investment Manager. Subject to the supervision of each Fund's Board, the Investment Manager is responsible for managing, either directly or through others selected by it, the Funds' investment activities, business affairs and administrative matters. Pursuant to each Agreement, the Investment Manager receives an annual fee, payable monthly, at an annual rate of 1.15% of Dynamic Income's average daily total managed assets, 1.00% of Global StocksPLUS®'s average daily total managed assets and 0.70% of High Income's average daily net assets, inclusive of net assets attributable to any Preferred Shares outstanding. For Dynamic Income and Global StocksPLUS®, total managed assets refer to the total assets of each Fund (including any assets attributable to any borrowings that may be outstanding) minus accrued liabilities (other than liabilities representing borrowings). For these purposes, borrowings includes amount of leverage attributable to such instruments as reverse repurchase agreements.

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4. Investment Manager/Sub-Adviser (continued)

The Investment Manager has retained the Sub-Adviser to manage the Funds' investments. Subject to the supervision of the Investment Manager, the Sub-Adviser is responsible for making all of the Funds' investment decisions. The Investment Manager, not the Funds, pays a portion of the fees it receives as Investment Manager to the Sub-Adviser in return for its services.

5. Investments in Securities

For the fiscal period or year ended March 31, 2013, purchases and sales of investments, other than short-term securities, were:

| | U.S. Government Obligations | | All Other | |
|--------------------|-----------------------------|-------------|-----------------|---------------|
| | Purchases | Sales | Purchases | Sales |
| Dynamic Income | \$73,684,698 | \$1,434,433 | \$2,421,418,862 | \$312,006,677 |
| Global StocksPLUS® | 40,106,205 | 52,107,808 | 32,366,543 | 35,065,420 |
| High Income | 32,328,910 | 2,872,472 | 788,217,572 | 1,118,597,636 |

6. Income Tax Information

The tax character of dividends paid was:

| | Period or Year ended March 31, 2013 | | Year ended March 31, 2012 | |
|--------------------|-------------------------------------|----------------------|---------------------------|----------------------|
| | Ordinary Income | Return of Capital | Ordinary Income | Return of Capital |
| Dynamic Income | \$110,832,777 | | | |
| Global StocksPLUS® | 22,671,591 | | \$22,450,402 | |
| High Income | 174,153,974 | \$5,470,788 | 169,322,737 | \$8,629,563 |

At March 31, 2013, the components of distributable earnings were:

| | Ordinary Income | Capital Loss Caryforwards(1) | Post-October Capital Loss(2) | |
|--|--------------------|---------------------------------|------------------------------|-----------|
| | | | Short-Term | Long-Term |

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| | | | |
|--------------------|--------------|---------------|-------------|
| Dynamic Income | \$27,535,155 | | |
| Global StocksPLUS® | | \$116,037,423 | |
| High Income | | 753,406,342 | \$6,549,904 |

-
- (1) *Capital loss carryforwards available as a reduction, to the extent provided in the regulations, of any future net realized gains. To the extent that these losses are used to offset future realized capital gains, such gains will not be disbursed.*
 - (2) *Capital losses realized during the period November 1, 2012 through March 31, 2013 which the Funds elected to defer to the following taxable year pursuant to income regulations.*

Under the Regulated Investment Company Modernization Act of 2010, the Funds will be permitted to carry forward capital losses incurred in taxable years beginning after December 22, 2010, for an unlimited period. However, any losses incurred during those future taxable years will be required to be utilized prior to the losses incurred in pre-enactment taxable years. As a result of this, pre-enactment capital loss carryforwards may be more likely to expire unused. Additionally, post-enactment capital losses that are carried forward will retain their character as either short-term or long-term capital losses rather than being considered all short-term capital losses.

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6. Income Tax Information (continued)

At March 31, 2013, capital loss carryforward amounts were:

| | 2017 | Year of Expiration 2018 | 2019 | No Expiration ⁽³⁾ | |
|--------------------|--------------|----------------------------|-------------|------------------------------|-----------|
| | | | | Short-Term | Long-Term |
| Global StocksPLUS® | \$11,544,070 | \$98,917,925 | \$5,575,428 | | |
| High Income | 222,923,897 | 488,806,782 | | \$41,675,663 | |

(3) Carryforward amounts are subject to the provisions of the Regulated Investment Company Modernization Act of 2010.

For the year ended March 31, 2013, Global StocksPLUS® utilized pre-enactment capital loss carryforwards of \$1,850,880 and High Income utilized post-enactment capital loss carryforwards of \$132,024,726, of which \$17,332,354 was short-term and \$114,692,372 was long-term.

For the year ended March 31, 2013, permanent book-tax adjustments were:

| | Undistributed (Dividends in Excess of) Net Investment Income | Accumulated Net Realized Gain (Loss) | Paid-in Capital in Excess of Par | Net Unrealized Appreciation |
|---------------------------------------|---|--|-------------------------------------|-----------------------------------|
| Dynamic Income (a)(b)(c)(d) | \$(7,387,369) | \$7,387,369 | | |
| Global StocksPLUS® (a)(b)(c)(e)(f)(g) | 5,925,279 | (5,730,507) | \$(194,302) | \$(470) |
| High Income (a)(b)(c)(g) | 47,228,796 | (47,228,796) | | |

These permanent book-tax differences were primarily attributable to:

(a) Foreign currency transactions.

(b) Paydowns.

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(c) Swap payments.

(d) Amendment fees.

(e) Taxable over distributions

(f) Sale-buyback adjustments

(g) Consent fees

Net investment income, net realized gains or losses and net assets were not affected by these adjustments.

At March 31, 2013, the aggregate cost basis and the net unrealized appreciation of investments (before options written and securities sold short) for federal income tax purposes were:

| | Federal Tax Cost Basis(4) | Unrealized Appreciation | Unrealized Depreciation | Net Unrealized Appreciation |
|--------------------|------------------------------|----------------------------|----------------------------|-----------------------------------|
| Dynamic Income | \$2,358,382,972 | \$284,949,784 | \$13,865,438 | \$271,084,346 |
| Global StocksPLUS® | 200,935,719 | 35,375,015 | 2,299,049 | 33,075,966 |
| High Income | 1,225,142,094 | 159,330,727 | 14,805,156 | 144,525,571 |

(4) Differences, if any, between book and tax cost basis were attributable to wash sale loss deferrals, sale-buyback adjustments, difference in amortization due to deep discount bonds, recognition of gains on modified debt, interest accrual on contingent debt securities and recognition of unrealized loss on purchased options.

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7. Auction-Rate Preferred Shares – High Income

High Income has 2,336 shares of Preferred Shares Series M, 2,336 shares of Preferred Shares Series T, 2,336 shares of Preferred Shares Series W, 2,336 shares of Preferred Shares Series TH and 2,336 shares of Preferred Shares Series F outstanding, each with a liquidation preference of \$25,000 per share plus any accumulated, unpaid dividends.

Dividends are accumulated daily at an annual rate (typically re-set every seven days) through auction procedures (or through default procedures in the event of failed auctions). Distributions of net realized capital gains, if any, are paid annually.

For the year ended March 31, 2013, the annualized dividend rates ranged from:

| | High | Low | At March 31, 2013 |
|-----------|--------|--------|-------------------|
| Series M | 0.256% | 0.032% | 0.144% |
| Series T | 0.240% | 0.032% | 0.144% |
| Series W | 0.240% | 0.030% | 0.144% |
| Series TH | 0.256% | 0.064% | 0.144% |
| Series F | 0.256% | 0.075% | 0.144% |

The Fund is subject to certain limitations and restrictions while Preferred Shares are outstanding. Failure to comply with these limitations and restrictions could preclude the Fund from declaring or paying any dividends or distributions to common shareholders or repurchasing common shares and/or could trigger the mandatory redemption of Preferred Shares at their liquidation preference plus any accumulated, unpaid dividends.

Preferred shareholders, who are entitled to one vote per share, generally vote together with the common shareholders but vote separately as a class to elect two Trustees and on any matters affecting the rights of the Preferred Shares.

Since mid-February 2008, holders of auction-rate preferred shares (ARPS) issued by the Fund have been directly impacted by an unprecedented lack of liquidity, which has similarly affected ARPS holders in many of the nation's closed-end funds. Since then, regularly scheduled auctions for ARPS issued by the Fund have consistently failed because of insufficient demand (bids to buy shares) to meet the supply (shares offered for sale) at each auction. In a failed auction, ARPS holders cannot sell all, and may not be able to sell any, of their shares tendered for sale. While repeated auction failures have affected the liquidity for ARPS, they do not constitute a default or automatically alter the credit quality of the ARPS, and ARPS holders have continued to receive dividends at the defined maximum rate, the 7-day AA Financial Composite Commercial Paper Rate multiplied by a minimum of 150%, depending on the credit rating of the ARPS (which is a function of short-term interest rates and typically higher than the rate that would have otherwise been set through a successful auction). As a consequence of the downgrade discussed below the current multiplier for calculating the maximum rate is 160%. If the Fund's ARPS auctions continue to fail and the maximum rate

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payable on the ARPS rises as a result of changes in short-term interest rates, returns for the Fund's common shareholders could be adversely affected.

In July 2012, Moody's Investor Service downgraded its ratings for each series of High Income's Preferred Shares from Aa3 to A1.

