PIMCO

PIMCO VARIABLE INSURANCE TRUST

Annual Report

December 31, 2019

PIMCO International Bond Portfolio (U.S. Dollar-Hedged)

Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, paper copies of the Portfolio's annual and semi-annual shareholder reports will no longer be sent by mail from the insurance company that offers your contract unless you specifically request paper copies of the reports from the insurance company or from your financial intermediary. Instead, the shareholder reports will be made available on a website, and the insurance company will notify you by mail each time a report is posted and provide you with a website link to access the report. Instructions for requesting paper copies will be provided by your insurance company.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. You may elect to receive shareholder reports and other communications from the insurance company electronically by following the instructions provided by the insurance company.

You may elect to receive all future reports in paper free of charge from the insurance company. You should contact the insurance company if you wish to continue receiving paper copies of your shareholder reports. Your election to receive reports in paper will apply to all portfolio companies available under your contract at the insurance company.

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Dear PIMCO Variable Insurance Trust Shareholder,

Following this letter is the PIMCO Variable Insurance Trust Annual Report, which covers the 12-month reporting period ended December 31, 2019. On the subsequent pages, you will find specific details regarding investment results and discussion of the factors that most affected performance during the reporting period.

For the 12-month reporting period ended December 31, 2019

The U.S. economy continued to expand during the reporting period. U.S. gross domestic product ("GDP") grew at an annual pace of 3.1% and 2.0% during the first and second quarters of 2019, respectively. For the third quarter of 2019, GDP growth rose to an annual pace of 2.1%. Finally, the Commerce Department's initial reading for fourth quarter 2019 GDP, released after the reporting period ended, showed that the U.S. economy grew at a 2.1% annual pace.

After raising rates four times in 2018, the Federal Reserve (the "Fed") reversed course and had a "dovish pivot." At the Fed's meeting in January 2019, the central bank tapered its expectations for the pace of rate hikes in 2019. Then, after the Fed's meeting in June 2019, Fed Chair Jerome Powell said, "The case for somewhat more accommodative policy has strengthened." Following the Fed's meeting that concluded on July 31, 2019, the Fed lowered the federal funds rate by 0.25% to a range between 2.00% and 2.25%. This represented the Fed's first rate cut since 2008. At the Fed's meeting that ended on September 18, 2019, the Fed again reduced the federal funds rate by 0.25% to a range between 1.75% and 2.00%. Finally, at the Fed's meeting that concluded on October 30, 2019, the Fed lowered the federal funds rate to a range between 1.50% and 1.75%.

Economic activity outside the U.S. continued to expand, but the pace of expansion generally moderated. According to the International Monetary Fund's ("IMF") January 2020 *World Economic Outlook Update*, released after the reporting period ended, global growth is projected to have been 2.9% in 2019, versus 3.6% in 2018. From a regional perspective, the IMF expects the U.S. economy to expand 2.3% in 2019, compared to 2.9% in the prior calendar year. Elsewhere, the IMF anticipates that 2019 GDP growth in the eurozone, U.K. and Japan will be 1.2%, 1.3% and 1.0%, respectively. For comparison purposes, these economies expanded 1.9%, 1.3% and 0.3%, respectively, in 2018.

Against this backdrop, in September 2019, the European Central Bank (the "ECB") cut its deposit rate from -0.4% to -0.5% — a record low — and restarted bond purchases of €20 billion a month in November 2019. Elsewhere, the Bank of Japan largely maintained its highly accommodative monetary policies. The Bank of England kept rates on hold, although there was speculation that it may reduce rates given uncertainties related to Brexit. However, in December 2019, Prime Minister Boris Johnson won the general election, likely paving the way for a faster Brexit resolution.

The U.S. Treasury yield curve steepened as two-year Treasury rates declined more than their 10-year counterparts. In our view, falling rates were partially due to signs of moderating global growth, the Fed's dovish pivot and periods of investor risk aversion. The yield on the benchmark 10-year U.S. Treasury note was 1.92% at the end of the reporting period, versus 2.69% on December 31, 2018. The Bloomberg Barclays Global Treasury Index (USD Hedged), which tracks fixed-rate, local-currency government debt of investment grade countries, including both developed and emerging markets, returned 7.25%. Meanwhile, the Bloomberg Barclays Global Aggregate Credit Index (USD Hedged), a widely used index of global investment grade bonds, returned 11.85%. Riskier fixed income asset classes, including high yield corporate bonds and emerging market debt, also generated positive results. The ICE BofAML Developed Markets High Yield Constrained Index (USD Hedged), a widely used index of below investment grade bonds, returned 14.53%, whereas emerging market external debt, as represented by the JPMorgan Emerging Markets Bond Index (EMBI) Global (USD Hedged), returned 14.42%. Emerging market local bonds, as represented by the JPMorgan Government Bond Index-Emerging Markets Global Diversified Index (Unhedged), returned 13.47%.

Global equities produced positive results and, despite periods of volatility, U.S. equities rose sharply. We believe the increase in U.S. equities was driven by a number of factors, including corporate profits that often exceeded lowered expectations, a more accommodative Fed, and the "Phase 1" trade agreement between the U.S. and China. All told, U.S. equities, as represented by the S&P 500 Index, returned 31.49%. Emerging market equities, as measured by the MSCI Emerging Markets Index, returned 18.42%, whereas global equities, as represented by the MSCI World Index, returned 27.67%. Meanwhile, Japanese equities, as represented by the Nikkei 225 Index (in JPY), returned 20.69% and European equities, as represented by the MSCI Europe Index (in EUR), returned 26.05%.

Commodity prices fluctuated, but generally rose during the reporting period. When the reporting period began, Brent crude oil was approximately $54 a barrel. It rose to roughly $66 a barrel at the end of the period. Elsewhere, copper and gold prices moved higher.

Finally, there were periods of volatility in the foreign exchange markets, due in part, in our view, to signs of moderating global growth, trade conflicts, and changing central bank monetary policies, along with a number of geopolitical events. The U.S. dollar returned 2.22% versus the euro, but the U.S. dollar fell 0.99% and 3.94% versus the yen and the British pound, respectively.

Thank you for the assets you have placed with us. We deeply value your trust, and we will continue to work diligently to meet your broad investment needs.

Sincerely,

Peter G. Strelow
Chairman of the Board
PIMCO Variable Insurance Trust

Past performance is no guarantee of future results. Unless otherwise noted, index returns reflect the reinvestment of income distributions and capital gains, if any, but do not reflect fees, brokerage commissions or other expenses of investing. It is not possible to invest directly in an unmanaged index.

Important Information About the PIMCO International Bond Portfolio (U.S. Dollar-Hedged)

PIMCO Variable Insurance Trust (the "Trust") is an open-end management investment company that includes the PIMCO International Bond Portfolio (U.S. Dollar-Hedged) (the "Portfolio"). The Portfolio is only available as a funding vehicle under variable life insurance policies or variable annuity contracts issued by insurance companies ("Variable Contracts"). Individuals may not purchase shares of the Portfolio directly. Shares of the Portfolio also may be sold to qualified pension and retirement plans outside of the separate account context.

We believe that bond funds have an important role to play in a well-diversified investment portfolio. It is important to note, however, that in an environment where interest rates may trend upward, rising rates would negatively impact the performance of most bond funds, and fixed income securities and other instruments held by the Portfolio are likely to decrease in value. A wide variety of factors can cause interest rates or yields of U.S. Treasury securities (or yields of other types of bonds) to rise (e.g., central bank monetary policies, inflation rates, general economic conditions, etc.). In addition, changes in interest rates can be sudden and unpredictable, and there is no guarantee that management will anticipate such movement accurately. The Portfolio may lose money as a result of movements in interest rates.

As of the date of this report, interest rates in the United States and many parts of the world, including certain European countries, are at or near historically low levels. Thus, the Portfolio currently faces a heightened level of risk associated with rising interest rates and/or bond yields. This could be driven by a variety of factors, including but not limited to central bank monetary policies, changing inflation or real growth rates, general economic conditions, increasing bond issuances or reduced market demand for low yielding investments. Further, while bond markets have steadily grown over the past three decades, dealer inventories of corporate bonds are near historic lows in relation to market size. As a result, there has been a significant reduction in the ability of dealers to "make markets."

Bond funds and individual bonds with a longer duration (a measure used to determine the sensitivity of a security's price to changes in interest rates) tend to be more sensitive to changes in interest rates, usually making them more volatile than securities or funds with shorter durations. All of the factors mentioned above, individually or collectively, could lead to increased volatility and/or lower liquidity in the fixed income markets or negatively impact the Portfolio's performance or cause the Portfolio to incur losses. As a result, the Portfolio may experience increased shareholder redemptions which, among other things, could further reduce the net assets of the Portfolio.

The Portfolio may be subject to various risks as described in the Portfolio's prospectus and in the Principal Risks in the Notes to Financial Statements.

Classifications of the Portfolio's portfolio holdings in this report are made according to financial reporting standards. The classification of a particular portfolio holding as shown in the Allocation Breakdown and Schedule of Investments sections of this report may differ from the classification used for the Portfolio's compliance calculations, including those used in the Portfolio's prospectus, investment objectives, regulatory, and other investment limitations and policies, which may be based on different asset class, sector or geographical classifications. The Portfolio is separately monitored for compliance with respect to prospectus and regulatory requirements.

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

The United States presidential administration's enforcement of tariffs on goods from other countries, with a focus on China, has contributed to international trade tensions and may impact portfolio securities.

The Portfolio may have significant exposure to issuers in the United Kingdom. The United Kingdom's decision to leave the European Union may impact Portfolio returns. This decision may cause substantial volatility in foreign exchange markets, lead to weakness in the exchange rate of the British pound, result in a sustained period of market uncertainty, and destabilize some or all of the other European Union member countries and/or the Eurozone.

The Portfolio may invest in certain instruments that rely in some fashion upon the London Interbank Offered Rate ("LIBOR"). LIBOR is an average interest rate, determined by the ICE Benchmark Administration, that banks charge one another for the use of short-term money. The United Kingdom's Financial Conduct Authority, which regulates LIBOR, has announced plans to phase out the use of LIBOR by the end of 2021. The transition may result in a reduction in the value of certain instruments held by the Portfolio or a reduction in the effectiveness of related Portfolio transactions such as hedges. There remains uncertainty regarding future utilization of LIBOR and the nature of any replacement rate (e.g., the Secured Overnight Financing Rate, which is intended to replace U.S. dollar LIBOR and measures the cost of overnight borrowings through repurchase agreement transactions collateralized with U.S. Treasury securities), and any potential effects of the transition away from LIBOR on the Portfolio or on certain instruments in which the Portfolio invests are not known and could result in losses to the Portfolio.

Under the direction of the Federal Housing Finance Agency, the Federal National Mortgage Association ("FNMA") and the Federal Home Loan Mortgage Corporation ("FHLMC") have entered into a joint initiative to develop a common securitization platform for the issuance of a uniform mortgage-backed security (the "Single Security Initiative") that aligns the characteristics of FNMA and FHLMC certificates. The Single Security Initiative was implemented on June 3, 2019, and the effects it may have on the market for mortgage-backed securities are uncertain.

On the Portfolio Summary page in this Shareholder Report, the Average Annual Total Return table and Cumulative Returns chart measure performance assuming that any dividend and capital gain distributions were reinvested. The Cumulative Returns chart reflects only Administrative Class performance. Performance may vary by share class based on each class's expense ratios. The Portfolio measures its performance against at least one broad-based securities market index ("benchmark index"). The benchmark index does not take into account fees, expenses, or taxes. The Portfolio's past performance, before and after taxes, is not necessarily an indication of how the Portfolio will perform in the future. There is no assurance that the Portfolio, even if the Portfolio has experienced high or unusual performance for one or more periods, will experience similar levels of performance in the future. High performance is defined as a significant increase in either 1) the Portfolio's total return in excess of that of the Portfolio's benchmark between reporting periods or 2) the Portfolio's total return in excess of the Portfolio's historical returns between reporting periods. Unusual performance is defined as a significant change in the Portfolio's performance as compared to one or more previous reporting periods. Historical performance for the Portfolio or a share class thereof may have been positively impacted by fee waivers or expense limitations in place during some or all of the periods shown, if applicable. Future performance (including total return or yield) and distributions may be negatively impacted by the expiration or reduction of any such fee waivers or expense limitations.

The following table discloses the inception dates of the Portfolio and its share classes along with the Portfolio's diversification status as of period end:

Portfolio Name	Portfolio Inception	Institutional Class	Administrative Class	Advisor Class	Diversification Status
PIMCO International Bond Portfolio (U.S. Dollar-Hedged)	02/16/99	04/10/00	02/16/99	04/30/14	Non-diversified

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

The Trustees are responsible generally for overseeing the management of the Trust. The Trustees authorize the Trust to enter into service agreements with the Adviser, the Distributor, the Administrator and other service providers in order to provide, and in some cases authorize service providers to procure through other parties, necessary or desirable services on behalf of the Trust and the Portfolio. Shareholders are not parties to or third-party beneficiaries of such service agreements. Neither this Portfolio's prospectus nor summary prospectus, the Trust's Statement of Additional Information ("SAI"), any contracts filed as exhibits to the Trust's registration statement, nor any other communications, disclosure documents or regulatory filings (including this report) from or on behalf of the Trust or the Portfolio creates a contract between or among any shareholder of the Portfolio, on the one hand, and the Trust, the Portfolio, a service provider to the Trust or the Portfolio, and/or the Trustees or officers of the Trust, on the other hand. The Trustees (or the Trust and its officers, service providers or other delegates acting under authority of the Trustees) may amend the most recent prospectus or use a new prospectus, summary prospectus or SAI with respect to the Portfolio or the Trust, and/or amend, file and/or issue any other communications, disclosure documents or regulatory filings, and may amend or enter into any contracts to which the Trust or the Portfolio is a party, and interpret the investment objective(s), policies, restrictions and contractual provisions applicable to the Portfolio, without shareholder input or approval, except in circumstances in which shareholder approval is specifically required by law (such as changes to fundamental investment policies) or where a shareholder approval requirement is specifically disclosed in the Trust's then-current prospectus or SAI.

PIMCO has adopted written proxy voting policies and procedures ("Proxy Policy") as required by Rule 206(4)-6 under the Investment Advisers Act of 1940, as amended. The Proxy Policy has been adopted by the Trust as the policies and procedures that PIMCO will use when voting proxies on behalf of the Portfolio. A description of the policies and procedures that PIMCO uses to vote proxies relating to portfolio securities of the Portfolio, and information about how the Portfolio voted proxies relating to portfolio securities held during the most recent twelve-month period ended June 30, are available without charge, upon request, by calling the Trust at (888) 87-PIMCO, on the Portfolio's website at www.pimco.com/pvit, and on the Securities and Exchange Commission's ("SEC") website at www.sec.gov.

The Portfolio files portfolio holdings information with the SEC on Form N-PORT within 60 days of the end of each fiscal quarter. The Portfolio's complete schedule of securities holdings as of the end of each fiscal quarter will be made available to the public on the SEC's website at www.sec.gov and on PIMCO's website at www.pimco.com/pvit, and will be made available, upon request by calling PIMCO at (888) 87-PIMCO. Prior to its use of Form N-PORT, the Portfolio filed its complete schedule of its portfolio holdings with the SEC on Form N-Q, which is available online at www.sec.gov.

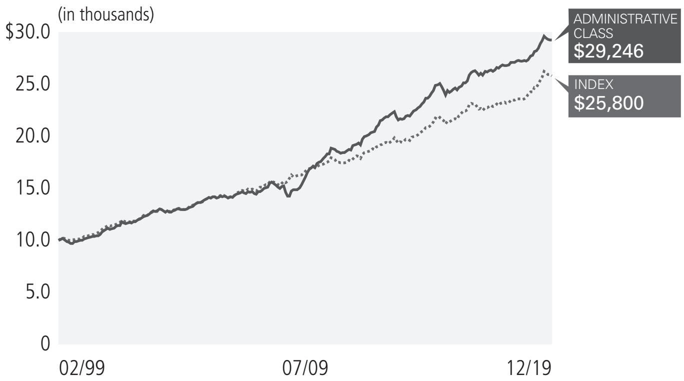
The SEC adopted a rule that, beginning in 2021, generally will allow shareholder reports to be delivered to investors by providing access to such reports online free of charge and by mailing a notice that the report is electronically available. Pursuant to the rule, investors may still elect to receive a complete shareholder report in the mail. Instructions for electing to receive paper copies of the Portfolio's shareholder reports going forward may be found on the front cover of this report.

The SEC adopted amendments to certain disclosure requirements relating to open-end investment companies' liquidity risk management programs. Effective December 1, 2019, large fund complexes are required to include in their shareholder reports, following the period in which a fund's Board of Trustees reviews the required written report from the liquidity risk management program's administrator regarding such program's operation and effectiveness, a discussion of such program's operations over the past year.

The SEC has issued a proposed rule relating to a registered investment company's use of derivatives and related instruments that, if adopted, could potentially require funds to reduce their use of leverage and/or observe more stringent asset coverage and related requirements than are currently imposed by the Investment Company Act of 1940, as amended, and the rules and regulations thereunder.

PIMCO International Bond Portfolio (U.S. Dollar-Hedged)

Cumulative Returns Through December 31, 2019



$10,000 invested at the end of the month when the Portfolio's Administrative Class commenced operations.

Geographic Breakdown as of December 31, 2019†§

United States	41.6%
Japan	11.3%
United Kingdom	8.4%
Short-Term Instruments‡	5.7%
China	4.5%
Denmark	4.0%
Spain	3.9%
Italy	3.8%
Cayman Islands	2.3%
France	1.8%
South Korea	1.5%
Qatar	1.2%
Canada	1.2%
Saudi Arabia	1.1%
Netherlands	1.1%
Germany	1.0%
Other	5.6%

† % of Investments, at value.

§ Geographic Breakdown and % of investments exclude securities sold short and financial derivative instruments, if any.

‡ Includes Central Funds Used for Cash Management Purposes.

Average Annual Total Return for the period ended December 31, 2019

		1 Year	5 Years	10 Years	Inception≈
	PIMCO International Bond Portfolio (U.S. Dollar-Hedged) Institutional Class	7.17%	3.85%	5.73%	5.66%
—	PIMCO International Bond Portfolio (U.S. Dollar-Hedged) Administrative Class	7.01%	3.70%	5.57%	5.27%
	PIMCO International Bond Portfolio (U.S. Dollar-Hedged) Advisor Class	6.90%	3.60%	—	4.46%
·····	Bloomberg Barclays Global Aggregate ex-USD (USD Hedged) Index±	7.57%	3.87%	4.29%	4.65%♦

All Portfolio returns are net of fees and expenses and include applicable fee waivers and/or expense limitations. Absent any applicable fee waivers and/or expense limitations, performance would have been lower and there can be no assurance that any such waivers or limitations will continue in the future.

≈ For class inception dates please refer to the Important Information.

♦ Average annual total return since 02/28/1999.

± Bloomberg Barclays Global Aggregate ex-USD (USD Hedged) Index provides a broad-based measure of the global investment-grade fixed income markets. The major components of this index are the Pan-European Aggregate and the Asian-Pacific Aggregate Indices. The index also includes Eurodollar and Euro-Yen corporate bonds and Canadian Government securities.

It is not possible to invest directly in an unmanaged index.

Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Shares may be worth more or less than original cost when redeemed. The Portfolio's performance does not reflect the deduction of additional charges and expenses imposed in connection with investing in Variable Contracts, which will reduce returns. Differences in the Portfolio's performance versus the index and related attribution information with respect to particular categories of securities or individual positions may be attributable, in part, to differences in the prices of individual positions (which may be sourced from different pricing vendors or other sources) used by the Portfolio and the index. For performance current to the most recent month-end, visit www.pimco.com/pvit or via (888) 87-PIMCO.

The Portfolio's total annual operating expense ratio in effect as of period end were 0.81% for Institutional Class shares, 0.96% for Administrative Class shares, and 1.06% for Advisor Class shares. Details regarding any changes to the Portfolio's operating expenses, subsequent to period end, can be found in the Portfolio's current prospectus, as supplemented.

Investment Objective and Strategy Overview

PIMCO International Bond Portfolio (U.S. Dollar-Hedged) seeks maximum total return, consistent with preservation of capital and prudent investment management, by investing under normal circumstances at least 80% of its assets in Fixed Income Instruments that are economically tied to at least three non-U.S. countries. The Portfolio's investments in Fixed Income Instruments may be represented by forwards or derivatives such as options, futures contracts or swap agreements. "Fixed Income Instruments" include bonds, debt securities and other similar instruments issued by various U.S. and non-U.S. public- or private-sector entities. The Portfolio will normally limit its foreign currency exposure (from non-U.S. dollar-denominated securities or currencies) to 20% of its total assets. Portfolio strategies may change from time to time. Please refer to the Portfolio's current prospectus for more information regarding the Portfolio's strategy.

Portfolio Insights

The following affected performance (on a gross basis) during the reporting period:

» Overweight exposure to duration in core eurozone countries in the second and third quarters of 2019 contributed to relative performance as core eurozone yields — as shown by the euro swaps curve — decreased.

» Holdings of emerging markets external debt contributed to relative performance as spreads tightened. The JP Morgan Emerging Market Bond Index (EMBI), which generally tracks the spread of emerging market external debt, decreased.

» Positions in high-yield corporates contributed to relative performance as spreads tightened.

» Underweight exposure to duration in periphery Eurozone countries in the first half of the reporting period, specifically Italy, detracted from relative performance as yields decreased.

» Curve positioning in the U.S. — particularly underweight exposure to the long-end of the yield curve (notably the 30 year) — detracted from relative performance as the yield curve flattened in the third quarter of 2019.

» Long exposure to the Japanese yen detracted from relative performance as the Japanese yen depreciated relative to the U.S. dollar during the fourth quarter of 2019.

Expense Example PIMCO International Bond Portfolio (U.S. Dollar-Hedged)

Example

As a shareholder of the Portfolio, you incur two types of costs: (1) transaction costs and (2) ongoing costs, including investment advisory fees, supervisory and administrative fees, distribution and/or service (12b-1) fees (if applicable), and other Portfolio expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Portfolio and to compare these costs with the ongoing costs of investing in other mutual funds.

The Expense Example does not reflect any fees or other expenses imposed by the Variable Contracts. If it did, the expenses reflected in the Expense Example would be higher. The Example is based on an investment of $1,000 invested at the beginning of the period and held from July 1, 2019 to December 31, 2019 unless noted otherwise in the table and footnotes below.

Actual Expenses

The information in the table under the heading "Actual" provides information about actual account values and actual expenses. You may use this information, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.60), then multiply the result by the number in the appropriate row for your share class, in the column titled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Portfolio's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Portfolio's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Portfolio and other portfolios. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other portfolios.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different portfolios. In addition, if these transactional costs were included, your costs would have been higher.

Expense ratios may vary period to period because of various factors, such as an increase in expenses that are not covered by the investment advisory fees and supervisory and administrative fees, such as fees and expenses of the independent trustees and their counsel, extraordinary expenses and interest expense.

	Actual			Hypothetical (5% return before expenses)			
	Beginning Account Value (07/01/19)	Ending Account Value (12/31/19)	Expenses Paid During Period*	Beginning Account Value (07/01/19)	Ending Account Value (12/31/19)	Expenses Paid During Period*	Net Annualized Expense Ratio**
Institutional Class	$ 1,000.00	$ 1,013.70	$ 4.59	$ 1,000.00	$ 1,020.78	$ 4.61	0.90%
Administrative Class	1,000.00	1,012.90	5.36	1,000.00	1,020.02	5.38	1.05
Advisor Class	1,000.00	1,012.40	5.86	1,000.00	1,019.51	5.89	1.15

* Expenses Paid During Period are equal to the net annualized expense ratio for the class, multiplied by the average account value over the period, multiplied by 185/365 (to reflect the one-half year period). Overall fees and expenses of investing in the Portfolio will be higher because the example does not reflect variable contract fees and expenses.

** Net Annualized Expense Ratio is reflective of any applicable contractual fee waivers and/or expense reimbursements or voluntary fee waivers. Details regarding fee waivers, if any, can be found in Note 9, Fees and Expenses, in the Notes to Financial Statements.

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Financial Highlights PIMCO International Bond Portfolio (U.S. Dollar-Hedged)

Selected Per Share Data for the Year Ended^:	Net Asset Value Beginning of Year[(a)]	Investment Operations: Net Investment Income (Loss)[(b)]	Investment Operations: Net Realized/ Unrealized Gain (Loss)	Investment Operations: Total	Less Distributions[(c)]: From Net Investment Income	Less Distributions[(c)]: From Net Realized Capital Gain	Less Distributions[(c)]: Total	Net Asset Value End of Year[(a)]
Institutional Class								
12/31/2019	$ 10.84	$ 0.22	$ 0.55	$ 0.77	$ (0.21)	$ (0.08)	$ (0.29)	$ 11.32
12/31/2018	10.79	0.20	0.05	0.25	(0.16)	(0.04)	(0.20)	10.84
12/31/2017	11.02	0.15	0.17	0.32	(0.55)	0.00	(0.55)	10.79
12/31/2016	10.54	0.16	0.54	0.70	(0.18)	(0.04)	(0.22)	11.02
12/31/2015	10.90	0.13	(0.09)	0.04	(0.35)	(0.05)	(0.40)	10.54
Administrative Class								
12/31/2019	10.84	0.21	0.55	0.76	(0.20)	(0.08)	(0.28)	11.32
12/31/2018	10.79	0.18	0.05	0.23	(0.14)	(0.04)	(0.18)	10.84
12/31/2017	11.02	0.13	0.17	0.30	(0.53)	0.00	(0.53)	10.79
12/31/2016	10.54	0.14	0.54	0.68	(0.16)	(0.04)	(0.20)	11.02
12/31/2015	10.90	0.10	(0.07)	0.03	(0.34)	(0.05)	(0.39)	10.54
Advisor Class								
12/31/2019	10.84	0.19	0.56	0.75	(0.19)	(0.08)	(0.27)	11.32
12/31/2018	10.79	0.17	0.05	0.22	(0.13)	(0.04)	(0.17)	10.84
12/31/2017	11.02	0.12	0.17	0.29	(0.52)	0.00	(0.52)	10.79
12/31/2016	10.54	0.13	0.54	0.67	(0.15)	(0.04)	(0.19)	11.02
12/31/2015	10.90	0.10	(0.08)	0.02	(0.33)	(0.05)	(0.38)	10.54

^ A zero balance may reflect actual amounts rounding to less than $0.01 or 0.01%.