8. Transfer Agent Change

Effective September 17, 2012 (the Effective Date), American Stock Transfer & Trust Company, LLC (AST) assumed responsibility as the Fund's transfer agent. The amended Dividend Reinvestment Plan (the Plan) and AST's role as transfer agent for Participants under the Plan commenced as of the Effective Date.

PIMCO Dynamic Income Fund
PIMCO Global StocksPLUS® & Income Fund
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**PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/
PIMCO High Income Fund
Notes to Financial Statements**

March 31, 2013

9. Subsequent Events

In preparing these financial statements, the Funds' management has evaluated events and transactions for potential recognition or disclosure through the date the financial statements were issued.

On April 1, 2013, the following dividends were declared to common shareholders payable May 1, 2013 to shareholders of record on April 11, 2013.

| | |
|--------------------|-----------------------------|
| Dynamic Income | \$0.177 per common share |
| Global StocksPLUS® | \$0.18335 per common share |
| High Income | \$0.121875 per common share |

On May 1, 2013, the following dividends were declared to common shareholders payable June 3, 2013 to shareholders of record on May 13, 2013.

| | |
|--------------------|-----------------------------|
| Dynamic Income | \$0.177 per common share |
| Global StocksPLUS® | \$0.18335 per common share |
| High Income | \$0.121875 per common share |

There were no other subsequent events that require recognition or disclosure.

PIMCO Dynamic Income Fund Financial Highlights

For a share outstanding for the period May 30, 2012* through March 31, 2013:

| | |
|---|---------------|
| Net asset value, beginning of period | \$23.88** |
| Investment Operations: | |
| Net investment income | 2.79 |
| Net realized and change in unrealized gain | 6.50 |
| Total from investment operations | 9.29 |
| Dividends and Distributions to Shareholders from: | |
| Net investment income | (2.18) |
| Net realized gains | (0.27) |
| Total dividends and distributions to shareholders | (2.45) |
| Share Transactions: | |
| Offering costs charged to paid-in-capital in excess of par | (0.03) |
| Net asset value, end of period | \$30.69 |
| Market price, end of period | \$31.10 |
| Total Investment Return (1) | 35.21% |
| RATIOS/SUPPLEMENTAL DATA: | |
| Net assets, end of period (000s) | \$1,393,099 |
| Ratio of expenses to average net assets, including interest expense (2) | 2.91%(3) |
| Ratio of expenses to average net assets, excluding interest expense | 2.04%(3) |
| Ratio of net investment income to average net assets | 12.04%(3) |
| Portfolio turnover rate | 16% |

* Commencement of operations.

** Initial public offering price of \$25.00 per share less underwriting discount of \$1.125 per share.

- (1) Total investment return is calculated assuming a purchase of a share at the market price on the first day and a sale of a share at the market price on the last day of each period 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 or sales charges in connection with the purchase or sale of Fund shares. Total investment return for a period of less than one year is not annualized.
- (2) Interest expense relates to participation in reverse repurchase agreement transactions.
- (3) Annualized.

PIMCO Dynamic Income Fund

PIMCO Global StocksPLUS® & Income Fund

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PIMCO Global StocksPLUS® & Income Fund Financial Highlights

For a common share outstanding throughout each year:

| | Year ended March 31, | | | | |
|---|----------------------|-----------|-----------|-----------|----------|
| | 2013 | 2012 | 2011 | 2010 | 2009 |
| Net asset value, beginning of year | \$12.57 | \$14.88 | \$12.52 | \$6.59 | \$22.88 |
| Investment Operations: | | | | | |
| Net investment income | 1.38 | 1.61 | 1.75 | 1.24 | 0.63 |
| Net realized and change in unrealized gain (loss) | 2.57 | (1.72) | 2.81 | 6.89 | (12.03) |
| Total from investment operations | 3.95 | (0.11) | 4.56 | 8.13 | (11.40) |
| Dividends and Distributions to Shareholders from: | | | | | |
| Net investment income | (2.20) | (2.20) | (2.20) | (1.66) | (2.82) |
| Net realized gains | | | | | (2.07) |
| Return of capital | | | | (0.54) | |
| Total dividends and distributions to shareholders | (2.20) | (2.20) | (2.20) | (2.20) | (4.89) |
| Net asset value, end of year | \$14.32 | \$12.57 | \$14.88 | \$12.52 | \$6.59 |
| Market price, end of year | \$21.95 | \$20.18 | \$24.48 | \$19.05 | \$8.64 |
| Total Investment Return (1) | 21.57% | (8.00)% | 43.45% | 155.94% | (40.72)% |
| RATIOS/SUPPLEMENTAL DATA: | | | | | |
| Net assets, end of year (000s) | \$148,170 | \$128,952 | \$150,881 | \$125,370 | \$64,444 |
| Ratio of expenses to average net assets, including interest expense (3) | 2.64% | 2.71% | 2.81% | 2.90% | 3.25%(2) |
| Ratio of expenses to average net assets, excluding interest expense (3) | 2.10% | 2.12% | 2.20% | 2.32% | 1.88%(2) |
| Ratio of net investment income to average net assets | 10.75% | 12.70% | 13.07% | 12.27% | 3.43% |
| Portfolio turnover rate | 33% | 90% | 80% | 135% | 214% |

- (1) 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 or sales charges in connection with the purchase or sale of Fund shares.
- (2) Inclusive of expenses offset by custody credits earned on cash balances at the custodian bank (See note 1(p) in Notes to Financial Statements).
- (3) Interest expense primarily relates to participation in reverse repurchase agreement transactions.

PIMCO Dynamic Income Fund
PIMCO Global StocksPLUS® & Income Fund

See accompanying Notes to Financial Statements. | 3.31.13 | PIMCO High Income Fund Annual Report **84**

PIMCO High Income Fund Financial Highlights

For a common share outstanding throughout each year:

| | Year ended March 31, | | | | |
|--|----------------------|--------------|---------------|----------------|-----------------|
| | 2013 | 2012 | 2011 | 2010 | 2009 |
| Net asset value, beginning of year | \$7.87 | \$9.42 | \$8.73 | \$3.49 | \$11.28 |
| Investment Operations: | | | | | |
| Net investment income | 0.81 | 0.96 | 1.13 | 1.13 | 1.37 |
| Net realized and change in unrealized gain (loss) | 1.43 | (1.05) | 1.03 | 5.58 | (7.55) |
| Total from investment operations | 2.24 | (0.09) | 2.16 | 6.71 | (6.18) |
| Dividends on Preferred Shares from Net Investment Income | | | | | |
| Net increase (decrease) in net assets applicable to common shareholders resulting from investment operations | 2.24 | (0.09) | 2.15 | 6.70 | (6.33) |
| Dividends and Distributions to Common Shareholders from: | | | | | |
| Net investment income | (1.42) | (1.39) | (1.46) | (1.39) | (1.46) |
| Return of capital | (0.04) | (0.07) | | (0.07) | |
| Total dividends and distributions to shareholders | (1.46) | (1.46) | (1.46) | (1.46) | (1.46) |
| Net asset value, end of year | \$8.65 | \$7.87 | \$9.42 | \$8.73 | \$3.49 |
| Market price, end of year | \$12.35 | \$12.84 | \$14.01 | \$12.24 | \$5.57 |
| Total Investment Return (1) | 8.53% | 3.28% | 28.94% | 156.33% | (42.27)% |
| RATIOS/SUPPLEMENTAL DATA: | | | | | |
| Net assets, applicable to common shareholders, end of year (000s) | \$1,063,863 | \$960,496 | \$1,138,186 | \$1,046,236 | \$412,833 |
| Ratio of expenses to average net assets, including interest expense (2)(4) | 1.06% | 1.16% | 1.11% | 1.25% | 1.64%(3) |
| Ratio of expenses to average net assets, excluding interest expense (2)(4) | 1.05% | 1.07% | 1.04% | 1.15% | 1.62%(3) |
| Ratio of net investment income to average net assets (2) | 10.00% | 11.76% | 12.74% | 16.69% | 17.16% |
| Preferred shares asset coverage per share | \$116,082 | \$107,233 | \$122,446 | \$114,573 | \$55,773 |
| Portfolio turnover rate | 70% | 24% | 89% | 138% | 261% |

Less than \$(0.005) per common share.

- (1) 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 or sales charges in connection with the purchase or sale of Fund shares.
- (2) Calculated on the basis of income and expenses applicable to both common and preferred shares relative to the average net assets of common shareholders.
- (3) Inclusive of expenses offset by custody credits earned on cash balances at the custodian bank (See note 1(p) in Notes to Financial Statements).
- (4) Interest expense primarily relates to participation in reverse repurchase agreement transactions.

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PIMCO Dynamic Income Fund

PIMCO Global StocksPLUS® & Income Fund

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**PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/
PIMCO High Income Fund
Report of Independent Registered Public Accounting Firm**

**To the Shareholders and Board of Trustees of
PIMCO Dynamic Income Fund, PIMCO Global StocksPLUS® & Income Fund and
PIMCO High Income Fund**

In our opinion, the accompanying statements of assets and liabilities, including the schedules of investments, and the related statements of operations, of changes in net assets and cash flows and the financial highlights present fairly, in all material respects, the financial position of PIMCO Dynamic Income Fund, PIMCO Global StocksPLUS® & Income Fund and PIMCO High Income Fund (the Funds) at March 31, 2013, the results of each of their operations and (excluding PIMCO High Income Fund) their cash flows, the changes in each of their net assets and the financial highlights for each of the periods presented, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as financial statements) are the responsibility of the Funds management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at March 31, 2013 by correspondence with the custodian, agent banks and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
New York, New York
May 24, 2013

PIMCO Dynamic Income Fund
PIMCO Global StocksPLUS® & Income Fund
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**PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/
PIMCO High Income Fund
Tax Information/Proxy Voting Policies & Procedures (unaudited)**

Tax Information:

Subchapter M of the Internal Revenue Code of 1986, as amended, requires the Funds to advise shareholders as to the federal tax status of dividends and distributions received by shareholders during such tax year.

Under the Jobs and Growth Tax Relief Reconciliation Act of 2003, the following percentages of ordinary dividends paid during the fiscal period or year ended March 31, 2013, are designated as qualified dividend income (or the maximum amount allowable):

| | |
|--------------------|-------|
| Dynamic Income | 0.60% |
| Global StocksPLUS® | 0.18% |
| High Income | 4.59% |

Corporate shareholders are generally entitled to take the dividend received deduction on the portion of a Fund's dividend distribution that qualifies under tax law. The percentage of the Funds' ordinary income dividends paid during the fiscal period or year ended March 31, 2013, that qualifies for the corporate dividend received deduction is set forth below (or the maximum amount allowable):

| | |
|--------------------|-------|
| Dynamic Income | 0.60% |
| Global StocksPLUS® | 0.18% |
| High Income | 4.59% |

Since the Funds' tax year is not the calendar year, another notification will be sent with respect to calendar year 2013. In January 2014, shareholders will be advised on IRS Form 1099-DIV as to the federal tax status of dividends and distributions received during calendar year 2013. The amount that will be reported will be the amount to use on the shareholders' 2013 federal income tax returns and may differ from the amount which must be reported in connection with the Funds' tax year ended March 31, 2013. Shareholders are advised to consult their tax advisers as to the federal, state and local tax status of the dividend income received from the Funds.

Proxy Voting Policies & Procedures:

A description of the policies and procedures that the Funds have adopted to determine how to vote proxies relating to portfolio securities and information about how the Funds voted proxies relating to portfolio securities held during the most recent twelve month period ended June 30 is available (i) without charge, upon request, by calling the Funds' shareholder servicing agent at (800) 254-5197; (ii) on the Funds' website at us.allianzgi.com/closedendfunds; and (iii) on the Securities and Exchange Commission website at www.sec.gov.

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**PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/
PIMCO High Income Fund
Annual Shareholder Meeting Results/Changes in Investment Policy (unaudited)**

Annual Shareholder Meeting Results:

Global StocksPLUS® and High Income held their annual meetings of shareholders on July 19, 2012 and December 19, 2012, respectively.

Global StocksPLUS®:

Shareholders voted as indicated below:

| | Affirmative | Withheld Authority |
|---|-------------|-----------------------|
| Re-election of Hans W. Kertess Class I to serve until the annual meeting for the 2015-2016 fiscal year | 8,942,865 | 298,483 |
| Re-election of William B. Ogden, IV Class I to serve until the annual meeting for the 2015-2016 fiscal year | 8,942,518 | 298,830 |

The other members of the Board of Trustees as of the time of the meeting, namely Ms. Deborah A. DeCotis and Messrs. Bradford K. Gallagher, James A. Jacobson, John C. Maney and Alan Rappaport continue to serve as Trustees.

High Income:

Common/Preferred shareholders voted as indicated below:

| | Affirmative | Withheld Authority |
|---|-------------|-----------------------|
| Re-election of Deborah A. DeCotis Class III to serve until the annual meeting for the 2015-2016 fiscal year | 103,479,844 | 2,990,684 |
| Re-election of John C. Maney Class III to serve until the annual meeting for the 2015-2016 fiscal year | 103,595,681 | 2,874,847 |

The other members of the Board of Trustees at the time of the meeting, namely Messrs. Bradford K. Gallagher, James A. Jacobson*, Hans W. Kertess, William B. Ogden, IV and Alan Rappaport* continue to serve as Trustees.

* Preferred Trustee

Interested Trustee

Changes in Investment Policy High Income:

Effective April 3, 2013, High Income may invest in any combination of interest-only (IO) or principal-only (PO) securities or inverse floating rate (inverse floater) securities.

IOs are a class of debt security, typically representing an interest in a pool of mortgage-related or other asset-backed securities, which receives all of the interest from the asset pool, while the PO class of the security receives all of the principal. The value of (i.e. the yield to maturity and price) an IO or PO class is extremely sensitive to the rate of principal payments (including prepayments) on the related, underlying mortgages or other assets. For example, a rapid rate of principal payments may have a material adverse effect on the value of IO securities, while a slower than expected rate of principal payments may have a material adverse effect on a PO class security's value. If the underlying mortgage or other assets experience greater or slower than anticipated prepayments of principal, the Fund may fail to recoup some or all of its initial investment in IOs or POs, even if the security is in one of the highest rating categories.

An inverse floater is a type of debt instrument that bears a floating or variable interest rate that moves in the opposite direction to interest rates generally or the interest rate on another security or index. Changes in interest rates generally, or the interest rate of the other security or index, inversely affect the interest rate paid on the inverse floater, with the result that the inverse floater's price will be considerably more volatile than that of a fixed-rate instrument of similar credit quality. The market prices of inverse floaters may be highly sensitive to changes in interest rates and prepayment rates on the underlying securities, and may decrease significantly when interest rates increase or prepayment rates change.

Investment in IOs, POs and inverse floaters may also subject High Income to illiquidity and other risks.

**PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/
PIMCO High Income Fund
Privacy Policy (unaudited)**

Our Commitment to You

We consider customer privacy to be a fundamental aspect of our relationship with shareholders and are committed to maintaining the confidentiality, integrity and security of our current, prospective and former shareholders' personal information. To ensure our shareholders' privacy, we have developed policies that are designed to protect this confidentiality, while allowing shareholders' needs to be served.

Obtaining Personal Information

In the course of providing shareholders with products and services, we may obtain non-public personal information about shareholders, which may come from sources such as account applications and other forms, from other written, electronic or verbal correspondence, from shareholder transactions, from a shareholder's brokerage or financial advisory firm, financial adviser or consultant, and/or from information captured on our internet web sites.

Respecting Your Privacy

As a matter of policy, we do not disclose any personal or account information provided by shareholders or gathered by us to non-affiliated third parties, except as required for our everyday business purposes, such as to process transactions or service a shareholder's account, or as otherwise permitted by law. As is common in the industry, non-affiliated companies may from time to time be used to provide certain services, such as preparing and mailing prospectuses, reports, account statements and other information, and gathering shareholder proxies. We may also retain non-affiliated financial services providers, such as broker-dealers, to market our shares or products and we may enter into joint-marketing arrangements with them and other financial companies. We may also retain marketing and research service firms to conduct research on shareholder satisfaction. These companies may have access to a shareholder's personal and account information, but are permitted to use this information solely to provide the specific service or as otherwise permitted by law. We may also provide a shareholder's personal and account information to their respective brokerage or financial advisory firm, Custodian, and/or to their financial advisor or consultant.

Sharing Information with Third Parties

We reserve the right to disclose or report personal information to non-affiliated third parties, in limited circumstances, where we believe in good faith that disclosure is required under law to cooperate with regulators or law enforcement authorities, to protect our rights or property or upon reasonable request by any Fund in which a shareholder has chosen to invest. In addition, we may disclose information about a shareholder or shareholder's accounts to a non-affiliated third party only if we receive a shareholder's written request or consent.

Sharing Information with Affiliates

We may share shareholder information with our affiliates in connection with our affiliates' everyday business purposes, such as servicing a shareholder's account, but our affiliates may not use this information to market products and services to you except in conformance with applicable laws or regulations. The information we share includes information about our experiences and transactions with a shareholder and may include, for example, a shareholder's participation in one of the Funds or in other investment programs, a shareholder's ownership of certain types of accounts (such as IRAs), or other data about a shareholder's transactions or accounts. Our affiliates, in turn, are not permitted to share shareholder information with non-affiliated entities, except as required or permitted by law.

Procedures to Safeguard Private Information

We take seriously the obligation to safeguard shareholder non-public personal information. In addition to this policy, we have also implemented procedures that are designed to restrict access to a shareholder's non-public personal information only to internal personnel who need to know that information in order to provide products or services to such shareholders. In addition, we have physical, electronic and procedural safeguards in place to guard a shareholder's non-public personal information.

Disposal of Confidential Records

We will dispose of records, if any, that are knowingly derived from data received from a consumer reporting agency regarding a shareholder that is an individual in a manner that ensures the confidentiality of the data is maintained. Such records include, among other things, copies of consumer reports and notes of conversations with individuals at consumer reporting agencies.

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**PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/
PIMCO High Income Fund
Dividend Reinvestment Plan** (unaudited)

Each Fund has adopted a Dividend Reinvestment Plan (the Plan) which allows common shareholders to reinvest Fund distributions in additional common shares of the Fund. American Stock Transfer & Trust Company, LLC (the Plan Agent) serves as agent for common shareholders in administering the Plan. It is important to note that participation in the Plan and automatic reinvestment of Fund distributions does not ensure a profit, nor does it protect against losses in a declining market.