(a) Includes adjustments required by U.S. GAAP and may differ from net asset values and performance reported elsewhere by the Portfolio.

(b) Per share amounts based on average number of shares outstanding during the year.

(c) The tax characterization of distributions is determined in accordance with Federal income tax regulations. See Note 2, Distributions to Shareholders, in the Notes to Financial Statements for more information.

Total Return(a)	Net Assets End of Year (000s)	Expenses	Expenses Excluding Waivers	Expenses Excluding Interest Expense	Expenses Excluding Interest Expense and Waivers	Net Investment Income (Loss)	Portfolio Turnover Rate
	Ratios/Supplemental Data	Ratios to Average Net Assets					
7.17%	$ 9,105	0.86%	0.86%	0.75%	0.75%	1.98%	272%
2.27	7,483	0.81	0.81	0.75	0.75	1.85	185
2.92	6,705	0.78	0.78	0.75	0.75	1.37	158
6.63	5,045	0.78	0.78	0.75	0.75	1.46	330
0.44	3,001	0.75	0.75	0.75	0.75	1.15	302
7.01	79,540	1.01	1.01	0.90	0.90	1.83	272
2.12	78,640	0.96	0.96	0.90	0.90	1.70	185
2.76	76,989	0.93	0.93	0.90	0.90	1.21	158
6.48	64,537	0.93	0.93	0.90	0.90	1.31	330
0.29	73,278	0.90	0.90	0.90	0.90	0.90	302
6.90	477,388	1.11	1.11	1.00	1.00	1.73	272
2.02	444,881	1.06	1.06	1.00	1.00	1.59	185
2.66	431,545	1.03	1.03	1.00	1.00	1.11	158
6.37	341,567	1.03	1.03	1.00	1.00	1.21	330
0.19	221,379	1.00	1.00	1.00	1.00	0.90	302

Statement of Assets and Liabilities PIMCO International Bond Portfolio (U.S. Dollar-Hedged) December 31, 2019

(Amounts in thousands†, except per share amounts)

Assets:	
Investments, at value	
Investments in securities*	$ 757,451
Investments in Affiliates	34,685
Financial Derivative Instruments	
Exchange-traded or centrally cleared	955
Over the counter	4,143
Cash	1
Deposits with counterparty	3,411
Foreign currency, at value	3,973
Receivable for investments sold	22,890
Receivable for TBA investments sold	92,918
Receivable for Portfolio shares sold	8
Interest and/or dividends receivable	3,819
Dividends receivable from Affiliates	66
Other assets	2
Total Assets	924,322
Liabilities:	
Borrowings & Other Financing Transactions	
Payable for reverse repurchase agreements	$ 70,582
Payable for sale-buyback transactions	10,247
Payable for short sales	9,955
Financial Derivative Instruments	
Exchange-traded or centrally cleared	1,317
Over the counter	6,152
Payable for investments purchased	13,260
Payable for investments in Affiliates purchased	62
Payable for TBA investments purchased	244,211
Deposits from counterparty	1,352
Payable for Portfolio shares redeemed	677
Accrued investment advisory fees	119
Accrued supervisory and administrative fees	238
Accrued distribution fees	101
Accrued servicing fees	10
Other liabilities	6
Total Liabilities	358,289
Net Assets	$ 566,033
Net Assets Consist of:	
Paid in capital	$ 539,179
Distributable earnings (accumulated loss)	26,854
Net Assets	$ 566,033
Net Assets:	
Institutional Class	$ 9,105
Administrative Class	79,540
Advisor Class	477,388
Shares Issued and Outstanding:	
Institutional Class	805
Administrative Class	7,028
Advisor Class	42,182
Net Asset Value Per Share Outstanding[(a)]:	
Institutional Class	$ 11.32
Administrative Class	11.32
Advisor Class	11.32
Cost of investments in securities	$ 740,282
Cost of investments in Affiliates	$ 34,753
Cost of foreign currency held	$ 3,977
Proceeds received on short sales	$ 9,832
Cost or premiums of financial derivative instruments, net	$ 777
* Includes repurchase agreements of:	$ 2,462

† A zero balance may reflect actual amounts rounding to less than one thousand.
(a) Includes adjustments required by U.S. GAAP and may differ from net asset values and performance reported elsewhere by the Portfolio.

Statement of Operations PIMCO International Bond Portfolio (U.S. Dollar-Hedged)

(Amounts in thousands†)	Year Ended December 31, 2019
Investment Income:	
Interest, net of foreign taxes*	$ 14,858
Dividends	13
Dividends from Investments in Affiliates	870
Total Income	15,741
Expenses:	
Investment advisory fees	1,386
Supervisory and administrative fees	2,772
Servicing fees - Administrative Class	123
Distribution and/or servicing fees - Advisor Class	1,159
Trustee fees	13
Interest expense	589
Miscellaneous expense	2
Total Expenses	6,044
Net Investment Income (Loss)	9,697
Net Realized Gain (Loss):	
Investments in securities	2,025
Investments in Affiliates	(3)
Exchange-traded or centrally cleared financial derivative instruments	3,834
Over the counter financial derivative instruments	10,834
Short sales	(951)
Foreign currency	(4,311)
Net Realized Gain (Loss)	11,428
Net Change in Unrealized Appreciation (Depreciation):	
Investments in securities	19,646
Investments in Affiliates	39
Exchange-traded or centrally cleared financial derivative instruments	(4,897)
Over the counter financial derivative instruments	1,505
Short sales	(170)
Foreign currency assets and liabilities	(532)
Net Change in Unrealized Appreciation (Depreciation)	15,591
Net Increase (Decrease) in Net Assets Resulting from Operations	$ 36,716
* Foreign tax withholdings	$ 23

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

Statements of Changes in Net Assets PIMCO International Bond Portfolio (U.S. Dollar-Hedged)

(Amounts in thousands†)	Year Ended December 31, 2019	Year Ended December 31, 2018
Increase (Decrease) in Net Assets from:		
Operations:		
Net investment income (loss)	$ 9,697	$ 8,604
Net realized gain (loss)	11,428	19,859
Net change in unrealized appreciation (depreciation)	15,591	(17,696)
Net Increase (Decrease) in Net Assets Resulting from Operations	36,716	10,767
Distributions to Shareholders:		
From net investment income and/or net realized capital gains		
Institutional Class	(216)	(130)
Administrative Class	(2,042)	(1,265)
Advisor Class	(10,887)	(6,925)
Total Distributions[(a)]	(13,145)	(8,320)
Portfolio Share Transactions:		
Net increase (decrease) resulting from Portfolio share transactions*	11,458	13,318
Total Increase (Decrease) in Net Assets	35,029	15,765
Net Assets:		
Beginning of year	531,004	515,239
End of year	$ 566,033	$ 531,004

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

* See Note 13, Shares of Beneficial Interest, in the Notes to Financial Statements.

(a) The tax characterization of distributions is determined in accordance with Federal income tax regulations. See Note 2, Distributions to Shareholders, in the Notes to Financial Statements for more information.

(Amounts in thousands*, except number of shares, contracts and units, if any)

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 133.8%			
ARGENTINA 0.1%			
SOVEREIGN ISSUES 0.1%			
Argentina Government International Bond			
3.375% due 01/15/2023	EUR	200	$ 102
42.836% (BADLARPP + 2.000%) due 04/03/2022 ~	ARS	8,070	72
56.589% (ARLLMONP) due 06/21/2020 ~(a)		15,430	139
Autonomous City of Buenos Aires Argentina			
51.313% (BADLARPP + 5.000%) due 01/23/2022 ~(a)		70	1
Total Argentina (Cost $1,212)			**314**
AUSTRALIA 0.6%			
ASSET-BACKED SECURITIES 0.1%			
Driver Australia Trust			
1.788% due 07/21/2026	AUD	422	296
CORPORATE BONDS & NOTES 0.1%			
Sydney Airport Finance Co. Pty. Ltd.			
3.900% due 03/22/2023	$	300	315
NON-AGENCY MORTGAGE-BACKED SECURITIES 0.4%			
Pepper Residential Securities Trust			
2.666% due 03/12/2061 •		1,016	1,016
RESIMAC Bastille Trust			
2.634% due 09/05/2057 •		1,213	1,213
			2,229
SOVEREIGN ISSUES 0.0%			
New South Wales Treasury Corp.			
2.750% due 11/20/2025 (f)	AUD	132	107
Total Australia (Cost $2,996)			**2,947**
BRAZIL 0.4%			
CORPORATE BONDS & NOTES 0.4%			
Petrobras Global Finance BV			
5.093% due 01/15/2030	$	1,878	2,015
6.125% due 01/17/2022		102	109
Total Brazil (Cost $2,058)			**2,124**
CANADA 1.6%			
CORPORATE BONDS & NOTES 0.7%			
Air Canada Pass-Through Trust			
3.300% due 07/15/2031	$	95	97
Canadian Imperial Bank of Commerce			
3.150% due 06/27/2021		500	509
Enbridge, Inc.			
2.410% (US0003M + 0.400%) due 01/10/2020 ~		1,200	1,200
2.594% (US0003M + 0.700%) due 06/15/2020 ~		400	401
Fairfax Financial Holdings Ltd.			
2.750% due 03/29/2028	EUR	500	607
HSBC Bank Canada			
3.300% due 11/28/2021	$	1,200	1,231
			4,045
NON-AGENCY MORTGAGE-BACKED SECURITIES 0.2%			
Canadian Mortgage Pools			
2.065% (CDOR01 + 0.100%) due 06/01/2020 ~		132	102
2.265% (CDOR01 + 0.300%) due 07/01/2020 - 08/01/2020 ~		518	399

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Real Estate Asset Liquidity Trust			
3.072% due 08/12/2053	CAD	488	$ 381
			882
SOVEREIGN ISSUES 0.7%			
Canada Government Real Return Bond			
1.500% due 12/01/2044 (f)		473	458
Province of Ontario			
2.600% due 06/02/2027		3,500	2,762
6.200% due 06/02/2031		100	106
Province of Quebec			
3.000% due 09/01/2023		1,100	879
			4,205
Total Canada (Cost $9,005)			**9,132**
CAYMAN ISLANDS 3.3%			
ASSET-BACKED SECURITIES 2.2%			
Avery Point CLO Ltd.			
3.123% due 01/18/2025 •	$	310	310
Cent CLO Ltd.			
3.071% due 10/15/2026 •		1,400	1,398
Dryden Senior Loan Fund			
2.886% due 10/15/2027 •		1,200	1,198
Evans Grove CLO Ltd.			
2.834% due 05/28/2028 •		300	298
LCM LP			
3.006% due 10/20/2027 •		1,400	1,393
Marathon CLO Ltd.			
2.765% due 11/21/2027 •		1,300	1,297
Mountain View CLO Ltd.			
2.801% due 10/15/2026 •		231	231
Octagon Investment Partners Ltd.			
3.101% due 04/15/2026 •		282	283
Staniford Street CLO Ltd.			
3.074% due 06/15/2025 •		164	164
Symphony CLO Ltd.			
2.951% due 07/14/2026 •		1,400	1,401
THL Credit Wind River CLO Ltd.			
2.881% due 01/15/2026 •		1,005	1,005
Tralee CLO Ltd.			
3.076% due 10/20/2028 •		1,300	1,294
Venture CDO Ltd.			
2.881% due 04/15/2027 •		300	299
WhiteHorse Ltd.			
2.932% due 04/17/2027 •		231	231
Zais CLO Ltd.			
3.151% due 04/15/2028 •		1,400	1,401
			12,203
CORPORATE BONDS & NOTES 1.1%			
KSA Sukuk Ltd.			
2.894% due 04/20/2022		500	509
QNB Finance Ltd.			
3.264% (US0003M + 1.350%) due 05/31/2021 ~		4,500	4,532
Sands China Ltd.			
4.600% due 08/08/2023		300	317
5.125% due 08/08/2025		200	220
5.400% due 08/08/2028		500	565
Tencent Holdings Ltd.			
3.595% due 01/19/2028		200	209
			6,352
Total Cayman Islands (Cost $18,455)			**18,555**

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
CHINA 6.3%			
SOVEREIGN ISSUES 6.3%			
China Development Bank			
3.050% due 08/25/2026	CNY	10,200	$ 1,425
3.180% due 04/05/2026		16,800	2,370
3.500% due 08/13/2026		4,700	674
3.680% due 02/26/2026		80,400	11,683
3.740% due 09/10/2025		10,200	1,488
3.800% due 01/25/2036		5,000	708
4.040% due 04/10/2027		25,300	3,736
4.040% due 07/06/2028		3,300	486
4.150% due 10/26/2025		2,600	387
4.240% due 08/24/2027		46,700	6,978
4.880% due 02/09/2028		24,300	3,782
China Government Bond			
2.740% due 08/04/2026		800	113
2.950% due 06/16/2023		2,200	319
3.220% due 12/06/2025		2,200	320
3.290% due 10/18/2023		6,500	950
4.400% due 12/12/2046		500	82
Total China (Cost $35,499)			**35,501**
DENMARK 5.6%			
CORPORATE BONDS & NOTES 5.6%			
Jyske Realkredit A/S			
1.000% due 10/01/2050	DKK	43,699	6,438
1.500% due 10/01/2037		5,281	821
1.500% due 10/01/2050		3,631	557
2.000% due 10/01/2047		5,774	902
2.500% due 10/01/2047		35	6
Nordea Kredit Realkreditaktieselskab			
1.000% due 10/01/2050		47,673	7,015
1.500% due 10/01/2037		728	113
1.500% due 10/01/2050		6,549	999
2.000% due 10/01/2050		2,316	360
Nykredit Realkredit A/S			
0.112% due 10/01/2022 •	EUR	1,400	1,588
1.000% due 10/01/2050	DKK	35,400	5,178
1.500% due 10/01/2037		1,726	268
1.500% due 10/01/2050		45,402	6,941
2.000% due 10/01/2050		2,301	359
2.500% due 10/01/2036		159	25
2.500% due 10/01/2047		15	2
Realkredit Danmark A/S			
2.500% due 04/01/2036		108	17
2.500% due 07/01/2047		33	5
Total Denmark (Cost $31,389)			**31,594**
FRANCE 2.5%			
CORPORATE BONDS & NOTES 0.2%			
Credit Agricole S.A.			
2.375% due 01/22/2025	$	1,400	1,398
SOVEREIGN ISSUES 2.3%			
France Government International Bond			
1.500% due 05/25/2050	EUR	800	1,035
2.000% due 05/25/2048 (j)		7,400	10,678
3.250% due 05/25/2045 (j)		800	1,407
			13,120
Total France (Cost $11,925)			**14,518**
GERMANY 1.4%			
CORPORATE BONDS & NOTES 1.4%			
Deutsche Bank AG			
2.700% due 07/13/2020	$	600	600
2.768% (US0003M + 0.815%) due 01/22/2021 ~		1,300	1,295
3.150% due 01/22/2021		500	502
3.961% due 11/26/2025 •		1,400	1,431
4.250% due 10/14/2021		1,800	1,851

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Deutsche Pfandbriefbank AG		
3.375% due 11/22/2021	$ 600	$ 615
IHO Verwaltungs GmbH (3.875% Cash or 4.625% PIK)		
3.875% due 05/15/2027 (b)	EUR 200	238
IHO Verwaltungs GmbH (6.000% Cash or 6.750% PIK)		
6.000% due 05/15/2027 (b)	$ 900	957
Volkswagen Bank GmbH		
1.250% due 08/01/2022	EUR 400	461
Total Germany (Cost $7,772)		**7,950**
GUERNSEY, CHANNEL ISLANDS 0.1%		
CORPORATE BONDS & NOTES 0.1%		
Credit Suisse Group Funding Guernsey Ltd.		
3.800% due 06/09/2023	$ 800	838
Total Guernsey, Channel Islands (Cost $799)		**838**
HONG KONG 0.1%		
CORPORATE BONDS & NOTES 0.1%		
AIA Group Ltd.		
3.900% due 04/06/2028	$ 400	429
Total Hong Kong (Cost $399)		**429**
INDIA 0.2%		
CORPORATE BONDS & NOTES 0.2%		
ICICI Bank Ltd.		
3.500% due 03/18/2020	$ 200	200
Shriram Transport Finance Co. Ltd.		
5.950% due 10/24/2022	500	514
State Bank of India		
4.000% due 01/24/2022	200	206
Total India (Cost $907)		**920**
INDONESIA 0.1%		
CORPORATE BONDS & NOTES 0.1%		
Indonesia Asahan Aluminium Persero PT		
5.230% due 11/15/2021	$ 300	315
Total Indonesia (Cost $299)		**315**
IRELAND 1.4%		
ASSET-BACKED SECURITIES 0.9%		
Arbour CLO DAC		
0.870% due 01/15/2030 •	EUR 1,200	1,347
Aurium CLO DAC		
0.670% due 04/16/2030 •	500	562
Black Diamond CLO Designated Activity Co.		
0.650% due 10/03/2029 •	650	727
CVC Cordatus Loan Fund Ltd.		
0.970% due 04/22/2030 •	800	897
Toro European CLO DAC		
0.900% due 10/15/2030 •	1,300	1,460
		4,993
CORPORATE BONDS & NOTES 0.3%		
AerCap Ireland Capital DAC		
4.625% due 10/30/2020	$ 800	816
AIB Group PLC		
4.750% due 10/12/2023	200	215
SumitG Guaranteed Secured Obligation Issuer DAC		
2.251% due 11/02/2020	400	401
		1,432
SOVEREIGN ISSUES 0.2%		
Ireland Government International Bond		
5.400% due 03/13/2025	EUR 700	$ 1,015
Total Ireland (Cost $7,385)		**7,440**
ISRAEL 0.2%		
SOVEREIGN ISSUES 0.2%		
Israel Government International Bond		
3.250% due 01/17/2028	$ 500	538
4.125% due 01/17/2048	300	348
Total Israel (Cost $794)		**886**
ITALY 5.3%		
CORPORATE BONDS & NOTES 0.9%		
Banca Carige SpA		
1.092% (EUR003M + 1.500%) due 05/25/2060 ~	EUR 1,600	1,801
1.298% (EUR003M + 1.700%) due 10/25/2021 ~	1,600	1,819
UniCredit SpA		
7.500% due 06/03/2026 •(g)(h)	200	263
7.830% due 12/04/2023	$ 1,200	1,400
		5,283
SOVEREIGN ISSUES 4.4%		
Italy Buoni Poliennali Del Tesoro		
0.350% due 11/01/2021	EUR 2,600	2,939
1.350% due 04/01/2030	3,900	4,352
1.450% due 11/15/2024	400	467
1.750% due 07/01/2024 (j)	3,000	3,544
2.450% due 09/01/2033	400	489
2.500% due 11/15/2025	1,900	2,337
2.950% due 09/01/2038 (j)	1,200	1,528
3.000% due 08/01/2029 (j)	5,600	7,245
3.450% due 03/01/2048	150	205
3.850% due 09/01/2049	900	1,310
Italy Government International Bond		
6.000% due 08/04/2028	GBP 400	664
		25,080
Total Italy (Cost $29,320)		**30,363**
JAPAN 15.9%		
CORPORATE BONDS & NOTES 1.5%		
Central Nippon Expressway Co. Ltd.		
2.091% due 09/14/2021	$ 700	699
2.431% (US0003M + 0.540%) due 08/04/2020 ~	2,600	2,603
Chugoku Electric Power Co., Inc.		
2.701% due 03/16/2020	600	600
Meiji Yasuda Life Insurance Co.		
5.100% due 04/26/2048 •	200	227
Mitsubishi UFJ Financial Group, Inc.		
2.950% due 03/01/2021	230	233
3.455% due 03/02/2023	600	622
Mizuho Financial Group, Inc.		
2.768% (US0003M + 0.880%) due 09/11/2022 ~	700	706
2.888% (US0003M + 1.000%) due 09/11/2024 ~	900	910
3.922% due 09/11/2024 •	500	526
ORIX Corp.		
3.250% due 12/04/2024	200	208
Sumitomo Mitsui Financial Group, Inc.		
3.565% (US0003M + 1.680%) due 03/09/2021 ~	600	610
Takeda Pharmaceutical Co. Ltd.		
1.125% due 11/21/2022	EUR 500	578
		8,522
SOVEREIGN ISSUES 14.4%		
Japan Bank for International Cooperation		
1.750% due 10/17/2024	$ 500	$ 493
3.250% due 07/20/2023	700	731
3.375% due 10/31/2023	300	316
Japan Finance Organization for Municipalities		
2.125% due 04/13/2021	2,100	2,105
2.625% due 04/20/2022	1,600	1,622
Japan Government International Bond		
0.100% due 03/10/2028 (f)	JPY 455,292	4,312
0.100% due 03/20/2029	2,530,000	23,597
0.100% due 06/20/2029	610,000	5,686
0.300% due 06/20/2046	620,000	5,610
0.500% due 09/20/2046	402,000	3,821
0.500% due 03/20/2049	568,000	5,364
0.700% due 12/20/2048	772,000	7,688
1.200% due 09/20/2035	1,410,000	15,067
1.300% due 06/20/2035	340,000	3,675
Tokyo Metropolitan Government		
2.000% due 05/17/2021	$ 700	700
2.500% due 06/08/2022	600	607
		81,394
Total Japan (Cost $88,960)		**89,916**
KUWAIT 0.6%		
SOVEREIGN ISSUES 0.6%		
Kuwait International Government Bond		
2.750% due 03/20/2022	$ 200	204
3.500% due 03/20/2027	2,800	3,014
Total Kuwait (Cost $2,979)		**3,218**
LITHUANIA 0.3%		
SOVEREIGN ISSUES 0.3%		
Lithuania Government International Bond		
1.100% due 04/26/2027	EUR 600	714
6.125% due 03/09/2021	$ 1,000	1,049
Total Lithuania (Cost $1,743)		**1,763**
LUXEMBOURG 0.3%		
CORPORATE BONDS & NOTES 0.3%		
Aroundtown S.A.		
1.625% due 01/31/2028	EUR 700	813
Blackstone Property Partners Europe Holdings SARL		
1.400% due 07/06/2022	400	460
Emerald Bay S.A.		
0.000% due 10/08/2020 (d)	289	317
Total Luxembourg (Cost $1,566)		**1,590**
MULTINATIONAL 0.1%		
CORPORATE BONDS & NOTES 0.1%		
Preferred Term Securities Ltd.		
2.294% (US0003M + 0.400%) due 06/23/2035 ~	$ 809	745
Total Multinational (Cost $612)		**745**
NETHERLANDS 1.4%		
ASSET-BACKED SECURITIES 0.3%		
Chapel BV		
0.000% due 07/17/2066 •	EUR 23	25
Dryden Euro CLO BV		
0.880% due 01/15/2030 •	1,200	1,347
Penta CLO BV		
0.790% due 08/04/2028 •	552	620
		1,992

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
CORPORATE BONDS & NOTES 1.1%			
Cooperatieve Rabobank UA			
3.125% due 04/26/2021	$	400	$ 406
5.500% due 06/29/2020 •(g)(h)	EUR	200	230
6.875% due 03/19/2020 (h)		700	797
Enel Finance International NV			
2.650% due 09/10/2024	$	1,300	1,305
2.875% due 05/25/2022		1,100	1,114
Mondelez International Holdings Netherlands BV			
2.000% due 10/28/2021		500	500
NXP BV			
4.125% due 06/01/2021		800	820
Syngenta Finance NV			
3.698% due 04/24/2020		700	702
Teva Pharmaceutical Finance Netherlands BV			
3.250% due 04/15/2022	EUR	300	341
Vonovia Finance BV			
5.000% due 10/02/2023	$	100	108
			6,323
		SHARES	
PREFERRED SECURITIES 0.0%			
Stichting AK Rabobank Certificaten			
6.500% due 12/29/2049 (g)		150,000	215
Total Netherlands (Cost $8,441)			**8,530**
		PRINCIPAL AMOUNT (000S)	
NORWAY 0.3%			
CORPORATE BONDS & NOTES 0.3%			
DNB Boligkreditt A/S			
2.500% due 03/28/2022	$	1,100	1,115
3.250% due 06/28/2023		500	520
			1,635
SOVEREIGN ISSUES 0.0%			
Norway Government International Bond			
3.750% due 05/25/2021	NOK	1,800	212
Total Norway (Cost $1,846)			**1,847**
PERU 0.8%			
CORPORATE BONDS & NOTES 0.1%			
Banco de Credito del Peru			
4.650% due 09/17/2024	PEN	1,900	579
SOVEREIGN ISSUES 0.7%			
Peru Government International Bond			
5.350% due 08/12/2040		1,100	335
5.940% due 02/12/2029		800	272
6.350% due 08/12/2028		9,400	3,294
			3,901
Total Peru (Cost $4,161)			**4,480**
POLAND 0.3%			
CORPORATE BONDS & NOTES 0.0%			
PKO Bank Hipoteczny S.A.			
0.250% due 11/23/2021	EUR	200	226
SOVEREIGN ISSUES 0.3%			
Poland Government International Bond			
2.250% due 04/25/2022	PLN	6,600	1,766
Total Poland (Cost $1,889)			**1,992**