Automatic enrollment/voluntary participation. Under the Plan, common shareholders whose shares are registered with the Plan Agent (registered shareholders) are automatically enrolled as participants in the Plan and will have all Fund distributions of income, capital gains and returns of capital (together, distributions) reinvested by the Plan Agent in additional common shares of the applicable Fund, unless the shareholder elects to receive cash. Registered shareholders who elect not to participate in the Plan will receive all distributions in cash paid by check and mailed directly to the shareholder of record (or if the shares are held in street or other nominee name, to the nominee) by the Plan Agent. Participation in the Plan is voluntary. Participants may terminate or resume their enrollment in the Plan at any time without penalty by notifying the Plan Agent online at www.amstock.com, by calling (800) 254-5197, by writing to the Plan Agent, American Stock Transfer & Trust Company, LLC, at P.O. Box 922, Wall Street Station, New York, NY 10269-0560, or, as applicable, by completing and returning the transaction form attached to a Plan statement. A proper notification will be effective immediately and apply to the Funds' next distribution if received by the Plan Agent at least three (3) days prior to the record date for the distribution; otherwise, a notification will be effective shortly following the Funds' next distribution and will apply to the Funds' next succeeding distribution thereafter. If you withdraw from the Plan and so request, the Plan Agent will arrange for the sale of your shares and send you the proceeds, minus a transaction fee and brokerage commissions.

How shares are purchased under the Plan. For each Fund distribution, the Plan Agent will acquire common shares for participants either (i) through receipt of newly issued common shares from the Funds (newly issued shares) or (ii) by purchasing common shares of the Funds on the open market (open market purchases). If, on a distribution payment date, the net asset value per common shares of the Funds (NAV) is equal to or less than the market price per common shares plus estimated brokerage commissions (often referred to as a market premium), the Plan Agent will invest the distribution amount on behalf of participants in newly issued shares at a price equal to the greater of (i) NAV or (ii) 95% of the market price per common share on the payment date. If the NAV is greater than the market price per common shares plus estimated brokerage commissions (often referred to as a market discount) on a distribution payment date, the Plan agent will instead attempt to invest the distribution amount through open market purchases. If the Plan Agent is unable to invest the full distribution amount in open market purchases, or if the market discount shifts to a market premium during the purchase period, the Plan Agent will invest any un-invested portion of the distribution in newly issued shares at a price equal to the greater of (i) NAV or (ii) 95% of the market price per share as of the last business day immediately prior to the purchase date (which, in either case, may be a price greater or lesser than the NAV per common shares on the distribution payment date). No interest will be paid on distributions awaiting reinvestment. Under the Plan, the market price of common shares on a particular date is the last sales price on the exchange where the shares are listed on that date or, if there is no sale on the exchange on that date, the mean between the closing bid and asked quotations for the shares on the exchange on that date. The NAV per common share on a particular date is the amount calculated on that date (normally at the close of regular trading on the New York Stock Exchange) in accordance with the Funds' then current policies.

Fees and expenses. No brokerage charges are imposed on reinvestments in newly issued shares under the Plan. However, all participants will pay a pro rata share of brokerage commissions incurred by the Plan Agent when it makes open market purchases. There are currently no direct service charges imposed on participants in the Plan, although the Funds reserve the right to amend the Plan to include such charges. The Plan Agent imposes a transaction fee (in addition to brokerage commissions that are incurred) if it arranges for the sale of your common shares held under the Plan.

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PIMCO High Income Fund

Dividend Reinvestment Plan (unaudited) (continued)

Shares held through nominees. In the case of a registered shareholder such as a broker, bank or other nominee (together, a nominee) that holds common shares for others who are the beneficial owners, the Plan Agent will administer the Plan on the basis of the number of common shares certified by the nominee/record shareholder as representing the total amount registered in such shareholder's name and held for the account of beneficial owners who are to participate in the Plan. If your common shares are held through a nominee and are not registered with the Plan Agent, neither you nor the nominee will be participants in or have distributions reinvested under the Plan. If you are a beneficial owner of common shares and wish to participate in the Plan, and your nominee is unable or unwilling to become a registered shareholder and a Plan participant on your behalf, you may request that your nominee arrange to have all or a portion of your shares re-registered with the Plan Agent in your name so that you may be enrolled as a participant in the Plan. Please contact your nominee for details or for other possible alternatives. Participants whose shares are registered with the Plan Agent in the name of one nominee firm may not be able to transfer the shares to another firm and continue to participate in the Plan.

Tax consequences. Automatically reinvested dividends and distributions are taxed in the same manner as cash dividends and distributions i.e., automatic reinvestment in additional shares does not relieve shareholders of, or defer the need to pay, any income tax that may be payable (or that is required to be withheld) on Fund dividends and distributions. The Funds and the Plan Agent reserve the right to amend or terminate the Plan. Additional information about the Plan, as well as a copy of the full Plan itself, may be obtained from the Plan Agent, American Stock Transfer & Trust Company, LLC, at P.O. Box 922, Wall Street Station, New York, NY 10269-0560; telephone number: (800) 254-5197; web site: www.amstock.com.

PIMCO Dynamic Income Fund

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**PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/
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Board of Trustees** (unaudited)

**Name, Year of Birth, Position(s) Held with Funds,
Length of Service, Other Trusteeships/Directorships
Held by Trustee; Number of Portfolios in Fund
Complex/Outside Fund Complexes Currently
Overseen by Trustee**

Principal Occupation(s) During Past 5 Years:

*The address of each trustee is 1633 Broadway, New York, NY
10019.*

Hans W. Kertess

President, H. Kertess & Co., a financial advisory company. Formerly,
Managing Director, Royal Bank of Canada Capital Markets.

Year of Birth: 1939

*Chairman of the Board of Trustees since: 2008 PGP, PHK; 2012
PDI*

Trustee since: 2003 PHK; 2005 PGP; 2012 PDI

*Term of office: Expected to stand for re-election at annual meeting
of shareholders for PHK and PDI s 2013-2014 fiscal year and
PGP s 2015-2016 fiscal year.*

Trustee/Director of 64 funds in Fund Complex;

Trustee/Director of no funds outside of Fund Complex

Deborah A. DeCotis

Advisory Director, Morgan Stanley & Co., Inc. (since 1996); Co-Chair
Special Projects Committee, Memorial Sloan Kettering (since 2005);
Board Member and Member of the Investment and Finance
Committees, Henry Street Settlement (since 2007); Trustee, Stanford
University (since 2010). Formerly, Director, Helena Rubenstein
Foundation (1997-2012); and Advisory Council, Stanford Business
School (2002-2008).

Year of Birth: 1952

Trustee since: 2011 PGP, PHK; 2012 PDI

*Term of office: Expected to stand for re-election at annual meeting
of shareholders for PHK and PDI s 2015-2016 fiscal year and
PGP s 2013-2014 fiscal year.*

Trustee/Director of 64 funds in Fund Complex

Trustee/Director of no funds outside of Fund Complex

Bradford K. Gallagher

Partner, New Technology Ventures Capital Management LLC, a
venture capital fund (since 2011); Chairman and Trustee, Atlantic
Maritime Heritage Foundation (since 2007); Chairman and Trustee, The
Common Fund (since 2005); Founder, Spyglass Investments LLC, a
private investment vehicle (since 2001); and Founder, President and
CEO, Cypress Holding Company and Cypress Tree Investment
Management Company (since 1995).

Year of Birth: 1944

Trustee since: 2010 PGP, PHK; 2012 PDI

*Term of office: Expected to stand for re-election at annual meeting
of shareholders for PHK and PDI s 2014-2015 fiscal year and*

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PGP s 2013-2014 fiscal year.

*Trustee/Director of 64 funds in Fund Complex
Trustee/Director of no funds outside of Fund Complex*

*Formerly, Chairman and Trustee of Grail Advisors ETF Trust
(2009-2010) and Trustee of Nicholas-Applegate Institutional Funds
(2007-2010)*

James A. Jacobson

Year of Birth: 1945

Trustee since: 2009 PGP, PHK; 2012 PDI

*Term of office: Expected to stand for re-election at annual meeting
of shareholders for PHK and PDI s 2014-2015 fiscal year and
PGP s 2013-2014 fiscal year.*

Trustee/Director of 64 funds in Fund Complex

Trustee/Director of 17 funds in Alpine Mutual Funds Complex

Retired. Formerly, Vice Chairman and Managing Director, Spear, Leeds & Kellogg Specialists, LLC, a specialist firm on the New York Stock Exchange.

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**PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/
PIMCO High Income Fund
Board of Trustees** (unaudited) (continued)

**Name, Year of Birth, Position(s) Held with Funds,
Length of Service, Other Trusteeships/Directorships
Held by Trustee; Number of Portfolios in Fund
Complex/Outside Fund Complexes Currently
Overseen by Trustee**

Principal Occupation(s) During Past 5 Years:

William B. Ogden, IV

Asset Management Industry Consultant. Formerly, Managing Director, Investment Banking Division of Citigroup Global Markets Inc.

Year of Birth: 1945

Trustee since: 2006 PGP, PHK; 2012 PDI

Term of office: Expected to stand for re-election at annual meeting of shareholders for PHK and PDI s 2013-2014 fiscal year and PGP s 2015-2016 fiscal year.

Trustee/Director of 64 funds in Fund Complex;

Trustee/Director of no funds outside of Fund Complex

Alan Rappaport

Advisory Director (since 2012), formerly, Vice Chairman, Roundtable Investment Partners (since 2009); Chairman (formerly President), Private Bank of Bank of America; Vice Chairman, US Trust (2001-2008); Trustee, American Museum of Natural History (since 2005) and Trustee, NYU Langone Medical Center (since 2007).