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
QATAR 1.6%			
SOVEREIGN ISSUES 1.6%			
Qatar Government International Bond			
3.375% due 03/14/2024	$	400	$ 419
3.875% due 04/23/2023		3,800	4,017
4.000% due 03/14/2029		2,200	2,460
4.500% due 04/23/2028		1,800	2,066
4.817% due 03/14/2049		200	248
Total Qatar (Cost $8,392)			**9,210**
SAUDI ARABIA 1.5%			
CORPORATE BONDS & NOTES 0.1%			
Saudi Arabian Oil Co.			
2.750% due 04/16/2022	$	400	404
SOVEREIGN ISSUES 1.4%			
Saudi Government International Bond			
2.375% due 10/26/2021		3,700	3,717
2.875% due 03/04/2023		1,000	1,019
3.250% due 10/26/2026		400	415
3.625% due 03/04/2028		500	529
4.000% due 04/17/2025		1,900	2,052
4.375% due 04/16/2029		400	450
			8,182
Total Saudi Arabia (Cost $8,258)			**8,586**
SINGAPORE 0.6%			
CORPORATE BONDS & NOTES 0.6%			
BOC Aviation Ltd.			
2.375% due 09/15/2021	$	1,000	998
3.500% due 09/18/2027		300	308
Clifford Capital Pte. Ltd.			
3.380% due 03/07/2028		600	640
DBS Bank Ltd.			
3.300% due 11/27/2021		400	411
Oversea-Chinese Banking Corp. Ltd.			
2.354% (US0003M + 0.450%) due 05/17/2021 ~		700	701
PSA Treasury Pte. Ltd.			
2.500% due 04/12/2026		400	403
Total Singapore (Cost $3,358)			**3,461**
SLOVENIA 0.3%			
SOVEREIGN ISSUES 0.3%			
Slovenia Government International Bond			
5.250% due 02/18/2024	$	1,419	1,605
Total Slovenia (Cost $1,477)			**1,605**
SOUTH AFRICA 0.1%			
SOVEREIGN ISSUES 0.1%			
South Africa Government International Bond			
4.850% due 09/30/2029	$	500	501
Total South Africa (Cost $500)			**501**
SOUTH KOREA 2.2%			
CORPORATE BONDS & NOTES 0.1%			
Kookmin Bank			
2.125% due 10/21/2020	$	400	400
SOVEREIGN ISSUES 2.1%			
Korea Government International Bond			
2.125% due 06/10/2027	KRW	1,225,000	1,096
2.375% due 12/10/2027		1,350,000	1,230
2.375% due 12/10/2028		5,820,000	5,322

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
2.625% due 06/10/2028	KRW	2,450,000	$ 2,279
5.500% due 03/10/2028		1,350,000	1,513
Korea Hydro & Nuclear Power Co. Ltd.			
3.750% due 07/25/2023	$	200	210
			11,650
Total South Korea (Cost $12,080)			**12,050**
SPAIN 5.5%			
ASSET-BACKED SECURITIES 0.0%			
Driver Espana Five FDT			
0.000% due 12/21/2028 •	EUR	82	92
CORPORATE BONDS & NOTES 0.3%			
Banco Bilbao Vizcaya Argentaria S.A.			
5.875% due 09/24/2023 •(g)(h)		200	245
Banco Santander S.A.			
3.848% due 04/12/2023	$	200	209
Merlin Properties Socimi S.A.			
2.225% due 04/25/2023	EUR	200	238
Telefonica Emisiones S.A.			
5.134% due 04/27/2020	$	800	807
			1,499
		SHARES	
PREFERRED SECURITIES 0.2%			
Banco Bilbao Vizcaya Argentaria S.A.			
6.750% due 02/18/2020 •(g)(h)		400,000	452
Banco Santander S.A.			
5.250% due 09/29/2023 •(g)(h)		200,000	240
6.250% due 09/11/2021 •(g)(h)		400,000	479
			1,171
		PRINCIPAL AMOUNT (000S)	
SOVEREIGN ISSUES 5.0%			
Autonomous Community of Catalonia			
4.220% due 04/26/2035	EUR	200	278
4.900% due 09/15/2021		1,000	1,206
4.950% due 02/11/2020		1,370	1,545
Autonomous Community of Valencia			
4.900% due 03/17/2020		600	680
Spain Government International Bond			
0.250% due 07/30/2024		2,200	2,506
0.600% due 10/31/2029 (j)		6,600	7,503
1.400% due 07/30/2028 (j)		6,400	7,813
1.450% due 04/30/2029 (j)		3,100	3,802
2.700% due 10/31/2048		400	597
2.900% due 10/31/2046 (j)		1,600	2,454
			28,384
Total Spain (Cost $29,965)			**31,146**
SUPRANATIONAL 0.1%			
CORPORATE BONDS & NOTES 0.1%			
European Investment Bank			
0.500% due 06/21/2023	AUD	500	340
0.500% due 08/10/2023		400	272
Total Supranational (Cost $685)			**612**
SWEDEN 0.3%			
CORPORATE BONDS & NOTES 0.3%			
Lansforsakringar Hypotek AB			
1.500% due 03/18/2021	EUR	700	803
Stadshypotek AB			
2.500% due 04/05/2022	$	300	304
Sveriges Sakerstallda Obligationer AB			
2.000% due 06/17/2026	SEK	6,000	692
Total Sweden (Cost $1,816)			**1,799**

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
SWITZERLAND 0.4%			
CORPORATE BONDS & NOTES 0.3%			
Credit Suisse AG			
0.750% due 09/17/2021	EUR	200	$ 228
6.500% due 08/08/2023 (h)	$	200	224
Credit Suisse Group AG			
3.094% (US0003M + 1.200%) due 12/14/2023 ~		800	809
3.869% due 01/12/2029 •		250	266
4.282% due 01/09/2028		250	272
			1,799
SOVEREIGN ISSUES 0.1%			
Switzerland Government International Bond			
3.500% due 04/08/2033	CHF	300	471
Total Switzerland (Cost $2,182)			**2,270**
UNITED ARAB EMIRATES 0.4%			
CORPORATE BONDS & NOTES 0.1%			
First Abu Dhabi Bank PJSC			
2.250% due 02/11/2020	$	500	500
3.000% due 03/30/2022		200	203
			703
SOVEREIGN ISSUES 0.3%			
Emirate of Abu Dhabi Government International Bond			
2.500% due 10/11/2022		500	507
3.125% due 10/11/2027		900	944
			1,451
Total United Arab Emirates (Cost $2,092)			**2,154**
UNITED KINGDOM 11.7%			
CORPORATE BONDS & NOTES 7.1%			
Barclays Bank PLC			
7.625% due 11/21/2022 (h)	$	3,300	3,711
Barclays PLC			
3.340% (US0003M + 1.430%) due 02/15/2023 ~		700	706
3.650% due 03/16/2025		600	626
4.011% (US0003M + 2.110%) due 08/10/2021 ~		600	614
4.610% due 02/15/2023 •		1,300	1,358
4.836% due 05/09/2028		200	216
7.125% due 06/15/2025 •(g)(h)	GBP	500	750
7.750% due 09/15/2023 •(g)(h)	$	300	328
8.000% due 12/15/2020 •(g)(h)	EUR	200	240
8.000% due 06/15/2024 •(g)(h)	$	400	448
Clydesdale Bank PLC			
2.250% due 04/21/2020	GBP	700	930
Co-operative Group Holdings Ltd.			
6.875% due 07/08/2020 þ		400	545
FCE Bank PLC			
1.660% due 02/11/2021	EUR	200	228
Frontier Finance PLC			
8.000% due 03/23/2022	GBP	1,500	2,043
HSBC Holdings PLC			
2.504% (US0003M + 0.600%) due 05/18/2021 ~	$	600	601
2.904% (US0003M + 1.000%) due 05/18/2024 ~		300	303
4.041% due 03/13/2028 •		400	428
4.583% due 06/19/2029 •		800	894
4.750% due 07/04/2029 •(g)(h)	EUR	200	253
5.875% due 09/28/2026 •(g)(h)	GBP	300	438
6.500% due 03/23/2028 •(g)(h)	$	700	771
Imperial Brands Finance PLC			
2.950% due 07/21/2020		800	802
Lloyds Bank PLC			
4.875% due 03/30/2027	GBP	500	820
5.125% due 03/07/2025		700	1,104

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Lloyds Banking Group PLC			
3.900% due 03/12/2024	$	700	$ 739
4.050% due 08/16/2023		1,300	1,378
4.582% due 12/10/2025		500	541
5.125% due 12/27/2024 •(g)(h)	GBP	500	688
Nationwide Building Society			
3.766% due 03/08/2024 •	$	1,200	1,242
3.960% due 07/18/2030 •		1,000	1,074
4.302% due 03/08/2029 •		400	436
Natwest Markets PLC			
0.625% due 03/02/2022	EUR	300	340
NatWest Markets PLC			
1.000% due 05/28/2024		800	915
RAC Bond Co. PLC			
4.870% due 05/06/2046	GBP	300	395
Reckitt Benckiser Treasury Services PLC			
2.375% due 06/24/2022	$	600	604
Royal Bank of Scotland Group PLC			
3.497% (US0003M + 1.550%) due 06/25/2024 ~		800	813
3.875% due 09/12/2023		300	314
4.269% due 03/22/2025 •		1,300	1,381
4.445% due 05/08/2030 •		500	552
4.519% due 06/25/2024 •		1,200	1,275
7.500% due 08/10/2020 •(g)(h)		200	205
8.000% due 08/10/2025 •(g)(h)		500	577
8.625% due 08/15/2021 •(g)(h)		500	542
Santander UK Group Holdings PLC			
2.875% due 10/16/2020		1,700	1,710
2.875% due 08/05/2021		400	404
4.796% due 11/15/2024 •		2,400	2,591
7.375% due 06/24/2022 •(g)(h)	GBP	200	289
Santander UK PLC			
4.250% due 04/12/2021	EUR	300	356
Tesco PLC			
6.125% due 02/24/2022	GBP	50	73
Tesco Property Finance PLC			
5.411% due 07/13/2044		191	322
5.661% due 10/13/2041		98	169
Virgin Media Secured Finance PLC			
5.000% due 04/15/2027		500	703
Vodafone Group PLC			
2.991% (US0003M + 0.990%) due 01/16/2024 ~	$	500	507
			40,292
NON-AGENCY MORTGAGE-BACKED SECURITIES 3.9%			
Brunel Residential Mortgage Securitisation PLC			
1.005% due 01/13/2039 •	GBP	998	1,303
Business Mortgage Finance PLC			
2.787% due 02/15/2041 •		193	254
Dukinfield PLC			
1.787% due 08/15/2045 •		511	679
Eurohome UK Mortgages PLC			
0.948% due 06/15/2044 •		334	430
Eurosail PLC			
0.945% due 06/10/2044 •		8	10
1.729% due 06/13/2045 •		477	628
Finsbury Square PLC			
1.729% due 09/12/2068 •		921	1,224
Harben Finance PLC			
1.602% due 08/20/2056 •		1,024	1,358
Hawksmoor Mortgages			
1.761% due 05/25/2053 •		1,917	2,545
Lanark Master Issuer PLC			
1.607% due 12/22/2069 •		867	1,153
Mansard Mortgages PLC			
1.448% due 12/15/2049 •		134	175
Newgate Funding PLC			
0.947% due 12/01/2050 •		275	346
1.798% due 12/15/2050 •		239	303
Paragon Mortgages PLC			
1.007% due 01/15/2039 •		683	860

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Residential Mortgage Securities PLC			
1.748% due 12/20/2046 •	GBP	848	$ 1,126
1.998% due 09/20/2065 •		849	1,133
Ripon Mortgages PLC			
1.602% due 08/20/2056 •		2,262	3,000
RMAC Securities PLC			
0.929% due 06/12/2044 •		426	539
Towd Point Mortgage Funding			
0.000% due 07/20/2045 •		2,300	3,046
Towd Point Mortgage Funding PLC			
1.820% due 10/20/2051 •		1,511	2,013
			22,125
		SHARES	
PREFERRED SECURITIES 0.0%			
Nationwide Building Society			
10.250% ~		960	211
		PRINCIPAL AMOUNT (000S)	
SOVEREIGN ISSUES 0.7%			
United Kingdom Gilt			
3.250% due 01/22/2044 (j)	GBP	900	1,663
4.250% due 12/07/2040		1,200	2,457
			4,120
Total United Kingdom (Cost $64,330)			**66,748**
UNITED STATES 58.1%			
ASSET-BACKED SECURITIES 5.8%			
ACE Securities Corp. Home Equity Loan Trust			
1.932% due 07/25/2036 •	$	1,338	1,062
Amortizing Residential Collateral Trust			
2.492% due 10/25/2031 •		1	1
AMRESCO Residential Securities Corp. Mortgage Loan Trust			
2.732% due 06/25/2029 •		1	1
Argent Mortgage Loan Trust			
2.272% due 05/25/2035 •		1,696	1,631
Argent Securities, Inc. Asset-Backed Pass-Through Certificates			
2.172% due 02/25/2036 •		562	469
Bayview Opportunity Master Fund Trust			
4.090% due 02/28/2034 þ		465	465
Citigroup Mortgage Loan Trust			
1.952% due 12/25/2036 •		552	384
2.052% due 03/25/2036 •		571	548
Citigroup Mortgage Loan Trust, Inc.			
2.052% due 06/25/2037 •		2,700	2,629
2.452% due 07/25/2035 •		1,200	1,187
Countrywide Asset-Backed Certificates			
1.922% due 12/25/2036 ^•		393	371
1.932% due 06/25/2035 •		368	335
1.932% due 03/25/2037 •		1,694	1,554
1.932% due 06/25/2037 •		482	453
1.932% due 07/25/2037 •		334	303
1.932% due 06/25/2047 ^•		365	335
1.932% due 06/25/2047 •		1,179	1,113
1.942% due 04/25/2047 ^•		313	302
2.082% due 07/25/2036 •		320	317
4.738% due 08/25/2035 ^~		408	383
Countrywide Asset-Backed Certificates Trust			
3.142% due 04/25/2035 •		1,000	1,006
Credit Suisse First Boston Mortgage Securities Corp.			
2.412% due 01/25/2032 •		1	1
First Franklin Mortgage Loan Trust			
1.907% due 07/25/2036 •		1,185	1,126
GSAMP Trust			
2.437% due 11/25/2035 ^•		1,329	1,083
Home Equity Mortgage Loan Asset-Backed Trust			
2.032% due 04/25/2037 •		562	416

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
HSI Asset Securitization Corp. Trust		
2.052% due 04/25/2037 •	$ 776	$ 523
Long Beach Mortgage Loan Trust		
2.352% due 10/25/2034 •	12	12
Merrill Lynch Mortgage Investors Trust		
1.942% due 08/25/2037 •	1,384	891
Morgan Stanley ABS Capital, Inc. Trust		
1.922% due 10/25/2036 •	144	139
Morgan Stanley Home Equity Loan Trust		
1.892% due 12/25/2036 •	994	565
2.022% due 04/25/2037 •	828	551
Morgan Stanley Mortgage Loan Trust		
5.919% due 09/25/2046 ^þ	163	70
Nomura Home Equity Loan, Inc. Home Equity Loan Trust		
2.082% due 03/25/2036 •	700	690
NovaStar Mortgage Funding Trust		
1.922% due 03/25/2037 •	720	530
Option One Mortgage Loan Trust		
1.932% due 01/25/2037 •	428	318
Renaissance Home Equity Loan Trust		
4.342% due 12/25/2032 •	331	328
5.294% due 01/25/2037 þ	641	328
5.675% due 06/25/2037 ^þ	1,053	441
5.731% due 11/25/2036 þ	1,004	538
Residential Asset Mortgage Products Trust		
2.232% due 12/25/2035 •	365	342
2.252% due 12/25/2035 •	938	828
Residential Asset Securities Corp. Trust		
2.042% due 11/25/2036 ^•	2,023	1,942
Saxon Asset Securities Trust		
3.542% due 12/25/2037 •	381	360
SLM Student Loan Trust		
1.348% due 03/15/2038 •	GBP 562	715
Soundview Home Loan Trust		
1.942% due 06/25/2037 •	$ 83	64
2.042% due 11/25/2036 •	1,400	1,325
Structured Asset Investment Loan Trust		
1.922% due 07/25/2036 •	479	376
2.102% due 01/25/2036 •	1,254	1,202
Terwin Mortgage Trust		
2.732% due 11/25/2033 •	24	23
Towd Point Mortgage Trust		
2.792% due 05/25/2058 •	1,080	1,086
Toyota Auto Loan Extended Note Trust		
2.560% due 11/25/2031	1,400	1,422
		33,084

CORPORATE BONDS & NOTES 11.0%

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
AIG Global Funding		
2.300% due 07/01/2022	900	905
Allergan Sales LLC		
5.000% due 12/15/2021	600	628
American Airlines Pass-Through Trust		
3.000% due 04/15/2030	262	267
American Honda Finance Corp.		
2.241% (US0003M + 0.350%) due 11/05/2021 ~	100	100
American Tower Corp.		
2.950% due 01/15/2025	800	818
3.450% due 09/15/2021	500	511
AT&T, Inc.		
1.800% due 09/05/2026	EUR 1,000	1,201
2.657% (US0003M + 0.750%) due 06/01/2021 ~	$ 2,700	2,717
2.951% (US0003M + 0.950%) due 07/15/2021 ~	1,400	1,414
3.067% (US0003M + 1.180%) due 06/12/2024 ~	1,600	1,629
AXA Equitable Holdings, Inc.		
3.900% due 04/20/2023	100	105
4.350% due 04/20/2028	200	217
Bayer U.S. Finance LLC		
2.577% (US0003M + 0.630%) due 06/25/2021 ~	$ 300	$ 301
2.904% (US0003M + 1.010%) due 12/15/2023 ~	500	503
3.875% due 12/15/2023	300	315
4.250% due 12/15/2025	300	324
4.375% due 12/15/2028	700	764
Brandywine Operating Partnership LP		
3.950% due 11/15/2027	500	523
Campbell Soup Co.		
3.300% due 03/15/2021	200	203
3.650% due 03/15/2023	800	833
CenterPoint Energy Resources Corp.		
3.550% due 04/01/2023	200	207
Charter Communications Operating LLC		
3.750% due 02/15/2028	100	104
4.464% due 07/23/2022	1,300	1,366
5.125% due 07/01/2049	700	761
Citibank N.A.		
2.499% (US0003M + 0.600%) due 05/20/2022 ~	1,900	1,908
2.844% due 05/20/2022 •	900	911
Conagra Brands, Inc.		
2.512% (US0003M + 0.500%) due 10/09/2020 ~	900	901
Continental Resources, Inc.		
4.375% due 01/15/2028	200	213
CVS Health Corp.		
3.350% due 03/09/2021	107	109
3.700% due 03/09/2023	400	417
D.R. Horton, Inc.		
4.000% due 02/15/2020	1,200	1,203
5.750% due 08/15/2023	1,300	1,437
Daimler Finance North America LLC		
2.250% due 03/02/2020	400	400
Delta Air Lines, Inc.		
2.875% due 03/13/2020	1,400	1,400
DISH DBS Corp.		
5.125% due 05/01/2020	600	604
Dominion Energy Gas Holdings LLC		
2.494% (US0003M + 0.600%) due 06/15/2021 ~	800	803
Duke Energy Corp.		
2.538% (US0003M + 0.650%) due 03/11/2022 ~	1,300	1,309
EQT Corp.		
2.500% due 10/01/2020	500	500
3.000% due 10/01/2022	400	393
ERAC USA Finance LLC		
2.600% due 12/01/2021	1,200	1,209
Fidelity National Information Services, Inc.		
0.400% due 01/15/2021	EUR 200	226
0.750% due 05/21/2023	300	344
1.700% due 06/30/2022	GBP 200	269
Ford Motor Credit Co. LLC		
0.025% due 12/07/2022 •	EUR 100	108
2.425% due 06/12/2020	$ 200	200
2.853% (US0003M + 0.810%) due 04/05/2021 ~	600	597
3.012% (US0003M + 1.000%) due 01/09/2020 ~	700	700
GATX Corp.		
2.611% (US0003M + 0.720%) due 11/05/2021 ~	1,200	1,205
General Electric Co.		
0.000% due 05/28/2020 •	EUR 400	448
General Mills, Inc.		
3.200% due 04/16/2021	$ 100	102
3.700% due 10/17/2023	100	105
General Motors Financial Co., Inc.		
3.550% due 07/08/2022	700	721
Georgia-Pacific LLC		
3.163% due 11/15/2021	400	408

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Goldman Sachs Group, Inc.		
3.094% (US0003M + 1.160%) due 04/23/2020 ~	$ 400	$ 401
4.223% due 05/01/2029 •	100	110
Goodman U.S. Finance Three LLC		
3.700% due 03/15/2028	600	616
Harley-Davidson Financial Services, Inc.		
2.847% (US0003M + 0.940%) due 03/02/2021 ~	400	402
Hyundai Capital America		
2.850% due 11/01/2022	300	303
International Lease Finance Corp.		
8.250% due 12/15/2020	500	529
Jackson National Life Global Funding		
2.375% due 09/15/2022	1,400	1,413
Kilroy Realty LP		
3.450% due 12/15/2024	100	104
Kinder Morgan, Inc.		
5.000% due 02/15/2021	400	412
KLA Corp.		
4.125% due 11/01/2021	400	414
Kraft Heinz Foods Co.		
2.471% (US0003M + 0.570%) due 02/10/2021 ~	900	901
L3Harris Technologies, Inc.		
2.416% (US0003M + 0.480%) due 04/30/2020 ~	600	600
MassMutual Global Funding		
2.250% due 07/01/2022	1,400	1,411
McDonald’s Corp.		
2.366% (US0003M + 0.430%) due 10/28/2021 ~	700	702
Metropolitan Life Global Funding		
2.400% due 06/17/2022	600	606
Mid-America Apartments LP		
4.200% due 06/15/2028	600	662
MUFG Americas Holdings Corp.		
3.000% due 02/10/2025	560	571
Navient Corp.		
8.000% due 03/25/2020	100	101
NextEra Energy Capital Holdings, Inc.		
2.630% (US0003M + 0.720%) due 02/25/2022 ~	800	807
Nissan Motor Acceptance Corp.		
2.651% due 09/28/2022 •	1,000	998
Northwell Healthcare, Inc.		
4.260% due 11/01/2047	400	430
Penske Truck Leasing Co. LP		
3.950% due 03/10/2025	1,400	1,487
Public Service Co. of Oklahoma		
4.400% due 02/01/2021	200	205
Public Service Enterprise Group, Inc.		
2.000% due 11/15/2021	400	400
Rockwell Collins, Inc.		
2.800% due 03/15/2022	900	916
Sempra Energy		
2.344% (US0003M + 0.450%) due 03/15/2021 ~	800	800
SL Green Operating Partnership LP		
3.250% due 10/15/2022	500	512
Southern Co.		
2.350% due 07/01/2021	500	503
Southern Power Co.		
2.458% (US0003M + 0.550%) due 12/20/2020 ~	600	600
Spectra Energy Partners LP		
2.592% (US0003M + 0.700%) due 06/05/2020 ~	100	100
Spirit AeroSystems, Inc.		
3.950% due 06/15/2023	600	619
Sprint Communications, Inc.		
7.000% due 03/01/2020	200	201

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Sprint Spectrum Co. LLC		
3.360% due 03/20/2023	$ 263	$ 265
4.738% due 09/20/2029	300	319
Textron, Inc.		
2.451% (US0003M + 0.550%) due 11/10/2020 ~	700	700
Time Warner Cable LLC		
5.000% due 02/01/2020	300	301
United Technologies Corp.		
2.554% (US0003M + 0.650%) due 08/16/2021 ~	200	200
Verizon Communications, Inc.		
3.010% (US0003M + 1.100%) due 05/15/2025 ~	700	717
4.329% due 09/21/2028	1,012	1,148
Volkswagen Group of America Finance LLC		
2.675% (US0003M + 0.770%) due 11/13/2020 ~	300	301
2.841% (US0003M + 0.940%) due 11/12/2021 ~	300	303
3.875% due 11/13/2020	200	203
4.000% due 11/12/2021	300	310
WRKCo, Inc.		
3.750% due 03/15/2025	300	317
Zimmer Biomet Holdings, Inc.		
2.700% due 04/01/2020	300	300
3.150% due 04/01/2022	2,100	2,144
		62,230

LOAN PARTICIPATIONS AND ASSIGNMENTS 0.2%

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
CenturyLink, Inc.		
4.549% (LIBOR03M + 2.750%) due 01/31/2025 ~	490	492
Charter Communications Operating LLC		
3.550% (LIBOR03M + 1.750%) due 02/01/2027 ~	579	584
		1,076

NON-AGENCY MORTGAGE-BACKED SECURITIES 2.6%

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
American Home Mortgage Investment Trust		
3.407% due 09/25/2045 •	15	15
Banc of America Alternative Loan Trust		
6.500% due 04/25/2036 ^	389	382
Banc of America Mortgage Trust		
4.333% due 02/25/2036 ^~	41	38
Bear Stearns Adjustable Rate Mortgage Trust		
3.971% due 08/25/2033 ~	1	1
Bear Stearns ALT-A Trust		
1.952% due 02/25/2034 •	33	32
3.874% due 11/25/2035 ^~	22	20
3.952% due 03/25/2036 ^~	100	85
3.962% due 08/25/2036 ^~	35	25
4.103% due 09/25/2035 ^~	21	17
Bear Stearns Structured Products, Inc. Trust		
3.649% due 12/26/2046 ^~	22	19
Chase Mortgage Finance Trust		
3.797% due 07/25/2037 ~	42	39
Citigroup Mortgage Loan Trust, Inc.		
2.142% due 10/25/2035 •	1,759	1,317
3.840% due 09/25/2035 •	3	3
Citigroup Mortgage Loan Trust, Inc. Mortgage Pass-Through Certificates		
3.859% due 09/25/2035 ^~	208	195
Countrywide Alternative Loan Trust		
1.975% due 03/20/2046 •	55	52
2.072% due 02/25/2037 •	42	39
3.239% due 12/25/2035 •	45	41
5.250% due 06/25/2035 ^	7	6
5.704% due 11/25/2035 •	9	9
Countrywide Home Loan Mortgage Pass-Through Trust		
2.252% due 05/25/2035 •	21	19
2.432% due 03/25/2035 •	38	35
2.452% due 02/25/2035 •	5	5

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
3.841% due 11/25/2034 ~	$ 5	$ 5
3.878% due 08/25/2034 ^~	7	7
5.500% due 01/25/2035	337	347
Credit Suisse Mortgage Capital Mortgage-Backed Trust		
5.500% due 08/25/2036 ^	1,366	1,283
5.863% due 02/25/2037 ^~	180	80
DBUBS Mortgage Trust		
0.308% due 11/10/2046 ~(a)	400	1
0.700% due 11/10/2046 ~(a)	175	1
Deutsche ALT-A Securities, Inc. Mortgage Loan Trust		
2.542% due 10/25/2047 •	778	747
GSR Mortgage Loan Trust		
2.122% due 12/25/2034 •	34	33
3.956% due 01/25/2036 ^~	34	35
4.686% due 04/25/2035 ~	151	154
IndyMac Mortgage Loan Trust		
2.002% due 05/25/2046 •	426	420
2.272% due 07/25/2035 •	17	17
JPMorgan Mortgage Trust		
3.717% due 07/27/2037 ~	70	71
4.007% due 02/25/2036 ^~	19	16
Mellon Residential Funding Corp. Mortgage Pass-Through Trust		
2.180% due 12/15/2030 •	4	4
Morgan Stanley Bank of America Merrill Lynch Trust		
0.980% due 12/15/2048 ~(a)	912	22
Morgan Stanley Mortgage Loan Trust		
3.985% due 06/25/2036 ~	23	24
New Residential Mortgage Loan Trust		
2.750% due 07/25/2059 ~	1,657	1,658
Residential Accredit Loans, Inc. Trust		
1.942% due 02/25/2047 •	29	16
1.972% due 06/25/2046 •	273	106
2.002% due 04/25/2046 •	442	186
3.255% due 10/25/2037 ~	275	260
Structured Adjustable Rate Mortgage Loan Trust		
4.373% due 04/25/2034 ~	3	3
Structured Asset Mortgage Investments Trust		
2.002% due 05/25/2036 •	10	10
2.012% due 05/25/2036 •	72	70
2.012% due 09/25/2047 •	102	101
2.252% due 05/25/2045 •	15	15
2.344% due 07/19/2034 •	1	1
2.424% due 09/19/2032 •	1	1
2.464% due 03/19/2034 •	3	3
3.739% due 08/25/2047 ^•	31	30
Structured Asset Securities Corp.		
2.072% due 01/25/2036 •	229	214
Structured Asset Securities Corp. Mortgage Loan Trust		
2.082% due 10/25/2036 •	479	427
TBW Mortgage-Backed Trust		
5.970% due 09/25/2036 ^þ	189	14
Thornburg Mortgage Securities Trust		
3.252% due 06/25/2047 ^•	26	24
3.252% due 06/25/2047 •	3	3
Towd Point Mortgage Trust		
2.900% due 10/25/2059 ~	5,365	5,399
Wachovia Mortgage Loan Trust LLC		
4.229% due 10/20/2035 ^~	61	61
WaMu Mortgage Pass-Through Certificates Trust		
2.102% due 01/25/2045 •	72	71
2.350% due 02/27/2034 •	3	3
3.219% due 06/25/2046 •	30	31
3.239% due 02/25/2046 •	73	74
3.342% due 12/25/2036 ^~	155	146
4.216% due 04/25/2035 ~	25	25
4.419% due 03/25/2035 ~	33	33
4.493% due 03/25/2033 ~	7	7
Washington Mutual Mortgage Pass-Through Certificates Trust		
3.179% due 07/25/2046 ^•	22	16
		14,669

PREFERRED SECURITIES 0.1%

	SHARES	MARKET VALUE (000S)
Bank of America Corp.		
5.875% due 03/15/2028 •(g)	700,000	$ 777

U.S. GOVERNMENT AGENCIES 30.2%

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Fannie Mae		
1.912% due 03/25/2034 •	$ 2	2
1.942% due 08/25/2034 •	1	1
2.058% due 09/25/2042 •	12	12
2.192% due 06/25/2036 •	22	22
3.500% due 11/01/2021 - 01/01/2059	2,123	2,230
3.517% due 12/01/2034 •	2	2
3.527% due 10/01/2044 •	10	10
4.234% due 05/25/2035 ~	6	6
4.537% due 11/01/2034 •	16	17
6.000% due 07/25/2044	7	8
Freddie Mac		
2.131% due 01/15/2038 •	301	299
2.240% due 12/15/2032 •	4	4
2.340% due 12/15/2037 •	6	6
2.500% due 01/15/2038 ~(a)	301	20
3.439% due 10/25/2044 •	31	31
4.629% due 04/01/2035 •	40	42
4.750% due 03/01/2035 •	5	5
4.764% due 02/01/2029 •	1	1
Ginnie Mae		
2.574% due 05/20/2066 - 06/20/2066 •	3,763	3,787
2.624% due 11/20/2066 •	641	647
3.875% due 04/20/2028 - 06/20/2030 •	2	2
NCUA Guaranteed Notes		
2.183% due 11/05/2020 •	519	519
2.273% due 12/08/2020 •	166	167
Uniform Mortgage-Backed Security		
3.000% due 10/01/2049	1,391	1,426
3.500% due 10/01/2034 - 05/01/2049	9,023	9,376
4.000% due 03/01/2049	442	460
Uniform Mortgage-Backed Security, TBA		
3.000% due 02/01/2050	11,200	11,345
3.500% due 01/01/2050 - 02/01/2050	61,100	62,819
4.000% due 01/01/2050 - 02/01/2050	74,833	77,840
		171,106

U.S. TREASURY OBLIGATIONS 8.2%

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
U.S. Treasury Inflation Protected Securities (f)		
0.125% due 01/15/2022 (n)	114	114
0.125% due 04/15/2022 (j)(l)(n)	2,328	2,325
0.375% due 07/15/2025 (j)(l)	9,061	9,248
0.500% due 01/15/2028 (j)	9,285	9,528
0.625% due 04/15/2023 (l)	622	631
0.625% due 01/15/2026 (n)	217	223
1.000% due 02/15/2048 (j)	2,505	2,774
1.375% due 02/15/2044 (j)(n)	883	1,043
2.000% due 01/15/2026 (j)(n)	130	144
2.500% due 01/15/2029 (j)	1,259	1,517
3.875% due 04/15/2029 (j)(n)	783	1,045
U.S. Treasury Notes		
1.625% due 08/15/2029 (j)	3,300	3,213
1.750% due 11/15/2029	3,300	3,248
2.250% due 11/15/2025 (n)	100	103
2.875% due 04/30/2025 (j)(n)	10,600	11,216
		46,372
Total United States (Cost $322,774)		**329,314**

		PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
SHORT-TERM INSTRUMENTS 1.8%			
REPURCHASE AGREEMENTS (i) 0.4%			
			$ 2,462
ARGENTINA TREASURY BILLS 0.0%			
47.840% due 05/13/2020 (d)(e)	ARS	1,540	21
CZECH REPUBLIC TREASURY BILLS 0.1%			
(0.101)% due 01/10/2020 (d)(e)	CZK	12,000	529
JAPAN TREASURY BILLS 0.5%			
(0.150)% due 03/23/2020 (d)(e)	JPY	290,000	2,670
MEXICO TREASURY BILLS 0.4%			
7.359% due 01/09/2020 - 01/30/2020 (c)(d)	MXN	43,890	$ 2,312
SOUTH AFRICA TREASURY BILLS 0.2%			
7.309% due 02/26/2020 - 03/11/2020 (c)(d)	ZAR	14,500	1,025
U.S. TREASURY BILLS 0.2%			
1.586% due 01/02/2020 - 02/27/2020 (c)(d)(n)		$ 1,070	1,069
Total Short-Term Instruments (Cost $9,962)			**10,088**
Total Investments in Securities (Cost $740,282)			**757,451**

	SHARES	MARKET VALUE (000S)
INVESTMENTS IN AFFILIATES 6.1%		
SHORT-TERM INSTRUMENTS 6.1%		
CENTRAL FUNDS USED FOR CASH MANAGEMENT PURPOSES 6.1%		
PIMCO Short Asset Portfolio	2,901,620	$ 28,888
PIMCO Short-Term Floating NAV Portfolio III	585,955	5,797
Total Short-Term Instruments (Cost $34,753)		**34,685**
Total Investments in Affiliates (Cost $34,753)		**34,685**
Total Investments 139.9% (Cost $775,035)		**$ 792,136**
Financial Derivative Instruments (k)(m) (0.4)% (Cost or Premiums, net $777)		**(2,371)**
Other Assets and Liabilities, net (39.5)%		**(223,732)**
Net Assets 100.0%		**$ 566,033**

NOTES TO SCHEDULE OF INVESTMENTS:

- * A zero balance may reflect actual amounts rounding to less than one thousand.
- ^ Security is in default.
- ~ Variable or Floating rate security. Rate shown is the rate in effect as of period end. Certain variable rate securities are not based on a published reference rate and spread, rather are determined by the issuer or agent and are based on current market conditions. Reference rate is as of reset date, which may vary by security. These securities may not indicate a reference rate and/or spread in their description.
- • Rate shown is the rate in effect as of period end. The rate may be based on a fixed rate, a capped rate or a floor rate and may convert to a variable or floating rate in the future. These securities do not indicate a reference rate and spread in their description.
- þ Coupon represents a rate which changes periodically based on a predetermined schedule or event. Rate shown is the rate in effect as of period end.
- (a) Interest only security.
- (b) Payment in-kind security.
- (c) Coupon represents a weighted average yield to maturity.
- (d) Zero coupon security.
- (e) Coupon represents a yield to maturity.
- (f) Principal amount of security is adjusted for inflation.
- (g) Perpetual maturity; date shown, if applicable, represents next contractual call date.
- (h) Contingent convertible security.

BORROWINGS AND OTHER FINANCING TRANSACTIONS

(i) REPURCHASE AGREEMENTS:

Counterparty	Lending Rate	Settlement Date	Maturity Date	Principal Amount	Collateralized By	Collateral (Received)	Repurchase Agreements, at Value	Repurchase Agreement Proceeds to be Received[1]
FICC	1.250%	12/31/2019	01/02/2020	$ 2,462	U.S. Treasury Inflation Protected Securities 0.125% due 04/15/2020	$ (2,514)	$ 2,462	$ 2,462
Total Repurchase Agreements						**$ (2,514)**	**$ 2,462**	**$ 2,462**

REVERSE REPURCHASE AGREEMENTS:

Counterparty	Borrowing Rate[2]	Settlement Date	Maturity Date	Amount Borrowed[2]	Payable for Reverse Repurchase Agreements
CIB	1.880%	11/06/2019	01/06/2020	$ (6,657)	$ (6,677)
GRE	1.890	11/08/2019	02/07/2020	(2,415)	(2,422)
	1.990	11/20/2019	02/20/2020	(1,281)	(1,284)
	2.040	11/22/2019	02/21/2020	(8,047)	(8,066)

Counterparty	Borrowing Rate[2]	Settlement Date	Maturity Date	Amount Borrowed[2]	Payable for Reverse Repurchase Agreements
IND	(0.420)%	10/17/2019	02/27/2020	EUR (10,172)	$ (11,400)
	(0.400)	10/22/2019	02/27/2020	(1,880)	(2,108)
	(0.360)	10/31/2019	02/27/2020	(1,336)	(1,497)
	(0.330)	10/17/2019	02/27/2020	(5,135)	(5,756)
	(0.330)	10/18/2019	02/27/2020	(2,806)	(3,145)
	(0.310)	10/30/2019	02/27/2020	(1,080)	(1,211)
	(0.280)	11/13/2019	02/27/2020	(3,183)	(3,569)
	0.980	10/25/2019	02/12/2020	GBP (726)	(964)
	1.950	12/10/2019	01/16/2020	$ (1,064)	(1,065)
JPS	1.830	11/19/2019	01/21/2020	(3,259)	(3,266)
MBC	(0.360)	10/17/2019	02/27/2020	EUR (3,208)	(3,595)
RCY	1.910	11/07/2019	01/16/2020	$ (1,747)	(1,753)
RYL	(0.450)	10/17/2019	02/27/2020	EUR (836)	(937)
	(0.250)	11/08/2019	02/27/2020	(5,504)	(6,171)
	(0.200)	11/14/2019	02/27/2020	(672)	(753)
UBS	(0.400)	10/17/2019	02/27/2020	(3,215)	(3,604)
	(0.330)	10/30/2019	02/27/2020	(1,195)	(1,339)
Total Reverse Repurchase Agreements					**$ (70,582)**

SALE-BUYBACK TRANSACTIONS:

Counterparty	Borrowing Rate[2]	Borrowing Date	Maturity Date	Amount Borrowed[2]	Payable for Sale-Buyback Transactions[3]
BPG	2.020%	12/10/2019	03/06/2020	$ (965)	$ (966)
UBS	1.830	12/06/2019	01/03/2020	(1,747)	(1,749)
	1.850	12/06/2019	01/14/2020	(6,243)	(6,252)
	1.920	12/06/2019	01/13/2020	(1,278)	(1,280)
Total Sale-Buyback Transactions					**$ (10,247)**

SHORT SALES:

Description	Coupon	Maturity Date	Principal Amount	Proceeds	Payable for Short Sales[4]
Canada (1.7)%					
Sovereign Issues (1.7)%					
Canada Government Bond	2.750%	12/01/2048	CAD 10,100	$ (9,418)	$ (9,540)
United States (0.1)%					
U.S. Government Agencies (0.1)%					
Uniform Mortgage-Backed Security, TBA	3.500	01/01/2035	$ 400	(414)	(415)
Total Short Sales (1.8)%				**$ (9,832)**	**$ (9,955)**

BORROWINGS AND OTHER FINANCING TRANSACTIONS SUMMARY

The following is a summary by counterparty of the market value of Borrowings and Other Financing Transactions and collateral pledged/(received) as of December 31, 2019:

Counterparty	Repurchase Agreement Proceeds to be Received[1]	Payable for Reverse Repurchase Agreements	Payable for Sale-Buyback Transactions[3]	Payable for Short Sales[4]	Total Borrowings and Other Financing Transactions	Collateral Pledged/(Received)	Net Exposure[5]
Global/Master Repurchase Agreement							
CIB	$ 0	$ (6,677)	$ 0	$ 0	$ (6,677)	$ 6,707	$ 30
FICC	2,462	0	0	0	2,462	(2,514)	(52)
GRE	0	(11,772)	0	0	(11,772)	11,767	(5)
IND	0	(30,715)	0	0	(30,715)	30,171	(544)
JPS	0	(3,266)	0	0	(3,266)	3,213	(53)
MBC	0	(3,595)	0	0	(3,595)	3,638	43
RCY	0	(1,753)	0	0	(1,753)	1,734	(19)
RYL	0	(7,861)	0	0	(7,861)	7,719	(142)
UBS	0	(4,943)	0	0	(4,943)	4,818	(125)
Master Securities Forward Transaction Agreement							
BPG	0	0	(966)	0	(966)	963	(3)
TDM	0	0	0	(9,540)	(9,540)	0	(9,540)
UBS	0	0	(9,281)	0	(9,281)	9,206	(75)
Total Borrowings and Other Financing Transactions	**$ 2,462**	**$ (70,582)**	**$ (10,247)**	**$ (9,540)**			

CERTAIN TRANSFERS ACCOUNTED FOR AS SECURED BORROWINGS

Remaining Contractual Maturity of the Agreements

	Overnight and Continuous	Up to 30 days	31-90 days	Greater Than 90 days	Total
Reverse Repurchase Agreements					
Sovereign Issues	$ 0	$ 0	$ (46,050)	$ 0	$ (46,050)
U.S. Treasury Obligations	0	(12,760)	(11,772)	0	(24,532)
Total	**$ 0**	**$ (12,760)**	**$ (57,822)**	**$ 0**	**$ (70,582)**
Sale-Buyback Transactions					
U.S. Treasury Obligations	0	(9,281)	(966)	0	(10,247)
Total	**$ 0**	**$ (9,281)**	**$ (966)**	**$ 0**	**$ (10,247)**
Total Borrowings	**$ 0**	**$ (22,041)**	**$ (58,788)**	**$ 0**	**$ (80,829)**
Payable for reverse repurchase agreements and sale-buyback financing transactions					**$ (80,829)**

(j) Securities with an aggregate market value of $79,936 have been pledged as collateral under the terms of the above master agreements as of December 31, 2019.

(1) Includes accrued interest.

(2) The average amount of borrowings outstanding during the period ended December 31, 2019 was $(32,877) at a weighted average interest rate of 1.202%. Average borrowings may include reverse repurchase agreements and sale-buyback transactions, if held during the period.

(3) Payable for sale-buyback transactions includes $(8) of deferred price drop.

(4) Payable for short sales includes $27 of accrued interest.

(5) Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from borrowings and other financing transactions can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 8, Master Netting Arrangements, in the Notes to Financial Statements for more information.

(k) FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED

PURCHASED OPTIONS:

OPTIONS ON EXCHANGE-TRADED FUTURES CONTRACTS

Description	Strike Price	Expiration Date	# of Contracts	Notional Amount	Cost	Market Value
Put - CBOT U.S. Treasury 5-Year Note March 2020 Futures	$ 110.750	02/21/2020	22	$ 22	$ 0	$ 0
Put - CBOT U.S. Treasury 5-Year Note March 2020 Futures	111.000	02/21/2020	47	47	0	0
Put - CBOT U.S. Treasury 10-Year Note March 2020 Futures	114.500	02/21/2020	3	3	0	0
Put - CBOT U.S. Treasury 10-Year Note March 2020 Futures	117.000	02/21/2020	7	7	0	0
Put - CBOT U.S. Treasury 10-Year Note March 2020 Futures	117.500	02/21/2020	43	43	0	0
Call - CBOT U.S. Treasury 10-Year Note March 2020 Futures	144.500	02/21/2020	2	2	0	0
Call - CBOT U.S. Treasury 10-Year Note March 2020 Futures	145.000	02/21/2020	75	75	1	0
Call - CME 90-Day Eurodollar June 2022 Futures	99.750	06/13/2022	38	95	9	5
Call - CME 90-Day Eurodollar March 2022 Futures	99.750	03/14/2022	21	53	5	2
Total Purchased Options					**$ 15**	**$ 7**

WRITTEN OPTIONS:

OPTIONS ON EXCHANGE-TRADED FUTURES CONTRACTS

Description	Strike Price	Expiration Date	# of Contracts	Notional Amount	Premiums (Received)	Market Value
Put - CBOT U.S. Treasury 10-Year Note February 2020 Futures	$ 127.000	01/24/2020	32	$ 32	$ (6)	$ (3)
Put - CBOT U.S. Treasury 10-Year Note February 2020 Futures	127.500	01/24/2020	17	17	(5)	(3)
Call - CBOT U.S. Treasury 10-Year Note February 2020 Futures	130.000	01/24/2020	32	32	(14)	(3)
Call - CBOT U.S. Treasury 10-Year Note February 2020 Futures	130.500	01/24/2020	17	17	(4)	(1)
Total Written Options					**$ (29)**	**$ (10)**

FUTURES CONTRACTS:

LONG FUTURES CONTRACTS

Description	Expiration Month	# of Contracts	Notional Amount	Unrealized Appreciation/ (Depreciation)	Variation Margin Asset	Variation Margin Liability
Australia Government 3-Year Note March Futures	03/2020	242	$ 19,532	$ (132)	$ 6	$ (22)
Australia Government 10-Year Bond March Futures	03/2020	130	13,042	(247)	0	(68)
Call Options Strike @ EUR 114.000 on Euro-Schatz Bond March 2020 Futures(1)	02/2020	353	2	0	0	0
Call Options Strike @ EUR 187.000 on Euro-Schatz Bond March 2020 Futures(1)	02/2020	25	0	0	0	0
Call Options Strike @ EUR 188.500 on Euro-Schatz Bond March 2020 Futures(1)	02/2020	100	1	0	0	0
Euro-Bobl March Futures	03/2020	182	27,280	(79)	0	(74)
Euro-BTP Italy Government Bond March Futures	03/2020	450	64,397	(377)	0	(119)
Euro-Buxl 30-Year Bond March Futures	03/2020	20	4,450	(116)	0	(69)
Put Options Strike @ EUR 99.000 on Euro-Schatz Bond March 2020 Futures(1)	02/2020	71	1	0	0	0
U.S. Treasury 5-Year Note March Futures	03/2020	277	32,855	(124)	0	(6)
United Kingdom Long Gilt March Futures	03/2020	20	3,481	(15)	15	(34)
				$ (1,090)	$ 21	$ (392)

SHORT FUTURES CONTRACTS

Description	Expiration Month	# of Contracts	Notional Amount	Unrealized Appreciation/ (Depreciation)	Variation Margin Asset	Variation Margin Liability
Canada Government 10-Year Bond March Futures	03/2020	15	$ (1,588)	$ 9	$ 13	$ 0
Euro-Bund 10-Year Bond March Futures	03/2020	264	(50,487)	768	331	0
Euro-OAT France Government 10-Year Bond March Futures	03/2020	1	(183)	3	1	0
Euro-Schatz March Futures	03/2020	466	(58,494)	53	29	0
Japan Government 10-Year Bond March Futures	03/2020	1	(1,401)	0	1	(1)
U.S. Treasury 10-Year Note March Futures	03/2020	227	(29,152)	(12)	25	0
U.S. Treasury Ultra Long-Term Bond March Futures	03/2020	27	(4,905)	165	31	0
				$ 986	$ 431	$ (1)
Total Futures Contracts				**$ (104)**	**$ 452**	**$ (393)**

SWAP AGREEMENTS:

CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - BUY PROTECTION(2)

Reference Entity	Fixed (Pay) Rate	Payment Frequency	Maturity Date	Implied Credit Spread at December 31, 2019(4)	Notional Amount(5)	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Market Value(6)	Variation Margin Asset	Variation Margin Liability
BASF SE	(1.000)%	Quarterly	12/20/2020	0.053%	EUR 200	$ (6)	$ 4	$ (2)	$ 0	$ 0
Reynolds American, Inc.	(1.000)	Quarterly	12/20/2020	0.055	$ 700	(15)	8	(7)	0	0
United Utilities PLC	(1.000)	Quarterly	12/20/2020	0.082	EUR 200	(5)	3	(2)	0	0
						$ (26)	$ 15	$ (11)	$ 0	$ 0

CREDIT DEFAULT SWAPS ON CORPORATE ISSUES - SELL PROTECTION(3)

Reference Entity	Fixed Receive Rate	Payment Frequency	Maturity Date	Implied Credit Spread at December 31, 2019(4)	Notional Amount(5)	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Market Value(6)	Variation Margin Asset	Variation Margin Liability
Berkshire Hathaway, Inc.	1.000%	Quarterly	12/20/2022	0.181%	$ 700	$ 13	$ 4	$ 17	$ 0	$ 0
Daimler AG	1.000	Quarterly	12/20/2020	0.132	EUR 200	5	(3)	2	0	0
Shell International Finance BV	1.000	Quarterly	12/20/2026	0.345	500	18	8	26	1	0
Tesco PLC	1.000	Quarterly	06/20/2022	0.338	800	0	15	15	0	(1)
Tesco PLC	1.000	Quarterly	06/20/2025	0.962	400	(13)	14	1	0	(1)
						$ 23	$ 38	$ 61	$ 1	$ (2)

 See Accompanying Notes

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

Index/Tranches	Fixed (Pay) Rate	Payment Frequency	Maturity Date	Notional Amount(5)	Premiums Paid/ (Received)	Unrealized Appreciation/ (Depreciation)	Market Value(6)	Variation Margin Asset	Variation Margin Liability
CDX.IG-32 10-Year Index	(1.000)%	Quarterly	06/20/2029	$ 8,400	$ 1	$ (99)	$ (98)	$ 3	$ 0
CDX.IG-33 5-Year Index	(1.000)	Quarterly	12/20/2024	2,000	(47)	(6)	(53)	0	0
CDX.IG-33 10-Year Index	(1.000)	Quarterly	12/20/2029	46,300	151	(570)	(419)	18	0
iTraxx Europe Main 31 5-Year Index	(1.000)	Quarterly	06/20/2024	EUR 1,000	(31)	(1)	(32)	0	0
iTraxx Europe Main 31 10-Year Index	(1.000)	Quarterly	06/20/2029	15,600	(116)	(190)	(306)	10	0
iTraxx Europe Main 32 5-Year Index	(1.000)	Quarterly	12/20/2024	800	(24)	(1)	(25)	0	0
					$ (66)	$ (867)	$ (933)	$ 31	$ 0

CREDIT DEFAULT SWAPS ON CREDIT INDICES - SELL PROTECTION(3)