Year of Birth: 1953

Trustee since: 2010 PGP, PHK; 2012 PDI

Term of office: Expected to stand for re-election at annual meeting of shareholders for PHK and PDI s 2013-2014 fiscal year and PGP s 2014-2015 fiscal year.

Trustee/Director of 64 funds in Fund Complex

Trustee/Director of no funds outside of Fund Complex

John C. Maney

Member of the Management Board and a Managing Director of Allianz Global Investors Fund Management LLC; Managing Director of Allianz Asset Management of America L.P. (since January 2005) and a member of the Management Board and Chief Operating Officer of Allianz Asset Management of America L.P. (since November 2006).

Year of Birth: 1959

Trustee since: 2006 PGP, PHK; 2012 PDI

Term of office: Expected to stand for re-election at annual meeting of shareholders for PHK and PDI s 2015-2016 fiscal year and PGP s 2014-2015 fiscal year.

Trustee/Director of 83 funds in Fund Complex

Trustee/Director of no funds outside the Fund Complex

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Mr. Maney is an interested person of the Funds, as defined in Section 2(a)(19) of the 1940 Act, due to his positions set forth in the table above, among others with the Funds Investment Manager and various affiliated entities.

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**PIMCO Dynamic Income Fund/PIMCO Global StocksPLUS® & Income Fund/
PIMCO High Income Fund
Fund Officers** (unaudited)

Name, Year of Birth, Position(s) Held with Funds.

Principal Occupation(s) During Past 5 Years:

Brian S. Shlissel

Year of Birth: 1964

*President & Chief Executive Officer since: 2003 PHK; 2005
PGP; 2012 PDI*

Management Board, Managing Director and Head of Mutual Fund Services of Allianz Global Investors Fund Management LLC; President and Chief Executive Officer of 30 funds in the Fund Complex; President of 53 funds in the Fund Complex; and Treasurer, Principal Financial and Accounting Officer of The Korea Fund, Inc. Formerly, Treasurer, Principal Financial and Accounting Officer of 50 funds in the Fund Complex (2005-2010).

Lawrence G. Altadonna

Year of Birth: 1966

*Treasurer, Principal Financial and Accounting Officer since: 2003
PHK; 2005 PGP; 2012 PDI*

Director, Director of Fund Administration of Allianz Global Investors Fund Management LLC; Treasurer, Principal Financial and Accounting Officer of 83 funds in the Fund Complex; and Assistant Treasurer of The Korea Fund, Inc. Formerly, Assistant Treasurer of 50 funds in the Fund Complex (2005-2010).

Thomas J. Fuccillo

Year of Birth: 1968

*Vice President, Secretary & Chief Legal Officer since: 2004
PHK; 2005 PGP; 2012 PDI*

Managing Director, Chief Legal Officer and Secretary of Allianz Global Investors Fund Management LLC and Allianz Global Investors Distributors LLC; Managing Director and Chief Regulatory Counsel of Allianz Global Investors U.S. Holdings LLC; Vice President, Secretary and Chief Legal Officer of 83 funds in the Fund Complex; and Secretary and Chief Legal Officer of The Korea Fund, Inc.

Scott Whisten

Year of Birth: 1971

Assistant Treasurer since: 2007 PGP, PHK; 2012 PDI

Director of Allianz Global Investors Fund Management LLC; and Assistant Treasurer of 83 funds in the Fund Complex.

Richard J. Cochran

Year of Birth: 1961

Assistant Treasurer since: 2008 PGP, PHK; 2012 PDI

Vice President of Allianz Global Investors Fund Management LLC; Assistant Treasurer of 83 funds in the Fund Complex and of The Korea Fund, Inc. Formerly, Tax Manager, Teachers Insurance Annuity Association/College Retirement Equity Fund (TIAA-CREF) (2002-2008).

Orhan Dzemaili

Year of Birth: 1974

Assistant Treasurer since: 2011 PGP, PHK; 2012 PDI

Vice President of Allianz Global Investors Fund Management LLC; Assistant Treasurer of 83 funds in the Fund Complex.

Youse E. Guia

Year of Birth: 1972

*Chief Compliance Officer since: 2004 PHK; 2005 PGP; 2012
PDI*

Director, Head of Compliance, Allianz Global Investors U.S. Holdings LLC and Chief Compliance Officer of 64 funds in the Fund Complex and of The Korea Fund, Inc.

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Lagan Srivastava

Year of Birth: 1977

Assistant Secretary since: 2006 PGP, PHK; 2012 PDI

Vice President of Allianz Global Investors U.S. Holdings LLC;
Assistant Secretary of 83 funds in the Fund Complex and of The Korea
Fund, Inc.

Officers hold office at the pleasure of the Board and until their successors are appointed and qualified or until their earlier resignation or removal.

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Trustees

Hans W. Kertess
Chairman of the Board of Trustees
Deborah A. DeCotis
Bradford K. Gallagher
James A. Jacobson
John C. Maney
William B. Ogden, IV
Alan Rappaport

Fund Officers

Brian S. Shlissel
President & Chief Executive Officer
Lawrence G. Altadonna
Treasurer, Principal Financial & Accounting Officer
Thomas J. Fuccillo
Vice President, Secretary & Chief Legal Officer
Scott Whisten
Assistant Treasurer
Richard J. Cochran
Assistant Treasurer
Orhan Dzemaili
Assistant Treasurer
Youse E. Guia
Chief Compliance Officer
Lagan Srivastava
Assistant Secretary

Investment Manager

Allianz Global Investors Fund Management LLC
1633 Broadway
New York, NY 10019

Sub-Adviser

Pacific Investment Management Company LLC
840 Newport Center Drive
Newport Beach, CA 92660

Custodian & Accounting Agent

State Street Bank & Trust Co.
801 Pennsylvania Avenue
Kansas City, MO 64105-1307

Transfer Agent, Dividend Paying Agent and Registrar

American Stock Transfer & Trust Company, LLC
6201 15th Avenue
Brooklyn, NY 11219

Independent Registered Public Accounting Firm

PricewaterhouseCoopers LLP
300 Madison Avenue
New York, NY 10017

Legal Counsel

Ropes & Gray LLP
Prudential Tower
800 Boylston Street
Boston, MA 02199

This report, including the financial information herein, is transmitted to the shareholders of PIMCO Dynamic Income Fund, PIMCO Global StocksPLUS® & Income Fund and PIMCO High Income Fund for their information. It is not a prospectus, circular or representation intended for use in the purchase of shares of the Funds or any securities mentioned in this report.

Notice is hereby given in accordance with Section 23(c) of the Investment Company Act of 1940, as amended, that from time to time the Funds may purchase their common shares in the open market.

The Funds file their complete schedule of portfolio holdings with the Securities and Exchange Commission (SEC) for the first and third quarters of their fiscal year on Form N-Q. Each Fund s Form N-Q is available on the SEC s website at www.sec.gov and may be reviewed and copied at the SEC s Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room may be obtained by calling (800) SEC-0330. The information on Form N-Q is also available on the Funds website at us.allianzgi.com/closedendfunds.

Information on the Funds is available at us.allianzgi.com/closedendfunds or by calling the Funds shareholder servicing agent at (800) 254-5197.

Receive this report electronically and eliminate paper mailings.

To enroll, go us.allianzgi.com/edelivery.

Allianz Global Investors Distributors LLC.

AGI-2013-04-03-6448
AZ607AR_033113

ITEM 2. CODE OF ETHICS

(a) As of the end of the period covered by this report, the registrant has adopted a code of ethics (the Section 406 Standards for Investment Companies Ethical Standards for Principal Executive and Financial Officers) that applies to the registrant's Principal Executive Officer and Principal Financial Officer; the registrant's Principal Financial Officer also serves as the Principal Accounting Officer. The registrant undertakes to provide a copy of such code of ethics to any person upon request, without charge, by calling 1-800-254-5197. The code of ethics is included as an Exhibit 99.CODEETH hereto.

(b) During the period covered by this report, there were not any amendments to a provision of the code of ethics adopted in 2(a) above.

(c) During the period covered by this report, there were not any waivers or implicit waivers to a provision of the code of ethics adopted in 2(a) above.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT

The registrant's Board has determined that James A. Jacobson, a member of the Board's Audit Oversight Committee is an audit committee financial expert, and that he is independent, for purposes of this Item.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES

a) Audit fees. The aggregate fees billed for each of the last two fiscal years (the Reporting Periods) for professional services rendered by the Registrant's principal accountant (the Auditor) for the audit of the Registrant's annual financial statements, or services that are normally provided by the Auditor in connection with the statutory and regulatory filings or engagements for the Reporting Periods, were \$87,975 in 2012 and \$100,000 in 2013.

b) Audit-Related Fees. The aggregate fees billed in the Reporting Periods for assurance and related services by the principal accountant that are reasonably related to the performance of the audit registrant's financial statements and are not reported under paragraph (e) of this Item were \$16,000 in 2012 and \$16,000 in 2013. These services consist of accounting consultations, agreed upon procedure reports (inclusive of annual review of basic maintenance testing associated with the Preferred Shares), attestation reports and comfort letters.

c) Tax Fees. The aggregate fees billed in the Reporting Periods for professional services rendered by the Auditor for tax compliance, tax service and tax planning (Tax Services) were \$15,000 in 2012 and \$15,530 in 2013. These services consisted of review or preparation of U.S. federal, state, local and excise tax returns and calculation of excise tax distributions.