Index/Tranches	Fixed Receive Rate	Payment Frequency	Maturity Date	Notional Amount(5)	Premiums Paid/ (Received)	Unrealized Appreciation/ (Depreciation)	Market Value(6)	Variation Margin Asset	Variation Margin Liability
iTraxx Crossover 32 5-Year Index	5.000%	Quarterly	12/20/2024	EUR 1,000	$ 148	$ 7	$ 155	$ 0	$ (1)

INTEREST RATE SWAPS - BASIS SWAPS

Pay Floating Rate Index	Receive Floating Rate Index	Payment Frequency	Maturity Date	Notional Amount	Premiums Paid/ (Received)	Unrealized Appreciation/ (Depreciation)	Market Value	Variation Margin Asset	Variation Margin Liability
3-Month USD-LIBOR	01-Month USD-LIBOR + 0.117%	Quarterly	03/02/2020	$ 33,900	$ 0	$ 5	$ 5	$ 0	$ 0
3-Month USD-LIBOR(7)	01-Month USD-LIBOR + 0.091%	Quarterly	03/18/2022	132,700	(1)	14	13	5	0
3-Month USD-LIBOR(7)	01-Month USD-LIBOR + 0.084%	Quarterly	04/26/2022	30,400	0	5	5	1	0
3-Month USD-LIBOR	01-Month USD-LIBOR + 0.084%	Quarterly	06/12/2022	5,100	0	4	4	0	0
3-Month USD-LIBOR	01-Month USD-LIBOR + 0.070%	Quarterly	06/12/2022	3,900	0	4	4	0	0
3-Month USD-LIBOR	01-Month USD-LIBOR + 0.085%	Quarterly	06/19/2022	19,800	(2)	15	13	0	0
3-Month USD-LIBOR(7)	01-Month USD-LIBOR + 0.086%	Quarterly	04/12/2023	12,500	0	3	3	0	0
3-Month USD-LIBOR(7)	01-Month USD-LIBOR + 0.073%	Quarterly	04/27/2023	17,000	0	4	4	0	0
3-Month USD-LIBOR(7)	01-Month USD-LIBOR + 0.105%	Quarterly	09/27/2024	12,700	0	(4)	(4)	0	(1)
3-Month USD-LIBOR(7)	01-Month USD-LIBOR + 0.102%	Quarterly	10/04/2024	10,100	0	(2)	(2)	0	(1)
3-Month USD-LIBOR(7)	01-Month USD-LIBOR + 0.088%	Quarterly	05/23/2029	4,800	0	1	1	0	0
					$ (3)	$ 49	$ 46	$ 6	$ (2)

INTEREST RATE SWAPS

Pay/Receive Floating Rate	Floating Rate Index	Fixed Rate	Payment Frequency	Maturity Date	Notional Amount	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Market Value	Variation Margin Asset	Variation Margin Liability
Receive(7)	1-Day GBP-SONIO Compounded-OIS	0.905%	Quarterly	12/03/2039	GBP 1,300	$ 0	$ 8	$ 8	$ 9	$ 0
Receive	1-Day USD-Federal Funds Rate Compounded-OIS	2.684	Annual	04/30/2025	$ 1,200	0	(78)	(78)	2	0
Receive	1-Day USD-Federal Funds Rate Compounded-OIS	2.696	Annual	04/30/2025	1,100	0	(72)	(72)	2	0
Receive	1-Day USD-Federal Funds Rate Compounded-OIS	2.710	Annual	04/30/2025	1,200	0	(80)	(80)	2	0
Receive	1-Day USD-Federal Funds Rate Compounded-OIS	2.714	Annual	04/30/2025	2,300	0	(153)	(153)	3	0
Pay	1-Year BRL-CDI	8.880	Maturity	01/04/2021	BRL 800	1	14	15	0	0
Pay	3-Month CAD-Bank Bill	2.500	Semi-Annual	06/19/2029	CAD 16,200	333	46	379	0	(102)
Pay	3-Month CAD-Bank Bill	1.713	Semi-Annual	10/02/2029	3,100	1	(98)	(97)	0	(21)
Pay	3-Month CAD-Bank Bill	1.900	Semi-Annual	12/18/2029	10,300	173	(365)	(192)	0	(73)
Pay	3-Month CAD-Bank Bill	1.750	Semi-Annual	12/16/2046	600	(86)	34	(52)	0	(9)
Pay	3-Month CAD-Bank Bill	2.750	Semi-Annual	12/18/2048	11,000	7	894	901	0	(205)
Pay	3-Month CHF-LIBOR	0.050	Annual	03/16/2026	CHF 1,400	(24)	65	41	0	(3)
Pay	3-Month NZD-BBR	2.500	Semi-Annual	02/14/2020	NZD 7,520	9	39	48	0	0
Pay	3-Month SEK-STIBOR	1.000	Annual	06/19/2029	SEK 13,200	51	1	52	0	(9)
Receive	3-Month USD-LIBOR	1.750	Semi-Annual	06/20/2020	$ 63,700	1,091	(1,054)	37	5	0
Receive	3-Month USD-LIBOR	2.750	Semi-Annual	12/19/2020	46,900	319	(771)	(452)	6	0
Receive	3-Month USD-LIBOR	1.500	Semi-Annual	12/18/2021	10,500	38	4	42	4	0
Receive	3-Month USD-LIBOR	2.500	Semi-Annual	12/18/2021	23,800	(332)	(42)	(374)	8	0
Receive(7)	3-Month USD-LIBOR	1.305	Semi-Annual	08/21/2023	6,950	0	73	73	5	0
Receive(7)	3-Month USD-LIBOR	1.298	Semi-Annual	08/25/2024	5,950	0	72	72	3	0
Receive(7)	3-Month USD-LIBOR	1.249	Semi-Annual	08/31/2024	7,050	0	94	94	4	0
Receive(7)	3-Month USD-LIBOR	1.360	Semi-Annual	09/17/2024	4,450	0	48	48	3	0
Receive	3-Month USD-LIBOR	1.500	Semi-Annual	12/18/2024	5,800	31	35	66	6	0

Pay/Receive Floating Rate	Floating Rate Index	Fixed Rate	Payment Frequency	Maturity Date	Notional Amount	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Market Value	Variation Margin Asset	Variation Margin Liability
Receive	3-Month USD-LIBOR	2.500%	Semi-Annual	12/18/2024	$ 18,400	$ (1,001)	$ 325	$ (676)	$ 20	$ 0
Receive	3-Month USD-LIBOR	2.250	Semi-Annual	06/20/2028	28,700	1,539	(2,457)	(918)	80	0
Receive	3-Month USD-LIBOR	1.500	Semi-Annual	12/18/2029	6,900	117	137	254	21	0
Receive(7)	3-Month USD-LIBOR	1.625	Semi-Annual	01/06/2030	9,500	(185)	436	251	30	0
Receive(7)	3-Month USD-LIBOR	2.000	Semi-Annual	01/15/2030	9,400	(44)	(46)	(90)	27	0
Receive(7)	3-Month USD-LIBOR	1.250	Semi-Annual	06/17/2030	5,000	301	9	310	9	0
Receive(7)	3-Month USD-LIBOR	2.250	Semi-Annual	03/12/2050	1,100	(1)	(33)	(34)	13	0
Receive(7)	3-Month USD-LIBOR	2.000	Semi-Annual	03/20/2050	900	(4)	28	24	10	0
Pay	3-Month ZAR-JIBAR	7.250	Quarterly	06/20/2023	ZAR 7,600	4	5	9	0	(1)
Pay	6-Month CZK-PRIBOR	1.913	Annual	01/30/2029	CZK 13,900	0	13	13	0	(3)
Receive(7)	6-Month EUR-EURIBOR	0.500	Annual	03/18/2022	EUR 12,500	17	46	63	4	0
Receive(7)	6-Month EUR-EURIBOR	0.300	Annual	06/17/2022	11,800	1	11	12	5	0
Pay(7)	6-Month EUR-EURIBOR	0.500	Annual	03/18/2025	47,300	(444)	(651)	(1,095)	0	(109)
Pay(7)	6-Month EUR-EURIBOR	0.150	Annual	06/17/2025	8,800	0	(43)	(43)	0	(22)
Pay(7)	6-Month EUR-EURIBOR	1.310	Annual	06/19/2029	3,600	119	56	175	0	(12)
Pay(7)	6-Month EUR-EURIBOR	0.150	Annual	03/18/2030	38,100	(1,168)	(445)	(1,613)	0	(205)
Pay(7)	6-Month EUR-EURIBOR	0.250	Annual	03/18/2050	3,950	349	129	478	61	0
Receive(7)	6-Month EUR-EURIBOR	0.150	Annual	06/17/2030	$ 1,400	1	(17)	(16)	0	(8)
Pay(7)	6-Month GBP-LIBOR	0.750	Semi-Annual	03/18/2022	GBP 17,400	(20)	3	(17)	7	0
Pay(7)	6-Month GBP-LIBOR	1.000	Semi-Annual	06/17/2025	19,300	159	(32)	127	0	(35)
Receive(7)	6-Month GBP-LIBOR	0.750	Semi-Annual	03/18/2030	7,800	50	224	274	60	0
Receive(7)	6-Month GBP-LIBOR	1.000	Semi-Annual	06/17/2030	3,700	(14)	31	17	30	0
Pay(7)	6-Month GBP-LIBOR	1.080	Quarterly	12/03/2039	1,300	0	(8)	(8)	0	(10)
Pay(7)	6-Month GBP-LIBOR	0.750	Semi-Annual	03/18/2050	3,200	(70)	(334)	(404)	0	(68)
Pay(7)	6-Month GBP-LIBOR	1.000	Semi-Annual	06/17/2050	600	(11)	(13)	(24)	0	(13)
Pay	6-Month JPY-LIBOR	0.380	Semi-Annual	06/18/2028	JPY 164,000	47	(9)	38	1	0
Pay	6-Month JPY-LIBOR	0.200	Semi-Annual	06/19/2029	1,050,000	164	(81)	83	9	0
Pay	6-Month JPY-LIBOR	0.035	Semi-Annual	11/29/2029	810,000	(19)	(44)	(63)	7	0
Pay	6-Month JPY-LIBOR	0.400	Semi-Annual	06/19/2039	130,881	(2)	18	16	2	0
Pay	6-Month JPY-LIBOR	0.500	Semi-Annual	06/19/2049	20,000	(1)	4	3	0	0
Pay	6-Month PLN-WIBOR	2.405	Annual	01/30/2029	PLN 1,700	0	28	28	0	(1)
Pay	28-Day MXN-TIIE	7.278	Lunar	03/22/2022	MXN 21,800	(5)	20	15	0	0
Pay	28-Day MXN-TIIE	7.317	Lunar	03/23/2022	18,100	(3)	16	13	0	0
Pay	28-Day MXN-TIIE	5.825	Lunar	01/12/2023	27,400	(95)	63	(32)	0	0
						$ 1,393	$ (3,897)	$ (2,504)	$ 458	$ (909)
Total Swap Agreements						**$ 1,469**	**$ (4,655)**	**$ (3,186)**	**$ 496**	**$ (914)**

FINANCIAL DERIVATIVE INSTRUMENTS: EXCHANGE-TRADED OR CENTRALLY CLEARED SUMMARY

The following is a summary of the market value and variation margin of Exchange-Traded or Centrally Cleared Financial Derivative Instruments as of December 31, 2019:

	Financial Derivative Assets				Financial Derivative Liabilities			
	Market Value	Variation Margin Asset			Market Value	Variation Margin Liability		
	Purchased Options	Futures	Swap Agreements	Total	Written Options	Futures	Swap Agreements	Total
Total Exchange-Traded or Centrally Cleared	**$ 7**	**$ 452**	**$ 496**	**$ 955**	**$ (10)**	**$ (393)**	**$ (914)**	**$ (1,317)**

(l) Securities with an aggregate market value of $5,011 and cash of $3,411 have been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of December 31, 2019. See Note 8, Master Netting Arrangements, in the Notes to Financial Statements for more information.

(1) Future styled option.

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

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

(4) Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on sovereign issues as of period end serve as indicators 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. Wider credit spreads 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.

(5) The maximum potential amount the Portfolio could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.

See Accompanying Notes

(6) The prices and resulting values for credit default swap agreements serve as indicators of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement be closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the underlying referenced instrument's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

(7) This instrument has a forward starting effective date. See Note 2, Securities Transactions and Investment Income, in the Notes to Financial Statements for further information.

(m) FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER

FORWARD FOREIGN CURRENCY CONTRACTS:

Counterparty	Settlement Month	Currency to be Delivered		Currency to be Received		Unrealized Appreciation/ (Depreciation) Asset	Unrealized Appreciation/ (Depreciation) Liability
BOA	01/2020	CAD	7	$	5	$ 0	$ 0
	01/2020	CLP	580,315		792	20	0
	01/2020	CZK	6,000		262	0	(2)
	01/2020	DKK	144,062		21,366	0	(259)
	01/2020	SEK	52		6	0	0
	01/2020	$	3,110	AUD	4,580	105	0
	01/2020		566	CAD	740	4	0
	01/2020		564	EUR	507	5	0
	01/2020		494	GBP	380	10	0
	01/2020		693	KRW	823,711	20	0
	02/2020	PLN	519	$	135	0	(2)
	03/2020	RON	1,843	EUR	372	0	(12)
	03/2020	ZAR	6,304	$	417	0	(29)
BPS	01/2020	DKK	13,045		1,942	0	(16)
	01/2020	EUR	4,471		4,986	0	(32)
	01/2020	GBP	19,804		25,672	5	(571)
	01/2020	JPY	350,951		3,216	0	(15)
	01/2020	NOK	12,037		1,315	0	(56)
	01/2020	SEK	7,397		773	0	(17)
	01/2020	$	13	CHF	13	0	0
	01/2020		5,573	EUR	4,994	31	0
	01/2020		5,634	GBP	4,280	36	0
	01/2020		315	KRW	374,850	9	0
	01/2020		552	NZD	844	17	0
	02/2020	PEN	2,794	$	824	0	(19)
	02/2020	PLN	5,585		1,454	0	(18)
	02/2020	$	1,428	TWD	42,620	0	0
	03/2020	HKD	3,683	$	470	0	(2)
	03/2020	RON	1,606	EUR	323	0	(11)
	03/2020	$	4,266	IDR	60,831,611	104	0
	05/2020		4,740	INR	348,248	84	0
	09/2020	HKD	2,687	$	342	0	(2)
BRC	01/2020	CLP	286,321		380	0	(1)
	01/2020	EUR	706		784	0	(9)
	01/2020	JPY	306,856		2,805	0	(20)
	01/2020	$	380	CLP	286,321	1	0
	03/2020		587	KRW	695,947	16	0
	04/2020	INR	349,802	$	4,822	0	(28)
	09/2020	$	3,765	HKD	29,527	19	0
BSH	01/2020	MXN	35,090	$	1,804	0	(46)
CBK	01/2020	BRL	32,906		8,056	0	(124)
	01/2020	CLP	205,434		275	2	0
	01/2020	COP	525,793		157	0	(3)
	01/2020	DKK	8,520		1,266	0	(13)
	01/2020	ILS	989		286	0	(1)
	01/2020	JPY	7,661,941		70,570	43	(1)
	01/2020	MXN	4,300		223	0	(4)
	01/2020	NOK	20,238		2,247	0	(58)
	01/2020	$	8,164	BRL	32,906	16	0
	01/2020		1,844	CLP	1,399,142	27	(10)
	01/2020		490	EUR	441	5	0
	01/2020		564	GBP	433	10	0
	01/2020		148	KRW	175,980	4	0
	01/2020		736	MXN	14,405	24	0
	02/2020	COP	3,604,606	$	1,062	0	(33)
	02/2020	PEN	10,205		3,028	0	(47)
	02/2020	$	7,106	BRL	28,924	78	0
	02/2020		2,118	COP	7,339,981	112	0

Counterparty	Settlement Month	Currency to be Delivered		Currency to be Received		Unrealized Appreciation/ (Depreciation) Asset	Unrealized Appreciation/ (Depreciation) Liability
	03/2020	CNH	28,932	$	4,100	$ 0	$ (49)
	03/2020	KRW	13,330,808		11,362	0	(194)
	03/2020	RON	1,618	EUR	326	0	(11)
	03/2020	$	909	PEN	3,090	21	0
	04/2020		1,336	MXN	26,289	33	0
DUB	03/2020	CNH	5,353	$	743	0	(25)
	03/2020	$	2,793	CNH	19,952	69	0
FBF	01/2020		66	KRW	78,276	2	0
	03/2020	CNH	65	$	9	0	0
GLM	01/2020	BRL	9,094		2,256	0	(4)
	01/2020	CHF	635		639	0	(18)
	01/2020	CLP	99,779		133	0	0
	01/2020	COP	2,260,206		676	0	(11)
	01/2020	MXN	4,500		233	0	(5)
	01/2020	$	2,156	BRL	9,094	105	0
	01/2020		958	CLP	719,808	5	(5)
	01/2020		30,682	DKK	206,463	310	0
	02/2020	COP	943,949	$	278	0	(9)
	03/2020	CNH	4,728		670	0	(8)
	03/2020	EUR	242	RON	1,178	2	0
	04/2020	DKK	200,153	$	29,939	0	(292)
HUS	01/2020	BRL	1,515		370	0	(7)
	01/2020	CAD	2,350		1,776	0	(34)
	01/2020	CHF	3,895		3,939	0	(87)
	01/2020	CLP	1,210,602		1,673	62	0
	01/2020	CZK	6,000		262	0	(2)
	01/2020	DKK	25,675		3,822	0	(32)
	01/2020	EUR	506		565	0	(3)
	01/2020	GBP	2,565		3,344	0	(54)
	01/2020	KRW	800,037		690	0	(2)
	01/2020	NZD	829		548	0	(11)
	01/2020	$	1,118	AUD	1,622	20	0
	01/2020		376	BRL	1,515	1	0
	01/2020		1,125	GBP	843	0	(8)
	01/2020		357	KRW	425,187	11	0
	01/2020		1,300	RUB	85,944	82	0
	02/2020	KRW	2,730,442	$	2,300	0	(65)
	03/2020	CNH	32,931		4,626	0	(97)
	03/2020	$	2,272	CNH	16,021	26	0
	03/2020		691	KRW	800,037	3	0
	04/2020		4,767	INR	349,802	82	0
JPM	01/2020	DKK	16,820	$	2,490	0	(35)
	01/2020	$	408	EUR	367	4	0
	01/2020		2,134	MXN	42,893	128	0
	02/2020	PLN	4,319	$	1,127	0	(12)
	05/2020	INR	173,974		2,414	4	0
MYI	01/2020	AUD	825		567	0	(12)
	01/2020	EUR	55,343		61,194	0	(912)
	01/2020	NZD	2,207		1,462	0	(24)
	01/2020	SEK	66		7	0	0
	01/2020	$	2,236	CAD	2,972	53	0
	01/2020		8,263	JPY	896,403	2	(12)
	01/2020		2,654	NOK	23,907	70	0
	03/2020	RON	1,620	EUR	326	0	(11)
	03/2020	$	3,019	RUB	196,175	116	0
	06/2021		38	EUR	30	0	(4)
RYL	01/2020	CLP	466,943	$	613	0	(8)
	01/2020	MXN	57,298		2,966	0	(56)
	01/2020	$	613	CLP	466,943	8	0
	01/2020		158	DKK	1,050	0	0
	02/2020	COP	3,391	$	1	0	0
	05/2020	$	2,921	MXN	57,298	55	0
SCX	01/2020	AUD	299	$	208	0	(2)
	01/2020	EUR	1,011		1,124	0	(11)
	01/2020	$	1,690	AUD	2,475	48	0
	01/2020		574	CHF	566	11	0
	01/2020		1,131	NZD	1,737	39	0
	01/2020		568	SEK	5,402	9	0

Counterparty	Settlement Month	Currency to be Delivered		Currency to be Received		Unrealized Appreciation/ (Depreciation) Asset	Liability
	02/2020	$	902	PLN	3,534	$ 30	$ 0
	02/2020	ZAR	4,534	$	291	0	(30)
	03/2020	TWD	42,578		1,404	0	(27)
	09/2020	HKD	27,161		3,456	0	(25)
SOG	03/2020	ZAR	3,152		209	0	(14)
SSB	01/2020	$	5,992	BRL	25,328	305	0
	03/2020	CNY	235,326	$	33,371	0	(357)
	03/2020	$	1,726	CNY	12,386	49	0
	05/2020	INR	174,274	$	2,424	10	0
TOR	01/2020	CLP	5,976		8	0	0
	01/2020	$	577	CLP	458,937	33	0
UAG	01/2020	CAD	11,388	$	8,556	0	(214)
	01/2020	JPY	1,222,100		11,191	0	(59)
	03/2020	EUR	1,132	RON	5,509	11	0
Total Forward Foreign Currency Contracts						**$ 2,626**	**$ (4,319)**

PURCHASED OPTIONS:

FOREIGN CURRENCY OPTIONS

Counterparty	Description	Strike Price		Expiration Date	Notional Amount(1)	Cost	Market Value
HUS	Put - OTC EUR versus NOK	NOK	9.900	01/20/2020	2,530	$ 5	$ 23
	Put - OTC USD versus CNH	CNH	6.900	03/06/2020	16,690	51	56
						$ 56	$ 79

INTEREST RATE SWAPTIONS

Counterparty	Description	Floating Rate Index	Pay/Receive Floating Rate	Exercise Rate	Expiration Date	Notional Amount(1)	Cost	Market Value
BOA	Put - OTC 30-Year Interest Rate Swap	3-Month USD-LIBOR	Receive	2.175%	09/15/2021	1,900	$ 79	$ 123
DUB	Put - OTC 30-Year Interest Rate Swap	3-Month USD-LIBOR	Receive	1.779	08/19/2020	2,100	110	194
FBF	Put - OTC 30-Year Interest Rate Swap	3-Month USD-LIBOR	Receive	1.733	08/26/2021	2,000	148	242
MYC	Put - OTC 30-Year Interest Rate Swap	3-Month USD-LIBOR	Receive	2.005	06/08/2020	1,700	68	83
	Put - OTC 30-Year Interest Rate Swap	3-Month USD-LIBOR	Receive	1.984	06/09/2020	1,000	38	52
	Put - OTC 30-Year Interest Rate Swap	3-Month USD-LIBOR	Receive	1.752	08/23/2021	1,700	126	201
							$ 569	$ 895

OPTIONS ON SECURITIES

Counterparty	Description	Strike Price	Expiration Date	Notional Amount(1)	Cost	Market Value
FAR	Put - OTC Uniform Mortgage-Backed Security, TBA 3.500% due 01/01/2050	$ 73.000	01/07/2020	9,500	$ 0	$ 0
Total Purchased Options					**$ 625**	**$ 974**

WRITTEN OPTIONS:

CREDIT DEFAULT SWAPTIONS ON CREDIT INDICES

Counterparty	Description	Buy/Sell Protection	Exercise Rate	Expiration Date	Notional Amount(1)	Premiums (Received)	Market Value
BOA	Call - OTC CDX.IG-33 5-Year Index	Buy	0.475%	02/19/2020	1,300	$ (1)	$ (2)
	Put - OTC CDX.IG-33 5-Year Index	Sell	0.725	02/19/2020	1,300	(1)	0
	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.425	03/18/2020	2,000	(1)	(2)
	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.450	03/18/2020	700	(1)	(1)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.700	03/18/2020	2,000	(2)	(1)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.800	03/18/2020	700	(1)	0
BPS	Put - OTC CDX.IG-33 5-Year Index	Sell	0.900	01/15/2020	1,200	(2)	0
	Call - OTC CDX.IG-33 5-Year Index	Buy	0.475	02/19/2020	1,000	(1)	(2)
	Put - OTC CDX.IG-33 5-Year Index	Sell	0.800	02/19/2020	1,000	(1)	0
	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.450	02/19/2020	900	0	(1)
	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.475	02/19/2020	900	0	(2)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.800	02/19/2020	1,800	(3)	0

Counterparty	Description	Buy/Sell Protection	Exercise Rate	Expiration Date	Notional Amount(1)	Premiums (Received)	Market Value
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.900%	02/19/2020	1,100	$ (2)	$ 0
	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.450	03/18/2020	1,300	(1)	(2)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.800	03/18/2020	1,400	(2)	0
BRC	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.475	02/19/2020	600	0	(2)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.800	02/19/2020	600	(1)	0
	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.425	03/18/2020	2,700	(1)	(2)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.700	03/18/2020	2,700	(3)	(1)
CBK	Put - OTC CDX.IG-33 5-Year Index	Sell	0.900	01/15/2020	1,100	(1)	0
	Put - OTC CDX.IG-33 5-Year Index	Sell	1.000	01/15/2020	1,700	(1)	0
CKL	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.475	02/19/2020	1,000	(1)	(2)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.850	02/19/2020	1,000	(1)	0
DBL	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.475	01/15/2020	1,300	(1)	(3)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.800	01/15/2020	1,300	(2)	0
	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.425	02/19/2020	700	0	(1)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.700	02/19/2020	700	(1)	0
	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.450	03/18/2020	700	(1)	(1)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.800	03/18/2020	600	(1)	0
FBF	Put - OTC CDX.IG-33 5-Year Index	Sell	0.900	01/15/2020	1,200	(1)	0
GST	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.450	03/18/2020	1,400	(1)	(2)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.800	03/18/2020	1,400	(1)	0
JLN	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.425	03/18/2020	700	0	(1)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.700	03/18/2020	700	(1)	0
JPM	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.450	03/18/2020	700	(1)	(1)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.800	03/18/2020	700	(1)	0
MEI	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.475	02/19/2020	600	0	(1)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.900	02/19/2020	600	(1)	0
	Call - OTC iTraxx Europe 32 5-Year Index	Buy	0.450	03/18/2020	500	0	(1)
	Put - OTC iTraxx Europe 32 5-Year Index	Sell	0.800	03/18/2020	500	(1)	0
						$ (42)	$ (31)

FOREIGN CURRENCY OPTIONS

Counterparty	Description	Strike Price	Expiration Date	Notional Amount(1)	Premiums (Received)	Market Value
GLM	Put - OTC GBP versus USD	$ 1.285	01/17/2020	2,120	$ (17)	$ (2)
	Put - OTC GBP versus USD	1.283	01/24/2020	2,131	(17)	(2)
HUS	Call - OTC USD versus CNH	CNH 7.140	03/06/2020	8,345	(51)	(17)
SCX	Put - OTC USD versus CNH	6.950	01/15/2020	2,649	(7)	(7)
	Call - OTC USD versus CNH	7.080	01/15/2020	2,649	(8)	(1)
					$ (100)	$ (29)

INTEREST RATE SWAPTIONS

Counterparty	Description	Floating Rate Index	Pay/Receive Floating Rate	Exercise Rate	Expiration Date	Notional Amount(1)	Premiums (Received)	Market Value
BOA	Call - OTC 2-Year Interest Rate Swap	3-Month USD-LIBOR	Receive	1.570%	02/25/2020	15,400	$ (35)	$ (9)
	Put - OTC 2-Year Interest Rate Swap	3-Month USD-LIBOR	Pay	1.570	02/25/2020	15,400	(35)	(40)
	Put - OTC 3-Year Interest Rate Swap	3-Month USD-LIBOR	Pay	1.880	09/15/2021	15,800	(78)	(116)
DUB	Put - OTC 3-Year Interest Rate Swap	3-Month USD-LIBOR	Pay	1.456	08/19/2020	17,500	(110)	(162)
FBF	Put - OTC 3-Year Interest Rate Swap	3-Month USD-LIBOR	Pay	1.399	08/26/2021	16,600	(147)	(244)
GLM	Call - OTC 2-Year Interest Rate Swap	3-Month USD-LIBOR	Receive	1.540	02/24/2020	12,500	(29)	(6)
	Put - OTC 2-Year Interest Rate Swap	3-Month USD-LIBOR	Pay	1.540	02/24/2020	12,500	(29)	(38)
MYC	Put - OTC 1-Year Interest Rate Swap(2)	3-Month USD-LIBOR	Pay	1.600	06/08/2020	40,800	(68)	(76)
	Put - OTC 1-Year Interest Rate Swap(2)	3-Month USD-LIBOR	Pay	1.600	06/09/2020	24,000	(38)	(44)
	Put - OTC 2-Year Interest Rate Swap	3-Month JPY-LIBOR	Pay	0.047	06/29/2020	918,000	(3)	(12)
	Put - OTC 3-Year Interest Rate Swap	3-Month USD-LIBOR	Pay	1.448	08/23/2021	14,100	(126)	(195)
							$ (698)	$ (942)

 See Accompanying Notes

INTEREST RATE-CAPPED OPTIONS

Counterparty	Description	Exercise Rate	Floating Rate Index	Expiration Date	Notional Amount(1)	Premiums (Received)	Market Value
MYC	Call - OTC 1-Year Interest Rate Floor(2)	0.000%	3-Month USD-LIBOR	10/07/2022	9,500	$ (10)	$ (4)
	Call - OTC 1-Year Interest Rate Floor(2)	0.000	3-Month USD-LIBOR	10/11/2022	5,250	(5)	(3)
						$ (15)	$ (7)
Total Written Options						**$ (855)**	**$ (1,009)**

SWAP AGREEMENTS:

CREDIT DEFAULT SWAPS ON SOVEREIGN ISSUES - BUY PROTECTION(3)

Counterparty	Reference Entity	Fixed (Pay) Rate	Payment Frequency	Maturity Date	Implied Credit Spread at December 31, 2019(5)	Notional Amount(6)	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value(7) Asset	Liability
BOA	Japan Government International Bond	(1.000)%	Quarterly	06/20/2022	0.085%	$ 200	$ (7)	$ 3	$ 0	$ (4)
BPS	Japan Government International Bond	(1.000)	Quarterly	06/20/2022	0.085	1,700	(61)	22	0	(39)
	South Korea Government International Bond	(1.000)	Quarterly	06/20/2023	0.141	3,000	(73)	(16)	0	(89)
BRC	China Government International Bond	(1.000)	Quarterly	06/20/2023	0.189	800	(15)	(7)	0	(22)
	Japan Government International Bond	(1.000)	Quarterly	06/20/2022	0.085	1,200	(41)	14	0	(27)
	South Korea Government International Bond	(1.000)	Quarterly	06/20/2023	0.141	2,000	(51)	(8)	0	(59)
CBK	Japan Government International Bond	(1.000)	Quarterly	06/20/2022	0.085	1,000	(35)	12	0	(23)
GST	China Government International Bond	(1.000)	Quarterly	06/20/2023	0.189	1,600	(31)	(14)	0	(45)
	Japan Government International Bond	(1.000)	Quarterly	06/20/2022	0.085	1,700	(60)	22	0	(38)
HUS	South Korea Government International Bond	(1.000)	Quarterly	06/20/2023	0.141	800	(20)	(4)	0	(24)
JPM	South Korea Government International Bond	(1.000)	Quarterly	06/20/2023	0.141	200	(5)	(1)	0	(6)
							$ (399)	$ 23	$ 0	$ (376)

CREDIT DEFAULT SWAPS ON SOVEREIGN ISSUES - SELL PROTECTION(4)

Counterparty	Reference Entity	Fixed Receive Rate	Payment Frequency	Maturity Date	Implied Credit Spread at December 31, 2019(5)	Notional Amount(6)	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value(7) Asset	Liability
GST	South Africa Government International Bond	1.000%	Quarterly	06/20/2024	1.501%	$ 900	$ (40)	$ 21	$ 0	$ (19)
JPM	South Africa Government International Bond	1.000	Quarterly	06/20/2023	1.229	400	(21)	18	0	(3)
							$ (61)	$ 39	$ 0	$ (22)

CROSS-CURRENCY SWAPS

Counterparty	Receive	Pay	Payment Frequency	Maturity Date(8)	Notional Amount of Currency Received	Notional Amount of Currency Delivered	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value Asset	Liability
CBK	Floating rate equal to 3-Month AUD-LIBOR plus 0.420% based on the notional amount of currency received	Floating rate equal to 3-Month USD-LIBOR based on the notional amount of currency delivered	Maturity	07/31/2029	AUD 4,200	$ 2,898	$ 1	$ 55	$ 56	$ 0
	Floating rate equal to 3-Month EUR-EURIBOR less 0.172% based on the notional amount of currency received	Floating rate equal to 3-Month USD-LIBOR based on the notional amount of currency delivered	Maturity	01/23/2030	EUR 3,300	3,696	(16)	18	2	0
GLM	Floating rate equal to 3-Month AUD-LIBOR plus 0.423% based on the notional amount of currency received	Floating rate equal to 3-Month USD-LIBOR based on the notional amount of currency delivered	Maturity	08/01/2029	AUD 4,100	2,829	(15)	70	55	0
	Floating rate equal to 3-Month EUR-EURIBOR less 0.181% based on the notional amount of currency received	Floating rate equal to 3-Month USD-LIBOR based on the notional amount of currency delivered	Maturity	02/18/2030	EUR 1,600	1,760	1	30	31	0

Counterparty	Receive	Pay	Payment Frequency	Maturity Date[8]	Notional Amount of Currency Received	Notional Amount of Currency Delivered	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value Asset	Swap Agreements, at Value Liability
MYI	Floating rate equal to 3-Month EUR-EURIBOR less 0.162% based on the notional amount of currency received	Floating rate equal to 3-Month USD-LIBOR based on the notional amount of currency delivered	Maturity	03/18/2030	EUR 1,700	$ 1,901	$ (11)	$ 18	$ 7	$ 0
							$ (40)	$ 191	$ 151	$ 0

INTEREST RATE SWAPS

Counterparty	Pay/Receive Floating Rate	Floating Rate Index	Fixed Rate	Payment Frequency	Maturity Date	Notional Amount	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value Asset	Swap Agreements, at Value Liability
BPS	Pay	1-Year ILS-TELBOR	1.180%	Annual	01/30/2024	ILS 8,500	$ 0	$ 113	$ 113	$ 0
	Pay	1-Year ILS-TELBOR	1.786	Annual	05/01/2029	1,400	0	39	39	0
CBK	Pay	1-Year ILS-TELBOR	1.755	Annual	04/29/2029	2,100	0	57	57	0
GLM	Pay	1-Year ILS-TELBOR	1.780	Annual	04/22/2029	1,800	0	51	51	0
	Pay	1-Year ILS-TELBOR	1.779	Annual	04/30/2029	1,800	0	50	50	0
HUS	Pay	1-Year ILS-TELBOR	1.785	Annual	04/25/2029	800	0	23	23	0
JPM	Pay	1-Year ILS-TELBOR	1.775	Annual	04/25/2029	2,100	1	58	59	0
							$ 1	$ 391	$ 392	$ 0

TOTAL RETURN SWAPS ON INTEREST RATE INDICES

Counterparty	Pay/Receive[9]	Underlying Reference	# of Units	Financing Rate	Payment Frequency	Maturity Date	Notional Amount	Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Swap Agreements, at Value Asset	Swap Agreements, at Value Liability
BRC	Receive	iBoxx USD Liquid Investment Grade Index	N/A	1.908% (3-Month USD-LIBOR)	Maturity	03/20/2020	$ 2,600	$ 16	$ (223)	$ 0	$ (207)
FBF	Receive	iBoxx USD Liquid Investment Grade Index	N/A	1.908% (3-Month USD-LIBOR)	Maturity	03/20/2020	3,300	10	(83)	0	(73)
GST	Receive	iBoxx USD Liquid Investment Grade Index	N/A	1.908% (3-Month USD-LIBOR plus a specified spread)	Maturity	03/20/2020	1,000	5	(8)	0	(3)
	Receive	iBoxx USD Liquid Investment Grade Index	N/A	1.908% (3-Month USD-LIBOR)	Maturity	03/20/2020	5,500	10	(88)	0	(78)
MYC	Receive	iBoxx USD Liquid Investment Grade Index	N/A	1.908% (3-Month USD-LIBOR)	Maturity	03/20/2020	3,300	10	(75)	0	(65)
								$ 51	$ (477)	$ 0	$ (426)
Total Swap Agreements								**$ (448)**	**$ 167**	**$ 543**	**$ (824)**

FINANCIAL DERIVATIVE INSTRUMENTS: OVER THE COUNTER SUMMARY

The following is a summary by counterparty of the market value of OTC financial derivative instruments and collateral pledged/(received) as of December 31, 2019:

	Financial Derivative Assets				Financial Derivative Liabilities						
Counterparty	Forward Foreign Currency Contracts	Purchased Options	Swap Agreements	Total Over the Counter	Forward Foreign Currency Contracts	Written Options	Swap Agreements	Total Over the Counter	Net Market Value of OTC Derivatives	Collateral Pledged/ (Received)	Net Exposure[10]
BOA	$ 164	$ 123	$ 0	$ 287	$ (304)	$ (171)	$ (4)	$ (479)	$ (192)	$ 0	$ (192)
BPS	286	0	152	438	(759)	(7)	(128)	(894)	(456)	297	(159)
BRC	36	0	0	36	(58)	(5)	(315)	(378)	(342)	283	(59)
BSH	0	0	0	0	(46)	0	0	(46)	(46)	0	(46)
CBK	375	0	115	490	(548)	0	(23)	(571)	(81)	(300)	(381)
CKL	0	0	0	0	0	(2)	0	(2)	(2)	0	(2)
DBL	0	0	0	0	0	(5)	0	(5)	(5)	0	(5)
DUB	69	194	0	263	(25)	(162)	0	(187)	76	(60)	16
FBF	2	242	0	244	0	(244)	(73)	(317)	(73)	0	(73)
GLM	422	0	187	609	(352)	(48)	0	(400)	209	0	209
GST	0	0	0	0	0	(2)	(183)	(185)	(185)	296	111
HUS	287	79	23	389	(402)	(17)	(24)	(443)	(54)	0	(54)
JLN	0	0	0	0	0	(1)	0	(1)	(1)	0	(1)
JPM	136	0	59	195	(47)	(1)	(9)	(57)	138	(260)	(122)

	Financial Derivative Assets				Financial Derivative Liabilities						
Counterparty	Forward Foreign Currency Contracts	Purchased Options	Swap Agreements	Total Over the Counter	Forward Foreign Currency Contracts	Written Options	Swap Agreements	Total Over the Counter	Net Market Value of OTC Derivatives	Collateral Pledged/ (Received)	Net Exposure[10]
MEI	$ 0	$ 0	$ 0	$ 0	$ 0	$ (2)	$ 0	$ (2)	$ (2)	$ 0	$ (2)
MYC	0	336	0	336	0	(334)	(65)	(399)	(63)	(397)	(460)
MYI	241	0	7	248	(975)	0	0	(975)	(727)	536	(191)
RYL	63	0	0	63	(64)	0	0	(64)	(1)	(10)	(11)
SCX	137	0	0	137	(95)	(8)	0	(103)	34	0	34
SOG	0	0	0	0	(14)	0	0	(14)	(14)	0	(14)
SSB	364	0	0	364	(357)	0	0	(357)	7	(90)	(83)
TOR	33	0	0	33	0	0	0	0	33	0	33
UAG	11	0	0	11	(273)	0	0	(273)	(262)	0	(262)
Total Over the Counter	**$ 2,626**	**$ 974**	**$ 543**	**$ 4,143**	**$ (4,319)**	**$ (1,009)**	**$ (824)**	**$ (6,152)**			

(n) Securities with an aggregate market value of $1,445 have been pledged as collateral for financial derivative instruments as governed by International Swaps and Derivatives Association, Inc. master agreements as of December 31, 2019.

(1) Notional Amount represents the number of contracts.

(2) The underlying instrument has a forward starting effective date. See Note 2, Securities Transactions and Investment Income, in the Notes to Financial Statements for further information.

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

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

(5) Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on sovereign issues as of period end serve as indicators 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. Wider credit spreads 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.

(6) The maximum potential amount the Portfolio could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.

(7) The prices and resulting values for credit default swap agreements serve as indicators of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement be closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the underlying referenced instrument's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

(8) At the maturity date, the notional amount of the currency received will be exchanged back for the notional amount of the currency delivered.

(9) Receive represents that the Portfolio receives payments for any positive net return on the underlying reference. The Portfolio makes payments for any negative net return on such underlying reference. Pay represents that the Portfolio receives payments for any negative net return on the underlying reference. The Portfolio makes payments for any positive net return on such underlying reference.

(10) Net Exposure represents the net receivable/(payable) that would be due from/to the counterparty in the event of default. Exposure from OTC financial derivative instruments can only be netted across transactions governed under the same master agreement with the same legal entity. See Note 8, Master Netting Arrangements, in the Notes to Financial Statements for more information.

FAIR VALUE OF FINANCIAL DERIVATIVE INSTRUMENTS

The following is a summary of the fair valuation of the Portfolio's derivative instruments categorized by risk exposure. See Note 7, Principal Risks, in the Notes to Financial Statements on risks of the Portfolio.

Fair Values of Financial Derivative Instruments on the Statement of Assets and Liabilities as of December 31, 2019:

	Derivatives not accounted for as hedging instruments					
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts	Total
Financial Derivative Instruments - Assets						
Exchange-traded or centrally cleared						
Purchased Options	$ 0	$ 0	$ 0	$ 0	$ 7	$ 7
Futures	0	0	0	0	452	452
Swap Agreements	0	32	0	0	464	496
	$ 0	$ 32	$ 0	$ 0	$ 923	$ 955
Over the counter						
Forward Foreign Currency Contracts	$ 0	$ 0	$ 0	$ 2,626	$ 0	$ 2,626
Purchased Options	0	0	0	79	895	974
Swap Agreements	0	0	0	151	392	543
	$ 0	$ 0	$ 0	$ 2,856	$ 1,287	$ 4,143
	$ 0	$ 32	$ 0	$ 2,856	$ 2,210	$ 5,098

	Derivatives not accounted for as hedging instruments					
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts	Total
Financial Derivative Instruments - Liabilities						
Exchange-traded or centrally cleared						
Written Options	$ 0	$ 0	$ 0	$ 0	$ 10	$ 10
Futures	0	0	0	0	393	393
Swap Agreements	0	3	0	0	911	914
	$ 0	$ 3	$ 0	$ 0	$ 1,314	$ 1,317
Over the counter						
Forward Foreign Currency Contracts	$ 0	$ 0	$ 0	$ 4,319	$ 0	$ 4,319
Written Options	0	31	0	29	949	1,009
Swap Agreements	0	398	0	0	426	824
	$ 0	$ 429	$ 0	$ 4,348	$ 1,375	$ 6,152
	$ 0	$ 432	$ 0	$ 4,348	$ 2,689	$ 7,469

The effect of Financial Derivative Instruments on the Statement of Operations for the period ended December 31, 2019:

	Derivatives not accounted for as hedging instruments					
	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Exchange Contracts	Interest Rate Contracts	Total
Net Realized Gain (Loss) on Financial Derivative Instruments						
Exchange-traded or centrally cleared						
Purchased Options	$ 0	$ 0	$ 0	$ 0	$ (10)	$ (10)
Written Options	0	0	0	0	162	162
Futures	0	0	0	0	3,614	3,614
Swap Agreements	0	(592)	0	0	660	68
	$ 0	$ (592)	$ 0	$ 0	$ 4,426	$ 3,834
Over the counter						
Forward Foreign Currency Contracts	$ 0	$ 0	$ 0	$ 15,207	$ 0	$ 15,207
Purchased Options	0	0	0	(118)	601	483
Written Options	0	67	0	350	(354)	63
Swap Agreements	0	(197)	0	(4,537)	(185)	(4,919)
	$ 0	$ (130)	$ 0	$ 10,902	$ 62	$ 10,834
	$ 0	$ (722)	$ 0	$ 10,902	$ 4,488	$ 14,668
Net Change in Unrealized Appreciation (Depreciation) on Financial Derivative Instruments						
Exchange-traded or centrally cleared						
Purchased Options	$ 0	$ 0	$ 0	$ 0	$ (6)	$ (6)
Written Options	0	0	0	0	20	20
Futures	0	0	0	0	456	456
Swap Agreements	0	(2,405)	0	0	(2,962)	(5,367)
	$ 0	$ (2,405)	$ 0	$ 0	$ (2,492)	$ (4,897)
Over the counter						
Forward Foreign Currency Contracts	$ 0	$ 0	$ 0	$ 247	$ 0	$ 247
Purchased Options	0	0	0	35	327	362
Written Options	0	19	0	102	(236)	(115)
Swap Agreements	0	74	0	928	9	1,011
	$ 0	$ 93	$ 0	$ 1,312	$ 100	$ 1,505
	$ 0	$ (2,312)	$ 0	$ 1,312	$ (2,392)	$ (3,392)

FAIR VALUE MEASUREMENTS

The following is a summary of the fair valuations according to the inputs used as of December 31, 2019 in valuing the Portfolio’s assets and liabilities:

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 12/31/2019
Investments in Securities, at Value				
Argentina				
Sovereign Issues	$ 0	$ 314	$ 0	$ 314
Australia				
Asset-Backed Securities	0	296	0	296
Corporate Bonds & Notes	0	315	0	315
Non-Agency Mortgage-Backed Securities	0	2,229	0	2,229
Sovereign Issues	0	107	0	107
Brazil				
Corporate Bonds & Notes	0	2,124	0	2,124
Canada				
Corporate Bonds & Notes	0	4,045	0	4,045
Non-Agency Mortgage-Backed Securities	0	882	0	882
Sovereign Issues	0	4,205	0	4,205
Cayman Islands				
Asset-Backed Securities	0	12,203	0	12,203
Corporate Bonds & Notes	0	6,352	0	6,352
China				
Sovereign Issues	0	35,501	0	35,501
Denmark				
Corporate Bonds & Notes	0	31,594	0	31,594
France				
Corporate Bonds & Notes	0	1,398	0	1,398
Sovereign Issues	0	13,120	0	13,120
Germany				
Corporate Bonds & Notes	0	7,950	0	7,950
Guernsey, Channel Islands				
Corporate Bonds & Notes	0	838	0	838
Hong Kong				
Corporate Bonds & Notes	0	429	0	429
India				
Corporate Bonds & Notes	0	920	0	920
Indonesia				
Corporate Bonds & Notes	0	315	0	315
Ireland				
Asset-Backed Securities	0	4,993	0	4,993
Corporate Bonds & Notes	0	1,432	0	1,432
Sovereign Issues	0	1,015	0	1,015
Israel				
Sovereign Issues	0	886	0	886
Italy				
Corporate Bonds & Notes	0	5,283	0	5,283
Sovereign Issues	0	25,080	0	25,080
Japan				
Corporate Bonds & Notes	0	8,522	0	8,522
Sovereign Issues	0	81,394	0	81,394
Kuwait				
Sovereign Issues	0	3,218	0	3,218
Lithuania				
Sovereign Issues	0	1,763	0	1,763
Luxembourg				
Corporate Bonds & Notes	0	1,590	0	1,590
Multinational				
Corporate Bonds & Notes	0	745	0	745
Netherlands				
Asset-Backed Securities	0	1,992	0	1,992
Corporate Bonds & Notes	0	6,323	0	6,323
Preferred Securities	0	215	0	215
Norway				
Corporate Bonds & Notes	0	1,635	0	1,635
Sovereign Issues	0	212	0	212
Peru				
Corporate Bonds & Notes	0	579	0	579
Sovereign Issues	0	3,901	0	3,901
Poland				
Corporate Bonds & Notes	$ 0	$ 226	$ 0	$ 226
Sovereign Issues	0	1,766	0	1,766
Qatar				
Sovereign Issues	0	9,210	0	9,210
Saudi Arabia				
Corporate Bonds & Notes	0	404	0	404
Sovereign Issues	0	8,182	0	8,182
Singapore				
Corporate Bonds & Notes	0	3,461	0	3,461
Slovenia				
Sovereign Issues	0	1,605	0	1,605
South Africa				
Sovereign Issues	0	501	0	501
South Korea				
Corporate Bonds & Notes	0	400	0	400
Sovereign Issues	0	11,650	0	11,650
Spain				
Asset-Backed Securities	0	92	0	92
Corporate Bonds & Notes	0	1,499	0	1,499
Preferred Securities	0	1,171	0	1,171
Sovereign Issues	0	28,384	0	28,384
Supranational				
Corporate Bonds & Notes	0	612	0	612
Sweden				
Corporate Bonds & Notes	0	1,799	0	1,799
Switzerland				
Corporate Bonds & Notes	0	1,799	0	1,799
Sovereign Issues	0	471	0	471
United Arab Emirates				
Corporate Bonds & Notes	0	703	0	703
Sovereign Issues	0	1,451	0	1,451
United Kingdom				
Corporate Bonds & Notes	0	40,292	0	40,292
Non-Agency Mortgage-Backed Securities	0	22,125	0	22,125
Preferred Securities	0	211	0	211
Sovereign Issues	0	4,120	0	4,120
United States				
Asset-Backed Securities	0	33,084	0	33,084
Corporate Bonds & Notes	0	62,230	0	62,230
Loan Participations and Assignments	0	1,076	0	1,076
Non-Agency Mortgage-Backed Securities	0	14,669	0	14,669
Preferred Securities	0	777	0	777
U.S. Government Agencies	0	171,106	0	171,106
U.S. Treasury Obligations	0	46,372	0	46,372
Short-Term Instruments				
Repurchase Agreements	0	2,462	0	2,462
Argentina Treasury Bills	0	21	0	21
Czech Republic Treasury Bills	0	529	0	529
Japan Treasury Bills	0	2,670	0	2,670
Mexico Treasury Bills	0	2,312	0	2,312
South Africa Treasury Bills	0	1,025	0	1,025
U.S. Treasury Bills	0	1,069	0	1,069
	$ 0	$ 757,451	$ 0	$ 757,451
Investments in Affiliates, at Value				
Short-Term Instruments				
Central Funds Used for Cash Management Purposes	$ 34,685	$ 0	$ 0	$ 34,685
Total Investments	$ 34,685	$ 757,451	$ 0	$ 792,136

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 12/31/2019
Short Sales, at Value - Liabilities				
Canada				
Sovereign Issues	$ 0	$ (9,540)	$ 0	$ (9,540)
United States				
U.S. Government Agencies	0	(415)	0	(415)
	$ 0	$ (9,955)	$ 0	$ (9,955)
Financial Derivative Instruments - Assets				
Exchange-traded or centrally cleared	459	496	0	955
Over the counter	0	4,143	0	4,143
	$ 459	$ 4,639	$ 0	$ 5,098
Financial Derivative Instruments - Liabilities				
Exchange-traded or centrally cleared	$ (396)	$ (921)	$ 0	$ (1,317)
Over the counter	0	(6,152)	0	(6,152)
	$ (396)	$ (7,073)	$ 0	$ (7,469)
Total Financial Derivative Instruments	$ 63	$ (2,434)	$ 0	$ (2,371)
Totals	$ 34,748	$ 745,062	$ 0	$ 779,810

There were no significant transfers into or out of Level 3 during the period ended December 31, 2019.