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d) All Other Fees. There were no other fees billed in the Reporting Periods for products and services provided by the Auditor to the Registrant.

e) 1. Audit Committee Pre-Approval Policies and Procedures. The Registrant's Audit Committee has established policies and procedures for pre-approval of all audit and permissible non-audit services by the Auditor for the Registrant, as well as the Auditor's engagements related directly to the operations and financial reporting of the Registrant. The Registrant's policy is stated below.

PIMCO High Income Fund (the Fund)

AUDIT OVERSIGHT COMMITTEE POLICY FOR PRE-APPROVAL OF SERVICES PROVIDED BY THE INDEPENDENT ACCOUNTANTS

The Fund's Audit Oversight Committee (Committee) is charged with the oversight of the Fund's financial reporting policies and practices and their internal controls. As part of this responsibility, the Committee must pre-approve any independent accounting firm's engagement to render audit and/or permissible non-audit services, as required by law. In evaluating a proposed engagement by the independent accountants, the Committee will assess the effect that the engagement might reasonably be expected to have on the accountant's independence. The Committee's evaluation will be based on:

- a review of the nature of the professional services expected to be provided,
- the fees to be charged in connection with the services expected to be provided,
- a review of the safeguards put into place by the accounting firm to safeguard independence, and
- periodic meetings with the accounting firm.

POLICY FOR AUDIT AND NON-AUDIT SERVICES TO BE PROVIDED TO THE FUND

On an annual basis, the Fund's Committee will review and pre-approve the scope of the audit of the Fund and proposed audit fees and permitted non-audit (including audit-related) services that may be performed by the Fund's independent accountants. At least annually, the Committee will receive a report of all audit and non-audit services that were rendered in the previous calendar year pursuant to this Policy. In addition to the Committee's pre-approval of services pursuant to this Policy, the engagement of the independent accounting firm for any permitted non-audit service provided to the Fund will also require the separate written pre-approval of the President of the Fund, who will confirm, independently, that the accounting firm's engagement will not adversely affect the firm's independence. All non-audit services performed by the independent accounting firm will be disclosed, as required, in filings with the Securities and Exchange Commission.

AUDIT SERVICES

The categories of audit services and related fees to be reviewed and pre-approved annually by the Committee are:

- Annual Fund financial statement audits
- Seed audits (related to new product filings, as required)
- SEC and regulatory filings and consents
- Semiannual financial statement reviews

AUDIT-RELATED SERVICES

The following categories of audit-related services are considered to be consistent with the role of the Fund's independent accountants and services falling under one of these categories will be pre-approved by the Committee on an annual basis if the Committee deems those services to be consistent with the accounting firm's independence:

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Accounting consultations
Fund merger support services
Agreed upon procedure reports (inclusive of quarterly review of Basic Maintenance testing associated with issuance of Preferred Shares)
Other attestation reports
Comfort letters
Other internal control reports

Individual audit-related services that fall within one of these categories and are not presented to the Committee as part of the annual pre-approval process described above, may be pre-approved, if deemed consistent with the accounting firm's independence, by the Committee Chair (or any other Committee member who is a disinterested trustee under the Investment Company Act to whom this responsibility has been delegated) so long as the estimated fee for those services does not exceed \$250,000. Any such pre-approval shall be reported to the full Committee at its next regularly scheduled meeting.

TAX SERVICES

The following categories of tax services are considered to be consistent with the role of the Fund's independent accountants and services falling under one of these categories will be pre-approved by the Committee on an annual basis if the Committee deems those services to be consistent with the accounting firm's independence:

Tax compliance services related to the filing or amendment of the following:

Federal, state and local income tax compliance; and, sales and use tax compliance
Timely RIC qualification reviews
Tax distribution analysis and planning
Tax authority examination services
Tax appeals support services
Accounting methods studies
Fund merger support service
Other tax consulting services and related projects

Individual tax services that fall within one of these categories and are not presented to the Committee as part of the annual pre-approval process described above, may be pre-approved, if deemed consistent with the accounting firm's independence, by the Committee Chairman (or any other Committee member who is a disinterested trustee under the Investment Company Act to whom this responsibility has been delegated) so long as the estimated fee for those services does not exceed \$250,000. Any such pre-approval shall be reported to the full Committee at its next regularly scheduled meeting.

PROSCRIBED SERVICES

The Fund's independent accountants will not render services in the following categories of non-audit services:

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Bookkeeping or other services related to the accounting records or financial statements of the Fund

Financial information systems design and implementation

Appraisal or valuation services, fairness opinions, or contribution-in-kind reports

Actuarial services

Internal audit outsourcing services

Management functions or human resources

Broker or dealer, investment adviser or investment banking services

Legal services and expert services unrelated to the audit

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Any other service that the Public Company Accounting Oversight Board determines, by regulation, is impermissible

PRE-APPROVAL OF NON-AUDIT SERVICES PROVIDED TO OTHER ENTITIES WITHIN THE FUND COMPLEX

The Committee will pre-approve annually any permitted non-audit services to be provided to Allianz Global Investors Fund Management LLC or any other investment manager to the Funds (but not including any sub-adviser whose role is primarily portfolio management and is sub-contracted by the investment manager) (the Investment Manager) and any entity controlling, controlled by, or under common control with the Investment Manager that provides ongoing services to the Fund (including affiliated sub-advisers to the Fund), provided, in each case, that the engagement relates directly to the operations and financial reporting of the Fund (such entities, including the Investment Manager, shall be referred to herein as the Accounting Affiliates). Individual projects that are not presented to the Committee as part of the annual pre-approval process, may be pre-approved, if deemed consistent with the accounting firm's independence, by the Committee Chairman (or any other Committee member who is a disinterested trustee under the Investment Company Act to whom this responsibility has been delegated) so long as the estimated fee for those services does not exceed \$250,000. Any such pre-approval shall be reported to the full Committee at its next regularly scheduled meeting.

Although the Committee will not pre-approve all services provided to the Investment Manager and its affiliates, the Committee will receive an annual report from the Fund's independent accounting firm showing the aggregate fees for all services provided to the Investment Manager and its affiliates.

DE MINIMUS EXCEPTION TO REQUIREMENT OF PRE-APPROVAL OF NON-AUDIT SERVICES

With respect to the provision of permitted non-audit services to a Fund or Accounting Affiliates, the pre-approval requirement is waived if:

(1) The aggregate amount of all such permitted non-audit services provided constitutes no more than (i) with respect to such services provided to the Fund, five percent (5%) of the total amount of revenues paid by the Fund to its independent accountant during the fiscal year in which the services are provided, and (ii) with respect to such services provided to Accounting Affiliates, five percent (5%) of the total amount of revenues paid to the Fund's independent accountant by the Fund and the Accounting Affiliates during the fiscal year in which the services are provided;

(2) Such services were not recognized by the Fund at the time of the engagement for such services to be non-audit services; and

(3) Such services are promptly brought to the attention of the Committee and approved prior to the completion of the audit by the Committee or by the Committee Chairman (or any other Committee member who is a disinterested trustee under the Investment Company Act to whom this Committee Chairman or other delegate shall be reported to the full Committee at its next regularly scheduled meeting.

e) 2. No services were approved pursuant to the procedures contained in paragraph (C) (7) (i) (C) of Rule 2-01 of Registration S-X.

f) Not applicable

g) Non-audit fees. The aggregate non-audit fees billed by the Auditor for services rendered to

the Registrant, and rendered to the Adviser, for the 2012 Reporting Period was \$6,364,606 and the 2013 Reporting Period was \$8,135,326.

h) Auditor Independence. The Registrant's Audit Oversight Committee has considered whether the provision of non-audit services that were rendered to the Adviser which were not pre-approved is compatible with maintaining the Auditor's independence.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANT

The Fund has a separately designated standing audit committee established in accordance with Section 3(a)(58)(A) of the Securities Exchange Act of 1934. The audit committee of the Fund is comprised of Bradford K. Gallagher, James A. Jacobson, Hans W. Kertess, William B. Ogden, IV, Alan Rappaport and Deborah A. DeCotis.

ITEM 6. INVESTMENTS

(a) The registrant's Schedule of Investments is included as part of the report to shareholders filed under Item 1 of this form.

(b) Not applicable.

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

PIMCO HIGH INCOME FUND

(the Trust)

PROXY VOTING POLICY

1. It is the policy of the Trust that proxies should be voted in the interest of its shareholders, as determined by those who are in the best position to make this determination. The Trust believes that the firms and/or persons purchasing and selling securities for the Trust and analyzing the performance of the Trust's securities are in the best position and have the information necessary to vote proxies in the best interests of the Trust and its shareholders, including in situations where conflicts of interest may arise between the interests of shareholders, on one hand, and the interests of the investment adviser, a sub-adviser and/or any other affiliated person of the Trust, on the other. Accordingly, the Trust's policy shall be to delegate proxy voting responsibility to those entities with portfolio management responsibility for the Trust.

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2. The Trust delegates the responsibility for voting proxies to Allianz Global Investors Fund Management LLC (AGIFM), which will in turn delegate such responsibility to the sub-adviser of the particular Trust. AGIFM's Proxy Voting Policy Summary is attached as Appendix A hereto. Summaries of the detailed proxy voting policies of the Trust's current sub-adviser is set forth in Appendix B attached hereto. Such summaries may be revised from time to time to reflect changes to the sub-adviser's detailed proxy voting policies.

3. The party voting the proxies (i.e., the sub-adviser) shall vote such proxies in accordance with such party's proxy voting policies and, to the extent consistent with such policies, may rely on information and/or recommendations supplied by others.