1. ORGANIZATION

PIMCO Variable Insurance Trust (the "Trust") is a Delaware statutory trust established under a trust instrument dated October 3, 1997. The Trust is registered under the Investment Company Act of 1940, as amended (the "Act"), as an open-end management investment company. The Trust is designed to be used as an investment vehicle by separate accounts of insurance companies that fund variable annuity contracts and variable life insurance policies and by qualified pension and retirement plans. Information presented in these financial statements pertains to the Institutional Class, Administrative Class and Advisor Class shares of the PIMCO International Bond Portfolio (U.S. Dollar-Hedged) (the "Portfolio") offered by the Trust. Pacific Investment Management Company LLC ("PIMCO") serves as the investment adviser (the "Adviser") for the Portfolio.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Portfolio in the preparation of its financial statements in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"). The Portfolio is treated as an investment company under the reporting requirements of U.S. GAAP. The functional and reporting currency for the Portfolio is the U.S. dollar. The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates.

(a) Securities Transactions and Investment Income Securities transactions are recorded as of the trade date for financial reporting purposes. Securities purchased or sold on a when-issued or delayed-delivery basis may be settled beyond a standard settlement period for the security after the trade date. Realized gains (losses) from securities sold are recorded on the identified cost basis. Dividend income is recorded on the ex-dividend date, except certain dividends from foreign securities where the ex-dividend date may have passed, which are recorded as soon as the Portfolio is informed of the ex-dividend date. Interest income, adjusted for the accretion of discounts and amortization of premiums, is recorded on the accrual basis from settlement date, with the exception of securities with a forward starting effective date, where interest income is recorded on the accrual basis from effective date. For convertible securities, premiums attributable to the conversion feature are not amortized. Estimated tax liabilities on certain foreign securities are recorded on an accrual basis and are reflected as components of interest income or net change in unrealized appreciation (depreciation) on investments on the Statement of Operations, as appropriate. Tax liabilities realized as a result of such security sales are reflected as a component of net realized gain (loss) on investments on the Statement of Operations. Paydown gains (losses) on mortgage-related and other asset-backed securities, if any, are recorded as components of interest income on the Statement of Operations. Income or short-term capital gain distributions received from registered investment companies, if any, are recorded as dividend income. Long-term capital gain distributions received from registered investment companies, if any, are recorded as realized gains.

Debt obligations may be placed on non-accrual status and related interest income may be reduced by ceasing current accruals and writing off interest receivable when the collection of all or a portion of interest has become doubtful based on consistently applied procedures. A debt obligation is removed from non-accrual status when the issuer resumes interest payments or when collectability of interest is probable.

(b) Foreign Currency Translation The market values of foreign securities, currency holdings and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the current exchange rates each business day. Purchases and sales of securities and income and expense items denominated in foreign currencies, if any, are translated into U.S. dollars at the exchange rate in effect on the transaction date. The Portfolio does not separately report the effects of changes in foreign exchange rates from changes in market prices on securities held. Such changes are included in net realized gain (loss) and net change in unrealized appreciation (depreciation) from investments on the Statement of Operations. The Portfolio may invest in foreign currency-denominated securities and may engage in foreign currency transactions either on a spot (cash) basis at the rate prevailing in the currency exchange market at the time or through a forward foreign currency contract. Realized foreign exchange gains (losses) arising from sales of spot foreign currencies, currency gains (losses) realized between the trade and settlement dates on securities transactions and the difference between the recorded amounts of dividends, interest, and foreign withholding taxes and the U.S. dollar equivalent of the amounts actually received or paid are included in net realized gain (loss) on foreign currency transactions on the Statement of Operations. Net unrealized foreign exchange gains (losses) arising from changes in foreign exchange rates on foreign denominated assets and liabilities other than investments in securities held at the end of the reporting period are included in net change in unrealized appreciation (depreciation) on foreign currency assets and liabilities on the Statement of Operations.

(c) Multi-Class Operations Each class offered by the Trust has equal rights as to assets and voting privileges (except that shareholders of a class have exclusive voting rights regarding any matter relating solely to that class of shares). Income and non-class specific expenses are allocated daily to each class on the basis of the relative net assets. Realized and unrealized capital gains (losses) are allocated daily based on the relative net assets of each class of the Portfolio. Class specific expenses, where applicable, currently include supervisory and administrative and distribution and servicing fees. Under certain circumstances, the per share net asset value ("NAV") of a class of the Portfolio's shares may be different from the per share NAV of another class of shares as a result of the different daily expense accruals applicable to each class of shares.

(d) Distributions to Shareholders Distributions from net investment income, if any, are declared daily and distributed to shareholders monthly. In addition, the Portfolio distributes any net capital gains it earns from the sale of portfolio securities to shareholders no less frequently than annually.

Income distributions and capital gain distributions are determined in accordance with income tax regulations which may differ from U.S. GAAP. Differences between tax regulations and U.S. GAAP may cause timing differences between income and capital gain recognition. Further, the character of investment income and capital gains may be different for certain transactions under the two methods of accounting. As a result, income distributions and capital gain distributions declared during a fiscal period may differ significantly from the net investment income (loss) and realized gains (losses) reported on the Portfolio's annual financial statements presented under U.S. GAAP.

If the Portfolio estimates that a portion of its distribution may be comprised of amounts from sources other than net investment income in accordance with its policies and accounting practices, the Portfolio will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. For these purposes, the Portfolio estimates the source or sources from which a distribution is paid, to the close of the period as of which it is paid, in reference to its internal accounting records and related accounting practices. If, based on such accounting records and practices, it is estimated that a particular distribution does not include capital gains or paid-in surplus or other capital sources, a Section 19 Notice generally would not be issued. It is important to note that differences exist between the Portfolio's daily internal accounting records and practices, the Portfolio's financial statements presented in accordance with U.S. GAAP, and recordkeeping practices under income tax regulations. For instance, the Portfolio's internal accounting records and practices may take into account, among other factors, tax-related characteristics of certain sources of distributions that differ from treatment under U.S. GAAP. Examples of such differences may include, among others, the treatment of paydowns on mortgage-backed securities purchased at a discount and periodic payments under interest rate swap contracts. Accordingly, among other consequences, it is possible that the Portfolio may not issue a Section 19 Notice in situations where the Portfolio's financial statements prepared later and in accordance with U.S. GAAP and/or the final tax character of those distributions might later report that the sources of those distributions included capital gains and/or a return of capital. Final determination of a distribution's tax character will be provided to shareholders when such information is available.

Distributions classified as a tax basis return of capital at the Portfolio's fiscal year end, if any, are reflected on the Statements of Changes in Net Assets and have been recorded to paid in capital on the Statement of Assets and Liabilities. In addition, other amounts have been reclassified between distributable earnings (accumulated loss) and paid in capital on the Statement of Assets and Liabilities to more appropriately conform U.S. GAAP to tax characterizations of distributions.

(e) New Accounting Pronouncements In August 2018, the Financial Accounting Standards Board issued an Accounting Standards Update ("ASU"), ASU 2018-13, which modifies certain disclosure requirements for fair value measurements in Accounting Standards Codification 820. The ASU is effective for annual periods beginning after December 15, 2019, and interim periods within those annual periods. At this time, management has elected to early adopt the ASU and the changes are incorporated in the financial statements.

3. INVESTMENT VALUATION AND FAIR VALUE MEASUREMENTS

(a) Investment Valuation Policies The price of the Portfolio's shares is based on the Portfolio's NAV. The NAV of the Portfolio, or each of its share classes, as applicable, is determined by dividing the total value of portfolio investments and other assets, less any liabilities attributable to the Portfolio or class, by the total number of shares outstanding of the Portfolio or class.

On each day that the New York Stock Exchange ("NYSE") is open, Portfolio shares are ordinarily valued as of the close of regular trading (normally 4:00 p.m., Eastern time) ("NYSE Close"). Information that becomes known to the Portfolio or its agents after the time as of which NAV has been calculated on a particular day will not generally be used to retroactively adjust the price of a security or the NAV determined earlier that day. The Portfolio reserves the right to change the time as of which its NAV is calculated if the Portfolio closes earlier, or as permitted by the U.S. Securities and Exchange Commission ("SEC").

For purposes of calculating a NAV, portfolio securities and other assets for which market quotes are readily available are valued at market value. Market value is generally determined on the basis of official closing prices or the last reported sales prices, or if no sales are reported, based on quotes obtained from established market makers or prices (including evaluated prices) supplied by the Portfolio's approved pricing services, quotation reporting systems and other third-party sources (together, "Pricing Services"). The Portfolio will normally use pricing data for domestic equity securities received shortly after the NYSE Close and does not normally take into account trading, clearances or settlements that take place after the NYSE Close. If market value pricing is used, a foreign (non-U.S.) equity security traded on a foreign exchange or on more than one exchange is typically valued using pricing information from the exchange considered by the Adviser to be the primary exchange. A foreign (non-U.S.) equity security will be valued as of the close of trading on the foreign exchange, or the NYSE Close, if the NYSE Close occurs before the end of trading on the foreign exchange. Domestic and foreign (non-U.S.) fixed income securities, non-exchange traded derivatives, and equity options are normally valued on the basis of quotes obtained from brokers and dealers or Pricing Services using data reflecting the earlier closing of the principal markets for those securities. Prices obtained from Pricing Services may be based on, among other things, information provided by market makers or estimates of market values obtained from yield data relating to investments or securities with similar characteristics. Certain fixed income securities purchased on a delayed-delivery basis are marked to market daily until settlement at the forward settlement date. Exchange-traded options, except equity options, futures and options on futures are valued at the settlement price determined by the relevant exchange. Swap agreements are valued on the basis of bid quotes obtained from brokers and dealers or market-based prices supplied by Pricing Services. The Portfolio's investments in open-end management investment companies, other than exchange-traded funds ("ETFs"), are valued at the NAVs of such investments. Open-end management investment companies may include affiliated funds.

If a foreign (non-U.S.) equity security's value has materially changed after the close of the security's primary exchange or principal market but before the NYSE Close, the security may be valued at fair value based on procedures established and approved by the Board of Trustees of the Trust (the "Board"). Foreign (non-U.S.) equity securities that do not trade when the NYSE is open are also valued at fair value. With respect to foreign (non-U.S.) equity securities, the Portfolio may determine the fair value of investments based on information provided by Pricing Services and other third-party vendors, which may recommend fair value or adjustments with reference to other securities, indices or assets. In considering whether fair valuation is required and in determining fair values, the Portfolio may, among other things, consider significant events (which may be considered to include changes in the value of U.S. securities or securities indices) that occur after the close of the relevant market and before the NYSE Close. The Portfolio may utilize modeling tools provided by third-party vendors to determine fair values of foreign (non-U.S.) securities. For these purposes, any movement in the applicable reference index or instrument ("zero trigger") between the earlier close of the applicable foreign market and the NYSE Close may be deemed to be a significant event, prompting the application of the pricing model (effectively resulting in daily fair valuations). Foreign exchanges may permit trading in foreign (non-U.S.) equity securities on days when the Trust is not open for business, which may result in the Portfolio's portfolio investments being affected when shareholders are unable to buy or sell shares.

Senior secured floating rate loans for which an active secondary market exists to a reliable degree are valued at the mean of the last available bid/ask prices in the market for such loans, as provided by a Pricing Service. Senior secured floating rate loans for which an active secondary market does not exist to a reliable degree are valued at fair value, which is intended to approximate market value. In valuing a senior secured floating rate loan at fair value, the factors considered may include, but are not limited to, the following: (a) the creditworthiness of the borrower and any intermediate participants, (b) the terms of the loan, (c) recent prices in the market for similar loans, if any, and (d) recent prices in the market for instruments of similar quality, rate, period until next interest rate reset and maturity.

Investments 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 value of such investments and, in turn, the NAV of the Portfolio's shares may be affected by changes in the value of currencies in relation to the U.S. dollar. The value of investments 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 Trust is not open for business. As a result, to the extent that the Portfolio holds foreign (non-U.S.) investments, the value of those investments may change at times when shareholders are unable to buy or sell shares and the value of such investments will be reflected in the Portfolio's next calculated NAV.

Investments for which market quotes or market based valuations are not readily available are valued at fair value as determined in good faith by the Board or persons acting at their direction. The Board has adopted methods for valuing securities and other assets in circumstances where market quotes are not readily available, and has delegated to the Adviser the responsibility for applying the fair valuation methods. In the event that market quotes or market based valuations are not readily available, and the security or asset cannot be valued pursuant to a Board approved valuation method, the value of the security or asset will be determined in good faith by the Board. Market quotes are considered not readily available in circumstances where there is an absence of current or reliable market-based data (e.g., trade information, bid/ask information, indicative market quotations ("Broker Quotes"), Pricing Services' prices), including where events occur after the close of the relevant market, but prior to the NYSE Close, that materially affect the values of the Portfolio's securities or assets. In addition, market quotes are considered not readily available when, due to extraordinary circumstances, the exchanges or markets on which the securities trade do not open for trading for the entire day and no other market prices are available. The Board has delegated, to the Adviser, the responsibility for monitoring significant events that may materially affect the values of the Portfolio's securities or assets and for determining whether the value of the applicable securities or assets should be reevaluated in light of such significant events.

When the Portfolio uses fair valuation to determine the value of a portfolio security or other asset for purposes of calculating its NAV, such investments will not be priced on the basis of quotes from the primary market in which they are traded, but rather may be priced by another method that the Board or persons acting at their direction believe reflects fair value. Fair valuation may require subjective determinations about the value of a security. While the Trust's policy is intended to result in a calculation of the Portfolio's NAV that fairly reflects security values as of the time of pricing, the Trust cannot ensure that fair values determined by the Board or persons acting at their direction would accurately reflect the price that the Portfolio could obtain for a security if it were to dispose of that security as of the time of pricing (for instance, in a forced or distressed sale). The prices used by the Portfolio may differ from the value that would be realized if the securities were sold. The Portfolio's use of fair valuation may also help to deter "stale price arbitrage" as discussed under the "Frequent or Excessive Purchases, Exchanges and Redemptions" section in the Portfolio's prospectus.

(b) Fair Value Hierarchy U.S. GAAP describes fair value as the price that the Portfolio would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. It establishes a fair value hierarchy that prioritizes inputs to valuation methods and requires disclosure of the fair value hierarchy, separately for each major category of assets and liabilities, that segregates fair value measurements into levels (Level 1, 2, or 3). The inputs or methodology used for valuing securities are not necessarily an indication of the risks associated with investing in those securities. Levels 1, 2, and 3 of the fair value hierarchy are defined as follows:

- Level 1 — Quoted prices in active markets or exchanges for identical assets and liabilities.
- Level 2 — Significant other observable inputs, which may include, but are not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market corroborated inputs.
- Level 3 — Significant unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available, which may include assumptions made by the Board or persons acting at their direction that are used in determining the fair value of investments.

In accordance with the requirements of U.S. GAAP, the amounts of transfers into and out of Level 3, if material, are disclosed in the Notes to Schedule of Investments for the Portfolio.

For fair valuations using significant unobservable inputs, U.S. GAAP requires a reconciliation of the beginning to ending balances for reported fair values that presents changes attributable to realized gain (loss), unrealized appreciation (depreciation), purchases and sales, accrued discounts (premiums), and transfers into and out of the Level 3 category during the period. The end of period value is used for the transfers between Levels of the Portfolio's assets and liabilities. Additionally, U.S. GAAP requires quantitative information regarding the significant unobservable inputs used in the determination of fair value of assets or liabilities categorized as Level 3 in the fair value hierarchy. In accordance with the requirements of U.S. GAAP, a fair value hierarchy, and if material, a Level 3 reconciliation and details of significant unobservable inputs, have been included in the Notes to Schedule of Investments for the Portfolio.

(c) Valuation Techniques and the Fair Value Hierarchy
Level 1 and Level 2 trading assets and trading liabilities, at fair value The valuation methods (or "techniques") and significant inputs used in determining the fair values of portfolio securities or other assets and liabilities categorized as Level 1 and Level 2 of the fair value hierarchy are as follows:

Fixed income securities including corporate, convertible and municipal bonds and notes, U.S. government agencies, U.S. treasury obligations, sovereign issues, bank loans, convertible preferred securities and non-U.S. bonds are normally valued on the basis of quotes obtained from brokers and dealers or Pricing Services that use broker-dealer quotations, reported trades or valuation estimates from their internal pricing models. The Pricing Services' internal models use inputs that are observable such as issuer details, interest rates, yield curves, prepayment speeds, credit risks/spreads, default rates and quoted prices for similar assets. Securities that use similar valuation techniques and inputs as described above are categorized as Level 2 of the fair value hierarchy.

Fixed income securities purchased on a delayed-delivery basis or as a repurchase commitment in a sale-buyback transaction are marked to market daily until settlement at the forward settlement date and are categorized as Level 2 of the fair value hierarchy.

Mortgage-related and asset-backed securities are usually issued as separate tranches, or classes, of securities within each deal. These securities are also normally valued by Pricing Services that use broker-dealer quotations, reported trades or valuation estimates from their internal pricing models. The pricing models for these securities usually consider tranche-level attributes, current market data, estimated cash flows and market-based yield spreads for each tranche, and incorporate deal collateral performance, as available. Mortgage-related and asset-backed securities that use similar valuation techniques and inputs as described above are categorized as Level 2 of the fair value hierarchy.

Common stocks, ETFs, exchange-traded notes and financial derivative instruments, such as futures contracts, rights and warrants, or options on futures that are traded on a national securities exchange, are stated at the last reported sale or settlement price on the day of valuation. To the extent these securities are actively traded and valuation adjustments are not applied, they are categorized as Level 1 of the fair value hierarchy.

Valuation adjustments may be applied to certain securities that are solely traded on a foreign exchange to account for the market movement between the close of the foreign market and the NYSE Close. These securities are valued using Pricing Services that consider the correlation of the trading patterns of the foreign security to the intraday trading in the U.S. markets for investments. Securities using these valuation adjustments are categorized as Level 2 of the fair value hierarchy. Preferred securities and other equities traded on inactive markets or valued by reference to similar instruments are also categorized as Level 2 of the fair value hierarchy.

Investments in registered open-end investment companies (other than ETFs) will be valued based upon the NAVs of such investments and are categorized as Level 1 of the fair value hierarchy. Investments in unregistered open-end investment companies will be calculated based upon the NAVs of such investments and are considered Level 1 provided that the NAVs are observable, calculated daily and are the value at which both purchases and sales will be conducted.

Equity exchange-traded options and over the counter financial derivative instruments, such as forward foreign currency contracts and options contracts derive their value from underlying asset prices, indices, reference rates, and other inputs or a combination of these factors. These contracts are normally valued on the basis of quotes obtained from a quotation reporting system, established market makers or Pricing Services (normally determined as of the NYSE Close). Depending on the product and the terms of the transaction, financial derivative instruments can be valued by Pricing Services using a series of techniques, including simulation pricing models. The pricing models use inputs that are observed from actively quoted markets such as quoted prices, issuer details, indices, bid/ask spreads, interest rates, implied volatilities, yield curves, dividends and exchange rates. Financial derivative instruments that use similar valuation techniques and inputs as described above are categorized as Level 2 of the fair value hierarchy.

Centrally cleared swaps and over the counter swaps derive their value from underlying asset prices, indices, reference rates, and other inputs or a combination of these factors. They are valued using a broker-dealer bid quotation or on market-based prices provided by Pricing Services (normally determined as of the NYSE Close). Centrally cleared swaps and over the counter swaps can be valued by Pricing Services using a series of techniques, including simulation pricing models. The pricing models may use inputs that are observed from actively quoted markets such as the overnight index swap rate, London Interbank Offered Rate forward rate, interest rates, yield curves and credit spreads. These securities are categorized as Level 2 of the fair value hierarchy.

Level 3 trading assets and trading liabilities, at fair value When a fair valuation method is applied by the Adviser that uses significant unobservable inputs, investments will be priced by a method that the Board or persons acting at their direction believe reflects fair value and are categorized as Level 3 of the fair value hierarchy.

Short-term debt instruments (such as commercial paper) having a remaining maturity of 60 days or less may be valued at amortized cost, so long as the amortized cost value of such short-term debt instruments is approximately the same as the fair value of the instrument as determined without the use of amortized cost valuation. These securities are categorized as Level 2 or Level 3 of the fair value hierarchy depending on the source of the base price.

4. SECURITIES AND OTHER INVESTMENTS

(a) Investments in Affiliates

The Portfolio may invest in the PIMCO Short Asset Portfolio and the PIMCO Short-Term Floating NAV Portfolio III (“Central Funds”) to the extent permitted by the Act and rules thereunder. The Central Funds are registered investment companies created for use solely by the series of the Trust and other series of registered investment companies advised by the Adviser, in connection with their cash management activities. The main investments of the Central Funds are money market and short maturity fixed income instruments. The Central Funds may incur expenses related to their investment activities, but do not pay Investment Advisory Fees or Supervisory and Administrative Fees to the Adviser. The Central Funds are considered to be affiliated with the Portfolio. A complete schedule of portfolio holdings for each affiliate fund is filed with the SEC for the first and third quarters of each fiscal year on Form N-PORT and is available at the SEC’s website at www.sec.gov. A copy of each affiliate fund's shareholder report is also available at the SEC's website at www.sec.gov, on the Funds' website at www.pimco.com, or upon request, as applicable. The tables below show the Portfolio's transactions in and earnings from investments in the affiliated Funds for the period ended December 31, 2019 (amounts in thousands†):

Investment in PIMCO Short Asset Portfolio

Market Value 12/31/2018	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Market Value 12/31/2019	Dividend Income[(1)]	Realized Net Capital Gain Distributions[(1)]
$ 10,988	$ 19,876	$ (2,000)	$ (16)	$ 40	$ 28,888	$ 676	$ 0

Investment in PIMCO Short-Term Floating NAV Portfolio III

Market Value 12/31/2018	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Market Value 12/31/2019	Dividend Income[(1)]	Realized Net Capital Gain Distributions[(1)]
$ 7,191	$ 152,494	$ (153,900)	$ 13	$ (1)	$ 5,797	$ 194	$ 0

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

(1) The tax characterization of distributions is determined in accordance with Federal income tax regulations and may contain a return of capital. The actual tax characterization of distributions received is determined at the end of the fiscal year of the affiliated fund. See Note 2, Distributions to Shareholders, in the Notes to Financial Statements for more information.

(b) Investments in Securities

The Portfolio may utilize the investments and strategies described below to the extent permitted by the Portfolio's investment policies.

Inflation-Indexed Bonds are fixed income securities whose principal value is periodically adjusted by the rate of inflation. The interest rate on these bonds is generally fixed at issuance at a rate lower than typical bonds. Over the life of an inflation-indexed bond, however, interest will be paid based on a principal value which is adjusted for inflation. Any increase or decrease in the principal amount of an inflation-indexed bond will be included as interest income on the Statement of Operations, even though investors do not receive their principal until maturity. Repayment of the original bond principal upon maturity (as adjusted for inflation) is guaranteed in the case of U.S. Treasury Inflation-Protected Securities. For bonds that do not provide a similar guarantee, the adjusted principal value of the bond repaid at maturity may be less than the original principal.

Loans and Other Indebtedness, Loan Participations and Assignments are direct debt instruments which are interests in amounts owed to lenders or lending syndicates by corporate, governmental, or other borrowers. The Portfolio's investments in loans may be in the form of participations in loans or assignments of all or a portion of loans from third parties or investments in or originations of loans by the Portfolio. A loan is often administered by a bank or other financial institution (the "agent") that acts as agent for all holders. The agent administers the terms of the loan, as specified in the loan agreement. The Portfolio may invest in multiple series or tranches of a loan, which may have varying terms and carry different associated risks. When the Portfolio purchases assignments from agents it acquires direct rights against the borrowers of the loans. These loans may include participations in bridge loans, which are loans taken out by borrowers for a short period (typically less than one year) pending arrangement of more permanent financing through, for example, the issuance of bonds, frequently high yield bonds issued for the purpose of acquisitions.

The types of loans and related investments in which the Portfolio may invest include, among others, senior loans, subordinated loans (including second lien loans, B-Notes and mezzanine loans), whole loans, commercial real estate and other commercial loans and structured loans. The Portfolio may originate loans or acquire direct interests in loans through primary loan distributions and/or in private transactions. In the case of subordinated loans, there may be significant indebtedness ranking ahead of the borrower's obligation to the holder of such a loan, including in the event of the borrower's insolvency. Mezzanine loans are typically secured by a pledge of an equity interest in the mortgage borrower that owns the real estate rather than an interest in a mortgage.

Investments in loans may include unfunded loan commitments, which are contractual obligations for funding. Unfunded loan commitments may include revolving credit facilities, which may obligate the Portfolio to supply additional cash to the borrower on demand. Unfunded loan commitments represent a future obligation in full, even though a percentage of the committed amount may not be utilized by the borrower. When investing in a loan participation, the Portfolio has the right to receive payments of principal, interest and any fees to which it is entitled only from the agent selling the loan agreement and only upon receipt of payments by the agent from the borrower. The Portfolio may receive a commitment fee based on the undrawn portion of the underlying line of credit portion of a loan. In certain circumstances, the

Portfolio may receive a penalty fee upon the prepayment of a loan by a borrower. Fees earned or paid are recorded as a component of interest income or interest expense, respectively, on the Statement of Operations. Unfunded loan commitments are reflected as a liability on the Statement of Assets and Liabilities.