4. AGIFM and the sub-adviser of the Trust with proxy voting authority shall deliver a copy of its respective proxy voting policies and any material amendments thereto to the applicable Board of the Trust promptly after the adoption or amendment of any such policies.

5. The party voting the proxy shall: (i) maintain such records and provide such voting information as is required for the Trust's regulatory filings including, without limitation, Form N-PX and the required

disclosure of policy called for by Item 18 of Form N-2 and Item 7 of Form N-CSR; and (ii) shall provide such additional information as may be requested, from time to time, by the Board or the Trust's Chief Compliance Officer.

6. This Proxy Voting Policy Statement, the Proxy Voting Policy Summary of AGIFM and summaries of the detailed proxy voting policies of each sub-adviser of a Trust with proxy voting authority and how the Trust voted proxies relating to portfolio securities held during the most recent twelve month period ending June 30, shall be made available (i) without charge, upon request, by calling 1-800-254-5197; (ii) on the Trust's website at us.allianzgi.com; and (iii) on the Securities and Exchange Commission's (SEC's) website at www.sec.gov. In addition, to the extent required by applicable law or determined by the Trust's Chief Compliance Officer or Board of Trustees, the Proxy Voting Policy Summary of AGIFM and summaries of the detailed proxy voting policies of the sub-adviser with proxy voting authority shall also be included in the Trust's Registration Statements or Form N-CSR filings.

ALLIANZ GLOBAL INVESTORS FUND MANAGEMENT LLC (AGIFM)

PROXY VOTING POLICY SUMMARY

1. It is the policy of AGIFM that proxies should be voted in the interest of the shareholders of the applicable fund, as determined by those who are in the best position to make this determination. AGIFM believes that the firms and/or persons purchasing and selling securities for the funds and analyzing the performance of the funds' securities are in the best position and have the information necessary to vote proxies in the best interests of the funds and their shareholders, including in situations where conflicts of interest may arise between the interests of shareholders, on one hand, and the interests of the investment adviser, a sub-adviser and/or any other affiliated person of the fund, on the other. Accordingly, AGIFM's policy shall be to delegate proxy voting responsibility to those entities with portfolio management responsibility for the funds.
2. AGIFM, for each fund for which it acts as investment adviser, delegates the responsibility for voting proxies to the sub-adviser for the respective fund.
3. The party voting proxies (e.g., the sub-adviser) vote the proxies in accordance with their proxy voting policies and, to the extent consistent with their policies, may rely on information and/or recommendations supplied by others.
4. AGIFM and each sub-adviser of a fund will deliver a copy of their respective proxy voting policies and any material amendments thereto to the board of the relevant fund promptly after the adoption or amendment of any such policies.
5. The party voting the proxy will: (i) maintain such records and provide such voting information as is required for such funds' regulatory filings including, without limitation, Form N-PX and the required disclosure of policy called for by Item 18 of Form N-2 and Item 7 of Form N-CSR; and (ii) will provide additional information as may be requested, from time to time, by the funds' respective boards or chief compliance officers.
6. Summaries of the proxy voting policies for AGIFM and each sub-adviser of a fund advised by AGIFM and how each fund voted proxies relating to portfolio securities held during the most recent twelve month period ended June 30 will be available (i) without charge, upon request, by calling 1-800-254-5197; (ii) on the Allianz Global Investors Distributors Web site at us.allianzgi.com; and (iii) on the Securities and Exchange Commission's (SEC's) website at www.sec.gov. In addition, to the extent required by applicable law or determined by the relevant fund's board of directors/trustees or chief compliance officer, summaries of the detailed proxy voting policies of AGIFM, each sub-adviser and each other entity with proxy voting authority for a fund advised by AGIFM shall also be included in the Registration Statement or Form N-CSR filings for the relevant fund.

Pacific Investment Management Company LLC (PIMCO)

Description of Proxy Voting Policy and Procedures

MCO has adopted written proxy voting policies and procedures (Proxy Policy) as required by Rule 206(4)-6 under the Advisers Act. In addition to covering the voting of equity securities, the Proxy Policy also applies generally to voting and/or consent rights of fixed income securities, including but not limited to, plans of reorganization, and waivers and consents under applicable indentures. The Proxy Policy does not apply, however, to consent rights that primarily entail decisions to buy or sell investments, such as tender or exchange offers, conversions, put options, redemption and Dutch auctions. The Proxy Policy is designed and implemented in a manner reasonably expected to ensure that voting and consent rights (collectively, proxies) are exercised in the best interests of accounts.

With respect to the voting of proxies relating to equity securities, PIMCO has selected an unaffiliated third party proxy research and voting service (Proxy Voting Service), to assist it in researching and voting proxies. With respect to each proxy received, the Proxy Voting Service researches the financial implications of the proposals and provides a recommendation to PIMCO as to how to vote on each proposal based on the Proxy Voting Service s research of the individual facts and circumstances and the Proxy Voting Service s application of its research findings to a set of guidelines that have been approved by PIMCO. Upon the recommendation of the applicable portfolio managers, PIMCO may determine to override any recommendation made by the Proxy Voting Service. In the event that the Proxy Voting Service does not provide a recommendation with respect to a proposal, PIMCO may determine to vote on the proposals directly.

With respect to the voting of proxies relating to fixed income securities, PIMCO s fixed income credit research group (the Credit Research Group) is responsible for researching and issuing recommendations for voting proxies. With respect to each proxy received, the Credit Research Group researches the financial implications of the proxy proposal and makes voting recommendations specific for each account that holds the related fixed income security. PIMCO considers each proposal regarding a fixed income security on a case-by-case basis taking into consideration any relevant contractual obligations as well as other relevant facts and circumstances at the time of the vote. Upon the recommendation of the applicable portfolio managers, PIMCO may determine to override any recommendation made by the Credit Research Group. In the event that the Credit Research Group does not provide a recommendation with respect to a proposal, PIMCO may determine to vote the proposal directly.

PIMCO may determine not to vote a proxy for an equity or fixed income security if: (1) the effect on the applicable account s economic interests or the value of the portfolio holding is insignificant in relation to the account s portfolio; (2) the cost of voting the proxy outweighs the possible benefit to the applicable account, including, without limitation, situations where a jurisdiction imposes share blocking restrictions which may affect the ability of the portfolio managers to effect trades in the related security; or (3) PIMCO otherwise has determined that it is consistent with its fiduciary obligations not to vote the proxy.

In the event that the Proxy Voting Service or the Credit Research Group, as applicable, does not provide a recommendation or the portfolio managers of a client account propose to override a recommendation by the Proxy Voting Service, or the Credit Research Group, as applicable, PIMCO will review the proxy to determine whether there is a material conflict between PIMCO and the applicable account or among PIMCO-advised accounts. If no material conflict exists, the proxy will be voted according to the portfolio managers recommendation. If a material conflict does exist, PIMCO will seek to resolve the conflict in good faith and in the best interests of the applicable client account, as provided by the Proxy Policy. The Proxy Policy permits PIMCO to seek to resolve material conflicts of interest by pursuing any one of several

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courses of action. With respect to material conflicts of interest between PIMCO and a client account, the Proxy Policy permits PIMCO to either: (i) convene a committee to assess and resolve the conflict (the Proxy Conflicts Committee); or (ii) vote in accordance with protocols previously established by the Proxy Policy, the Proxy Conflicts Committee and/or other relevant procedures approved by PIMCO's Legal and Compliance department with respect to specific types of conflicts. With respect to material conflicts of interest between one or more PIMCO-advised accounts, the Proxy Policy permits PIMCO to: (i) designate a PIMCO portfolio manager who is not subject to the conflict to determine how to vote the proxy if the conflict exists between two accounts with at least one portfolio manager in common; or (ii) permit the respective

portfolio managers to vote the proxies in accordance with each client account's best interests if the conflict exists between client accounts managed by different portfolio managers.

PIMCO will supervise and periodically review its proxy voting activities and the implementation of the Proxy Policy. PIMCO's Proxy Policy, and information about how PIMCO voted a client's proxies, is available upon request.

ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES

(a)(1)

As of June 3, 2013, the following individual has primary responsibility for the day-to-day implementation of the PIMCO High Income Fund (PHK or the Fund):

William H. Gross, CFA

Mr. Gross has been the portfolio manager for the Fund since December 2009. Mr. Gross co-founded Pacific Investment Management Company LLC (PIMCO) more than 40 years ago and is a managing director and co-Chief Investment Officer of the company. He has 43 years of investment experience and holds an MBA from the Anderson School of Management at the University of California, Los Angeles. He received his undergraduate degree from Duke University.

(a)(2)

The following summarizes information regarding each of the accounts, excluding the Fund managed by the Portfolio Manager as of March 31, 2013, including accounts managed by a team, committee, or other group that includes the Portfolio Manager. Unless mentioned otherwise, the advisory fee charged for managing each of the accounts listed below is not based on performance.

| PM | Fund | Registered Investment Companies | | Other Pooled Investment Vehicles | | Other Accounts | |
|-----------------------|------|---------------------------------|----------------|----------------------------------|----------------|----------------|----------------|
| | | # | AUM(\$million) | # | AUM(\$million) | # | AUM(\$million) |
| William H. Gross, CFA | PHK | 42 | 428,664.45 | 32 | 52,197.79* | 68 | 34,603.55** |

*Of these Other Pooled Investment Vehicles, 6 accounts totaling \$3,714.83 million in assets pay an advisory fee that is based in part on the performance of the accounts.

**Of these Other Accounts, 19 accounts totaling \$9,036.13 million in assets pay an advisory fee that is based in part on the performance of the accounts.

From time to time, potential and actual conflicts of interest may arise between a portfolio manager's management of the investments of a Fund, on the one hand, and the management of other accounts, on the other. Potential and actual conflicts of interest may also arise as a result of PIMCO's other business activities and PIMCO's possession of material non-public information about an issuer. Other accounts managed by a portfolio manager might have similar investment objectives or strategies as a Fund, or otherwise hold, purchase, or sell securities that are eligible to be held, purchased or sold by the Funds. The other accounts might also have different investment objectives or strategies than the Funds.

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Knowledge and Timing of Fund Trades. A potential conflict of interest may arise as a result of the portfolio manager's day-to-day management of a Fund. Because of their positions with the Funds, the portfolio managers know the size, timing and possible market impact of a Fund's trades. It is theoretically possible that the portfolio managers could use this information to the advantage of other accounts they manage and to the possible detriment of a Fund.

Investment Opportunities. A potential conflict of interest may arise as a result of the portfolio manager's management of a number of accounts with varying investment guidelines. Often, an investment opportunity may be suitable for both a Fund and other accounts managed by the portfolio manager, but may not be available in sufficient quantities for both the Fund and the other accounts to participate fully. Similarly, there may be limited opportunity

to sell an investment held by a Fund and another account. PIMCO has adopted policies and procedures reasonably designed to allocate investment opportunities on a fair and equitable basis over time.

Under PIMCO's allocation procedures, investment opportunities are allocated among various investment strategies based on individual account investment guidelines and PIMCO's investment outlook. PIMCO has also adopted additional procedures to complement the general trade allocation policy that are designed to address potential conflicts of interest due to the side-by-side management of the Funds and certain pooled investment vehicles, including investment opportunity allocation issues.

Conflicts potentially limiting a Fund's investment opportunities may also arise when the Fund and other PIMCO clients invest in different parts of an issuer's capital structure, such as when the Fund owns senior debt obligations of an issuer and other clients own junior tranches of the same issuer. In such circumstances, decisions over whether to trigger an event of default, over the terms of any workout, or how to exit an investment may result in conflicts of interest. In order to minimize such conflicts, a portfolio manager may avoid certain investment opportunities that would potentially give rise to conflicts with other PIMCO clients or PIMCO may enact internal procedures designed to minimize such conflicts, which could have the effect of limiting a Fund's investment opportunities. Additionally, if PIMCO acquires material non-public confidential information in connection with its business activities for other clients, a portfolio manager may be restricted from purchasing securities or selling securities for a Fund. When making investment decisions where a conflict of interest may arise, PIMCO will endeavor to act in a fair and equitable manner as between a Fund and other clients; however, in certain instances the resolution of the conflict may result in PIMCO acting on behalf of another client in a manner that may not be in the best interest, or may be opposed to the best interest, of a Fund.

Performance Fees. A portfolio manager may advise certain accounts with respect to which the advisory fee is based entirely or partially on performance. Performance fee arrangements may create a conflict of interest for the portfolio manager in that the portfolio manager may have an incentive to allocate the investment opportunities that he or she believes might be the most profitable to such other accounts instead of allocating them to a Fund. PIMCO has adopted policies and procedures reasonably designed to allocate investment opportunities between the Funds and such other accounts on a fair and equitable basis over time.

(a) (3)

As of March 31, 2013, the following explains the compensation structure of the individual who has primary responsibility for day-to-day portfolio management of the Fund:

PIMCO has adopted a Total Compensation Plan for its professional level employees, including its portfolio managers, that is designed to pay competitive compensation and reward performance, integrity and teamwork consistent with the firm's mission statement. The Total Compensation Plan includes an incentive component that rewards high performance standards, work ethic and consistent individual and team contributions to the firm. The compensation of portfolio managers consists of a base salary, discretionary performance bonus, and may include an equity or long term incentive component.

Certain employees of PIMCO, including portfolio managers, may elect to defer compensation through PIMCO's deferred compensation plan. PIMCO also offers its employees a non-contributory defined contribution plan through which PIMCO makes a contribution based on the employee's compensation. PIMCO's contribution rate increases at a specified compensation level, which is a level that would include portfolio managers.

The Total Compensation Plan consists of three components:

- **Base Salary** - Base salary is determined based on core job responsibilities, positions/levels, and market factors. Base salary levels are reviewed annually, when there is a significant change in job responsibilities or a significant change in the market. Base salary is paid in regular installments throughout the year and payment dates are in line with local practice.
-

- **Performance Bonus** - Performance bonuses are designed to reward individual performance. Each professional and his or her supervisor will agree upon performance objectives to serve as a basis for performance evaluation during the year. The objectives will outline individual goals according to pre-established measures of the group or department success. Achievement against these goals as measured by the employee and supervisor will be an important, but not exclusive, element of the Compensation Committee's bonus decision process. Final award amounts are determined at the discretion of the Compensation Committee and will also consider firm performance.
- **Equity or Long Term Incentive Compensation** - Equity allows key professionals to participate in the long-term growth of the firm. This program provides mid to senior level employees with the potential to acquire an equity stake in PIMCO over their careers and to better align employee incentives with the firm's long-term results. These options vest over a number of years and may convert into PIMCO equity which shares in the profit distributions of the firm. M Units are non-voting common equity of PIMCO and provide a mechanism for individuals to build a significant equity stake in PIMCO over time. Employees who reach a total compensation threshold are delivered their annual compensation in a mix of cash and option awards. PIMCO incorporates a progressive allocation of option awards as a percentage of total compensation which is in line with market practices.

In certain countries with significant tax implications for employees to participate in the M Unit Option Plan, PIMCO continues to use the Long Term Incentive Plan (LTIP) in place of the M Unit Option Plan. The LTIP provides cash awards that appreciate or depreciate based upon PIMCO's performance over a three-year period. The aggregate amount available for distribution to participants is based upon PIMCO's profit growth.

Participation in the M Unit Option Plan and LTIP is contingent upon continued employment at PIMCO.

In addition, the following non-exclusive list of qualitative criteria may be considered when specifically determining the total compensation for portfolio managers:

- 3-year, 2-year and 1-year dollar-weighted and account-weighted, pre-tax investment performance as judged against the applicable benchmarks for each account managed by a portfolio manager (including the Funds) and relative to applicable industry peer groups;
- Appropriate risk positioning that is consistent with PIMCO's investment philosophy and the Investment Committee/CIO approach to the generation of alpha;
- Amount and nature of assets managed by the portfolio manager;
- Consistency of investment performance across portfolios of similar mandate and guidelines (reward low dispersion);

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- Generation and contribution of investment ideas in the context of PIMCO's secular and cyclical forums, portfolio strategy meetings, Investment Committee meetings, and on a day-to-day basis;
- Absence of defaults and price defaults for issues in the portfolios managed by the portfolio manager;
- Contributions to asset retention, gathering and client satisfaction;
- Contributions to mentoring, coaching and/or supervising; and
- Personal growth and skills added.

A portfolio manager's compensation is not based directly on the performance of any Fund or any other account managed by that portfolio manager.

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Profit Sharing Plan. Portfolio managers who are Managing Directors of PIMCO receive compensation from a non-qualified profit sharing plan consisting of a portion of PIMCO's net profits. Portfolio managers who are Managing Directors receive an amount determined by the Compensation Committee, based upon an individual's overall contribution to the firm.

(a)(4)

The following summarizes the dollar range of securities the portfolio manager for the Fund beneficially owned of the Fund that he managed as of March 31, 2013.

PIMCO High Income Fund

| Portfolio Manager | Dollar Range of Equity Securities in the Fund |
|-----------------------|---|
| William H. Gross, CFA | over \$1,000,000 |

ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED COMPANIES

None

ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS

There have been no material changes to the procedures by which shareholders may recommend nominees to the Fund's Board of Trustees since the Fund last provided disclosure in response to this item.

ITEM 11. CONTROLS AND PROCEDURES

(a) The registrant's President and Chief Executive Officer and Treasurer, Principal Financial & Accounting Officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Act (17 CFR 270.30a-3(c))), are effective based on their evaluation of these controls and procedures as of a date within 90 days of the filing date of this document.

(b) There were no significant changes in internal control over financial reporting (as defined in Rule 30a-3(d) under the Act (17 CFR 270.30a-3(d))) that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 12. EXHIBITS

(a) (1) Exhibit 99.CODE ETH Code of Ethics

(a) (2) Exhibit 99.302 Cert. Certification pursuant to Section 302 of the Sarbanes-Oxley Act of 2002

(a) (3) Not applicable

(b) Exhibit 99.906 Cert. Certification pursuant to Section 906 of the Sarbanes-Oxley Act of 2002

Signatures

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

PIMCO High Income Fund

By: */s/ Brian S. Shlissel*
Brian S. Shlissel, President & Chief Executive Officer

Date: June 3, 2013

By: */s/ Lawrence G. Altadonna*
Lawrence G. Altadonna, Treasurer, Principal Financial & Accounting Officer

Date: June 3, 2013

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: */s/ Brian S. Shlissel*
Brian S. Shlissel, President & Chief Executive Officer

Date: June 3, 2013

By: */s/ Lawrence G. Altadonna*
Lawrence G. Altadonna, Treasurer, Principal Financial & Accounting Officer

Date: June 3, 2013