Mortgage-Related and Other Asset-Backed Securities directly or indirectly represent a participation in, or are secured by and payable from, loans on real property. Mortgage-related securities are created from pools of residential or commercial mortgage loans, including mortgage loans made by savings and loan institutions, mortgage bankers, commercial banks and others. These securities provide a monthly payment which consists of both interest and principal. Interest may be determined by fixed or adjustable rates. The rate of prepayments on underlying mortgages will affect the price and volatility of a mortgage-related security, and may have the effect of shortening or extending the effective duration of the security relative to what was anticipated at the time of purchase. The timely payment of principal and interest of certain mortgage-related securities is guaranteed with the full faith and credit of the U.S. Government. Pools created and guaranteed by non-governmental issuers, including government-sponsored corporations, may be supported by various forms of insurance or guarantees, but there can be no assurance that private insurers or guarantors can meet their obligations under the insurance policies or guarantee arrangements. Many of the risks of investing in mortgage-related securities secured by commercial mortgage loans reflect the effects of local and other economic conditions on real estate markets, the ability of tenants to make lease payments, and the ability of a property to attract and retain tenants. These securities may be less liquid and may exhibit greater price volatility than other types of mortgage-related or other asset-backed securities. Other asset-backed securities are created from many types of assets, including, but not limited to, auto loans, accounts receivable, such as credit card receivables and hospital account receivables, home equity loans, student loans, boat loans, mobile home loans, recreational vehicle loans, manufactured housing loans, aircraft leases, computer leases and syndicated bank loans.

Collateralized Debt Obligations ("CDOs") include Collateralized Bond Obligations ("CBOs"), Collateralized Loan Obligations ("CLOs") and other similarly structured securities. CBOs and CLOs are types of asset-backed securities. A CBO is a trust which is backed by a diversified pool of high risk, below investment grade fixed income securities. A CLO is a trust typically collateralized by a pool of loans, which may include, among others, domestic and foreign senior secured loans, senior unsecured loans, and subordinate corporate loans, including loans that may be rated below investment grade or equivalent unrated loans. The risks of an investment in a CDO depend largely on the type of the collateral securities and the class of the CDO in which the Portfolio invests. In addition to the normal risks associated with fixed income securities discussed elsewhere in this report and the Portfolio's prospectus and statement of additional information (e.g., prepayment risk, credit risk, liquidity risk, market risk, structural risk, legal risk and interest rate risk (which may be exacerbated if the interest rate payable on a structured financing changes based on multiples of changes in interest rates or inversely to changes in interest rates)), CBOs, CLOs and other CDOs carry additional risks including, but not limited to, (i) the possibility that distributions from collateral securities will not be adequate to make interest or other payments, (ii) the quality of the collateral may decline in value or default, (iii) the risk that the Portfolio may invest in CBOs, CLOs, or other CDOs that are subordinate to other classes, and (iv) the complex structure of the security may not be fully understood at the time of investment and may produce disputes with the issuer or unexpected investment results.

Collateralized Mortgage Obligations ("CMOs") are debt obligations of a legal entity that are collateralized by whole mortgage loans or private mortgage bonds and divided into classes. CMOs are structured into multiple classes, often referred to as "tranches", with each class bearing a different stated maturity and entitled to a different schedule for payments of principal and interest, including prepayments. CMOs may be less liquid and may exhibit greater price volatility than other types of mortgage-related or asset-backed securities.

Stripped Mortgage-Backed Securities ("SMBS") are derivative multi-class mortgage securities. SMBS are usually structured with two classes that receive different proportions of the interest and principal distributions on a pool of mortgage assets. An SMBS will have one class that will receive all of the interest (the interest-only or "IO" class), while the other class will receive the entire principal (the principal-only or "PO" class). Payments received for IOs are included in interest income on the Statement of Operations. Because no principal will be received at the maturity of an IO, adjustments are made to the cost of the security on a monthly basis until maturity. These adjustments are included in interest income on the Statement of Operations. Payments received for POs are treated as reductions to the cost and par value of the securities.

Payment In-Kind Securities may give the issuer the option at each interest payment date of making interest payments in either cash and/or additional debt securities. Those additional debt securities usually have the same terms, including maturity dates and interest rates, and associated risks as the original bonds. The daily market quotations of the original bonds may include the accrued interest (referred to as a dirty price) and require a pro rata adjustment from the unrealized appreciation (depreciation) on investments to interest receivable on the Statement of Assets and Liabilities.

Perpetual Bonds are fixed income securities with no maturity date but pay a coupon in perpetuity (with no specified ending or maturity date). Unlike typical fixed income securities, there is no obligation for perpetual bonds to repay principal. The coupon payments, however, are mandatory. While perpetual bonds have no maturity date, they may have a callable date in which the perpetuity is eliminated and the issuer may return the principal received on the specified call date. Additionally, a perpetual bond may have additional features, such as interest rate increases at periodic dates or an increase as of a predetermined point in the future.

Securities Issued by U.S. Government Agencies or Government-Sponsored Enterprises are obligations of and, in certain cases, guaranteed by, the U.S. Government, its agencies or instrumentalities. Some U.S. Government securities, such as Treasury bills, notes and bonds, and securities guaranteed by the Government National Mortgage Association, are supported by the full faith and credit of the U.S. Government; others, such as those of the Federal Home Loan Banks, are supported by the right of the issuer to borrow from the U.S. Department of the Treasury (the "U.S. Treasury"); and others, such as those of the Federal National Mortgage Association ("FNMA" or "Fannie Mae"), are supported by the discretionary authority of the U.S. Government to purchase the agency's obligations. U.S. Government securities may include zero coupon securities which do not distribute interest on a current basis and tend to be subject to a greater risk than interest-paying securities of similar maturities.

Government-related guarantors (i.e., not backed by the full faith and credit of the U.S. Government) include FNMA and the Federal Home Loan Mortgage Corporation ("FHLMC" or "Freddie Mac"). FNMA is a government-sponsored corporation. FNMA purchases conventional (i.e., not insured or guaranteed by any government agency) residential mortgages from a list of approved seller/servicers which include state and federally chartered savings and loan associations, mutual savings banks, commercial banks and credit unions and mortgage bankers. 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 issues Participation Certificates ("PCs"), which are pass-through securities, each representing an undivided interest in a pool of residential mortgages. FHLMC guarantees the timely payment of interest and ultimate collection of principal, but PCs are not backed by the full faith and credit of the U.S. Government.

In June 2019, under the Single Security Initiative, FNMA and FHLMC started issuing Uniform Mortgage Backed Securities in place of their current offerings of TBA-eligible securities. The Single Security Initiative seeks to support the overall liquidity of the TBA market and aligns the characteristics of FNMA and FHLMC certificates. The effects that the Single Security Initiative may have on the market for TBA and other mortgage-backed securities are uncertain.

Roll-timing strategies can be used where the Portfolio seeks to extend the expiration or maturity of a position, such as a TBA security on an underlying asset, by closing out the position before expiration and opening a new position with respect to substantially the same underlying asset with a later expiration date. TBA securities purchased or sold are reflected on the Statement of Assets and Liabilities as an asset or liability, respectively.

When-Issued Transactions are purchases or sales made on a when-issued basis. These transactions are made conditionally because a security, although authorized, has not yet been issued in the market. Transactions to purchase or sell securities on a when-issued basis involve a commitment by the Portfolio to purchase or sell these securities for a predetermined price or yield, with payment and delivery taking place beyond the customary settlement period. The Portfolio may sell when-issued securities before they are delivered, which may result in a realized gain (loss).

5. BORROWINGS AND OTHER FINANCING TRANSACTIONS

The Portfolio may enter into the borrowings and other financing transactions described below to the extent permitted by the Portfolio's investment policies.

The following disclosures contain information on the Portfolio's ability to lend or borrow cash or securities to the extent permitted under the Act, which may be viewed as borrowing or financing transactions by the Portfolio. The location of these instruments in the Portfolio's financial statements is described below.

(a) Repurchase Agreements Under the terms of a typical repurchase agreement, the Portfolio purchases an underlying debt obligation (collateral) subject to an obligation of the seller to repurchase, and the Portfolio to resell, the obligation at an agreed-upon price and time. In an open maturity repurchase agreement, there is no pre-determined repurchase date and the agreement can be terminated by the Portfolio or counterparty at any time. The underlying securities for all repurchase agreements are held by the Portfolio's custodian or designated subcustodians under tri-party repurchase agreements and in certain instances will remain in custody with the counterparty. The market value of the collateral must be equal to or exceed the total amount of the repurchase obligations, including interest. Repurchase agreements, if any, including accrued interest, are included on the Statement of Assets and Liabilities. Interest earned is recorded as a component of interest income on the Statement of Operations. In periods of increased demand for collateral, the Portfolio may pay a fee for the receipt of collateral, which may result in interest expense to the Portfolio.

(b) Reverse Repurchase Agreements In a reverse repurchase agreement, the Portfolio delivers a security in exchange for cash 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. In an open maturity reverse repurchase agreement, there is no pre-determined repurchase date and the agreement can be terminated by the Portfolio or counterparty at any time. The Portfolio is entitled to receive principal and interest payments, if any, made on the security delivered to the counterparty during the term of the agreement. Cash received in exchange for securities delivered plus accrued interest payments to be made by the Portfolio to counterparties are reflected as a liability on the Statement of Assets and Liabilities. Interest payments made by the Portfolio to counterparties are recorded as a component of interest expense on the Statement of Operations. In periods of increased demand for the security, the Portfolio may receive a fee for use of the security by the counterparty, which may result in interest income to the Portfolio. The Portfolio will segregate assets determined to be liquid by the Adviser or will otherwise cover its obligations under reverse repurchase agreements.

(c) Sale-Buybacks A sale-buyback financing transaction consists of a sale of a security by the Portfolio 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. The Portfolio 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 the Portfolio are reflected as a liability on the Statement of Assets and Liabilities. The Portfolio 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, the Portfolio would have otherwise received had the security not been sold and (ii) the negotiated financing terms between the Portfolio and counterparty. Foregone interest and inflationary income adjustments, if any, are recorded as components of interest income on the Statement of Operations. Interest payments based upon negotiated financing terms made by the Portfolio to counterparties are recorded as a component of interest expense on the Statement of Operations. In periods of increased demand for the security, the Portfolio may receive a fee for use of the security by the counterparty, which may result in interest income to the Portfolio. The Portfolio will segregate assets determined to be liquid by the Adviser or will otherwise cover its obligations under sale-buyback transactions.

(d) Short Sales Short sales are transactions in which the Portfolio sells a security that it may not own. The Portfolio may make short sales of securities to (i) offset potential declines in long positions in similar securities, (ii) to increase the flexibility of the Portfolio, (iii) for investment return, (iv) as part of a risk arbitrage strategy, and (v) as part of its overall portfolio management strategies involving the use of derivative instruments. When the Portfolio engages in a short sale, it may borrow the security sold short and deliver it to the counterparty. The Portfolio will ordinarily have to pay a fee or premium to borrow a security and be obligated to repay the lender of the security any dividend or interest that accrues on the security during the period of the loan. Securities sold in short sale transactions and the dividend or interest payable on such securities, if any, are reflected as payable for short sales on the Statement of Assets and Liabilities. Short sales expose the Portfolio to the risk that it will be required to cover its short position at a time when the security or other asset has appreciated in value, thus resulting in losses to the Portfolio. A short sale is "against the box" if the Portfolio holds in its portfolio or has the right to acquire the security sold short, or securities identical to the security sold short, at no additional cost. The Portfolio will be subject to additional risks to the extent that it engages in short sales that are not "against the box." The Portfolio's loss on a short sale could theoretically be unlimited in cases where the Portfolio is unable, for whatever reason, to close out its short position.

(e) Interfund Lending In accordance with an exemptive order (the "Order") from the SEC, each Portfolio of the Trust may participate in a joint lending and borrowing facility for temporary purposes (the "Interfund Lending Program"), subject to compliance with the terms and conditions of the Order, and to the extent permitted by each Portfolio's investment policies and restrictions. Each Portfolio is currently permitted to borrow under the Interfund Lending Program. A lending portfolio may lend in aggregate up to 15% of its current net assets at the time of the loan, but may not lend more than 5% of its net assets to any one borrowing portfolio through the Interfund Lending Program. A borrowing portfolio may not borrow through the Interfund Lending Program or from any other source if its total outstanding borrowings immediately after the borrowing would be more than 33 1/3% of its total assets (or any lower threshold provided for by the portfolio's investment restrictions). If a borrowing portfolio's total outstanding borrowings exceed 10% of its total assets, each of its outstanding interfund loans will be subject to collateralization of at least 102% of the outstanding principal value of the loan. All interfund loans are for temporary or emergency purposes and the interfund loan rate to be charged will be the average of the highest current overnight repurchase agreement rate available to a lending portfolio and the bank loan rate, as calculated according to a formula established by the Board. During the period ended December 31, 2019, the Portfolio did not participate in the Interfund Lending Program.

6. FINANCIAL DERIVATIVE INSTRUMENTS

The Portfolio may enter into the financial derivative instruments described below to the extent permitted by the Portfolio's investment policies.

The following disclosures contain information on how and why the Portfolio uses financial derivative instruments, and how financial derivative instruments affect the Portfolio's financial position, results of operations and cash flows. The location and fair value amounts of these instruments on the Statement of Assets and Liabilities and the net realized gain (loss) and net change in unrealized appreciation (depreciation) on the Statement of Operations, each categorized by type of financial derivative contract and related risk exposure, are included in a table in the Notes to Schedule of Investments. The financial derivative instruments outstanding as of period end and the amounts of net realized gain (loss) and net change in unrealized appreciation (depreciation) on financial derivative instruments during the period, as disclosed in the Notes to Schedule of Investments, serve as indicators of the volume of financial derivative activity for the Portfolio.

(a) Forward Foreign Currency Contracts may be engaged, in connection with settling planned purchases or sales of securities, to hedge the currency exposure associated with some or all of the Portfolio's securities or as part of an investment strategy. A forward foreign currency contract is an agreement between two parties to buy and sell a currency at a set price on a future date. The market value of a forward foreign currency contract fluctuates with changes in foreign currency exchange rates. Forward foreign currency contracts are marked to market daily, and the change in value is recorded by the Portfolio as an unrealized gain (loss). Realized gains (losses) are equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed and are recorded upon delivery or receipt of the currency. These contracts may involve market risk in excess of the unrealized gain (loss) reflected on the Statement of Assets and Liabilities. In addition, the Portfolio could be exposed to risk if the counterparties are unable to meet the terms of the contracts or if the value of the currency changes unfavorably to the U.S. dollar. To mitigate such risk, cash or securities may be exchanged as collateral pursuant to the terms of the underlying contracts.

(b) Futures Contracts are agreements to buy or sell a security or other asset for a set price on a future date and are traded on an exchange. The Portfolio may use futures contracts to manage its exposure to the securities markets or to movements in interest rates and currency values. The primary risks associated with the use of futures contracts are the imperfect correlation between the change in market value of the securities held by the Portfolio and the prices of futures contracts and the possibility of an illiquid market. Futures contracts are valued based upon their quoted daily settlement prices. Upon entering into a futures contract, the Portfolio is required to deposit with its futures broker an amount of cash, U.S. Government and Agency Obligations, or select sovereign debt, in accordance with the initial margin requirements of the broker or exchange. Futures contracts are marked to market daily and based on such movements in the price of the contracts, an appropriate payable or receivable for the change in value may be posted or collected by the Portfolio ("Futures Variation Margin"). Futures Variation Margins, if any, are disclosed within centrally cleared financial derivative instruments on the Statement of Assets and Liabilities. Gains (losses) are recognized but not considered realized until the contracts expire or close. Futures contracts involve, to varying degrees, risk of loss in excess of the Futures Variation Margin included within exchange traded or centrally cleared financial derivative instruments on the Statement of Assets and Liabilities.

(c) Options Contracts may be written or purchased to enhance returns or to hedge an existing position or future investment. The Portfolio may write call and put options on securities and financial derivative instruments it owns or in which it may invest. Writing put options tends to increase the Portfolio's exposure to the underlying instrument. Writing call options tends to decrease the Portfolio's exposure to the underlying instrument. When the Portfolio writes a call or put, an amount equal to the premium received is recorded and subsequently marked to market to reflect the current value of the option written. These amounts are included on the Statement of Assets and Liabilities. Premiums received from writing options which expire are treated as realized gains. Premiums received from writing options which are exercised or closed are added to the proceeds or offset against amounts paid on the underlying futures, swap, security or currency transaction to determine the realized gain (loss). Certain options may be written with premiums to be determined on a future date. The premiums for these options are based upon implied volatility parameters at specified terms. The Portfolio as a writer of an option has no control over whether the underlying instrument may be sold ("call") or purchased ("put") and as a result bears the market risk of an unfavorable change in the price of the instrument underlying the written option. There is the risk the Portfolio may not be able to enter into a closing transaction because of an illiquid market.

Purchasing call options tends to increase the Portfolio's exposure to the underlying instrument. Purchasing put options tends to decrease the Portfolio's exposure to the underlying instrument. The Portfolio pays a premium which is included as an asset on the Statement of Assets and Liabilities and subsequently marked to market to reflect the current value of the option. Premiums paid for purchasing options which expire are treated as realized losses. Certain options may be purchased with premiums to be determined on a future date. The premiums for these options are based upon implied volatility parameters at specified terms. The risk associated with purchasing put and call options is limited to the premium paid. Premiums paid for purchasing options which are exercised or closed are added to the amounts paid or offset against the proceeds on the underlying investment transaction to determine the realized gain (loss) when the underlying transaction is executed.

Credit Default Swaptions may be written or purchased to hedge exposure to the credit risk of an investment without making a commitment to the underlying instrument. A credit default swaption is an option to sell or buy credit protection on a specific reference by entering into a pre-defined swap agreement by some specified date in the future.

Foreign Currency Options may be written or purchased to be used as a short or long hedge against possible variations in foreign exchange rates or to gain exposure to foreign currencies.

Interest Rate-Capped Options may be written or purchased to enhance returns or for hedging opportunities. The purpose of purchasing interest rate-capped options is to protect the Portfolio from floating rate risk above a certain rate on a given notional exposure. A floor can be used to give downside protection to investments in interest rate linked products.

Interest Rate Swaptions may be written or purchased to enter into a pre-defined swap agreement or to shorten, extend, cancel or otherwise modify an existing swap agreement, by some specified date in the future. The writer of the swaption becomes the counterparty to the swap if the buyer exercises. The interest rate swaption agreement will specify whether the buyer of the swaption will be a fixed-rate receiver or a fixed-rate payer upon exercise.

Options on Exchange-Traded Futures Contracts ("Futures Option") may be written or purchased to hedge an existing position or future investment, for speculative purposes or to manage exposure to market movements. A Futures Option is an option contract in which the underlying instrument is a single futures contract.

Options on Securities may be written or purchased to enhance returns or to hedge an existing position or future investment. An option on a security uses a specified security as the underlying instrument for the option contract.

(d) Swap Agreements are bilaterally negotiated agreements between the Portfolio and a counterparty to exchange or swap investment cash flows, assets, foreign currencies or market-linked returns at specified, future intervals. Swap agreements may be privately negotiated in the over the counter market ("OTC swaps") or may be cleared through a third party, known as a central counterparty or derivatives clearing organization ("Centrally Cleared Swaps"). The Portfolio may enter into asset, credit default, cross-currency, interest rate, total return, variance and other forms of swap agreements to manage its exposure to credit, currency, interest rate, commodity, equity and inflation risk. In connection with these agreements, securities or cash 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.

Centrally Cleared Swaps are marked to market daily based upon valuations as determined from the underlying contract or in accordance with the requirements of the central counterparty or derivatives clearing organization. Changes in market value, if any, are reflected as a component of net change in unrealized appreciation (depreciation) on the Statement of Operations. Daily changes in valuation of centrally cleared swaps ("Swap Variation Margin"), if any, are disclosed within centrally cleared financial derivative instruments on the Statement of Assets and Liabilities. Centrally Cleared and OTC swap payments received or paid at the beginning of the measurement period are included on the Statement of Assets and Liabilities and represent premiums paid 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). Upfront premiums received (paid) are initially recorded as liabilities (assets) and subsequently marked to market to reflect the current value of the swap. These upfront premiums are recorded as realized gain (loss) on the Statement 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 (loss) on the Statement of Operations. Net periodic payments received or paid by the Portfolio are included as part of realized gain (loss) on the Statement of Operations.

For purposes of applying certain of the Portfolio's investment policies and restrictions, swap agreements, like other derivative instruments, may be valued by the Portfolio at market value, notional value or full exposure value. In the case of a credit default swap, in applying certain of the Portfolio's investment policies and restrictions, the Portfolio will value the credit default swap at its notional value or its full exposure value (*i.e.*, the sum of the notional amount for the contract plus the market value), but may value the credit default swap at market value for purposes of applying certain of the Portfolio's other investment policies and restrictions. For example, the Portfolio may value credit default swaps at full exposure value for purposes of the Portfolio's credit quality guidelines (if any) because such value in general better reflects the Portfolio's actual economic exposure during the term of the credit default swap agreement. As a result, the Portfolio may, at times, have notional exposure to an asset class (before netting) that is greater or lesser than the stated limit or restriction noted in the Portfolio's prospectus. In this context, both the notional amount and the market value may be positive or negative depending on whether the Portfolio is selling or buying protection through the credit default swap. The manner in which certain securities or other instruments are valued by the Portfolio for purposes of applying investment policies and restrictions may differ from the manner in which those investments are valued by other types of investors.

Entering into swap agreements involves, to varying degrees, elements of interest, credit, market and documentation risk in excess of the amounts recognized on the Statement of Assets and Liabilities. Such risks involve the possibility that there will be no liquid market for these agreements, that the counterparty to the agreements may default on its 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 or the values of the asset upon which the swap is based.

The Portfolio's maximum risk of loss from counterparty credit risk is the discounted net value of the cash flows to be received from the counterparty over the contract's remaining life, to the extent that amount is positive. The risk may be mitigated by having a master netting arrangement between the Portfolio and the counterparty and by the posting of collateral to the Portfolio to cover the Portfolio's exposure to the counterparty.

To the extent the Portfolio has a policy to limit the net amount owed to or to be received from a single counterparty under existing swap agreements, such limitation only applies to counterparties to OTC swaps and does not apply to centrally cleared swaps where the counterparty is a central counterparty or derivatives clearing organization.

Credit Default Swap Agreements on corporate, loan, sovereign, U.S. municipal or U.S. Treasury issues are entered into to provide a measure of protection against defaults of the issuers (*i.e.*, to reduce risk where the Portfolio owns or has 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 involve one party making a stream of payments (referred to as the buyer of protection) to another party (the seller of protection) in exchange for the right to receive a specified return in the event that the referenced entity, obligation or index, as specified in the swap agreement, undergoes a certain credit event. As a seller of protection on credit default swap agreements, the Portfolio 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 seller, the Portfolio would effectively add leverage to its portfolio because, in addition to its total net assets, the Portfolio would be subject to investment exposure on the notional amount of the swap.

If the Portfolio is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Portfolio 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 Portfolio is a buyer of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Portfolio 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 index. Recovery values are estimated 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. 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).

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. 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 Portfolio may 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 instruments for protecting investors owning bonds against default, and traders use them to speculate on changes in credit quality.

Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate, loan, sovereign, U.S. municipal or U.S. Treasury issues as of period end, if any, are disclosed in the Notes to Schedule of Investments. They serve as an indicator of the current status of payment/performance risk and represent the likelihood or risk of default for the reference entity. 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. Wider credit spreads 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. 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. 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.

The maximum potential amount of future payments (undiscounted) that the Portfolio as a seller of protection could be required to make under a credit default swap agreement equals the notional amount of the agreement. Notional amounts of each individual credit default swap agreement outstanding as of period end for which the Portfolio is the seller of protection are disclosed in the Notes to Schedule 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 Portfolio for the same referenced entity or entities.

Cross-Currency Swap Agreements are entered into to gain or mitigate exposure to currency risk. Cross-currency swap agreements involve two parties exchanging two different currencies with an agreement to reverse the exchange at a later date at specified exchange rates. The exchange of currencies at the inception date of the contract takes place at the current spot rate. The re-exchange at maturity may take place at the same exchange rate, a specified rate, or the then current spot rate. Interest payments, if applicable, are made between the parties based on interest rates available in the two currencies at the inception of the contract. The terms of cross-currency swap contracts may extend for many years. Cross-currency swaps are usually negotiated with commercial and investment banks. Some cross-currency swaps may not provide for exchanging principal cash flows, but only for exchanging interest cash flows.

Interest Rate Swap Agreements may be entered into to help hedge against interest rate risk exposure and to maintain the Portfolio's ability to generate income at prevailing market rates. The value of the fixed rate bonds that the Portfolio holds may decrease if interest rates rise. To help hedge against this risk and to maintain its ability to generate income at prevailing market rates, the Portfolio may enter into interest rate swap agreements. Interest rate swap agreements involve the exchange by the Portfolio with another party for their respective commitment to pay or receive interest on 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 buyer pays an upfront fee in consideration for the right to early terminate the swap transaction in whole, at zero cost and at 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 segments of money markets.

Total Return Swap Agreements are entered into to gain or mitigate exposure to the underlying reference asset. Total return swap agreements involve commitments where single or multiple cash flows are exchanged based on the price of an underlying reference asset and on a fixed or variable interest rate. Total return swap agreements may involve commitments to pay interest in exchange for a market-linked return. One counterparty pays out the total return of a specific underlying reference asset, which may include a single security, a basket of securities, or an index, and in return receives a fixed or variable rate. At the maturity date, a net cash flow is exchanged where the total return is equivalent to the return of the underlying reference asset less a financing rate, if any. As a receiver, the Portfolio would receive payments based on any net positive total return and would owe payments in the event of a net negative total return. As the payer, the Portfolio would owe payments on any net positive total return, and would receive payments in the event of a net negative total return.

7. PRINCIPAL RISKS

The principal risks of investing in the Portfolio, which could adversely affect its net asset value, yield and total return, are listed below. Please see "Description of Principal Risks" in the Portfolio's prospectus for a more detailed description of the risks of investing in the Portfolio.

Interest Rate Risk is the risk that fixed income securities will decline in value because of an increase in interest rates; a portfolio with a longer average portfolio duration will be more sensitive to changes in interest rates than a portfolio with a shorter average portfolio duration.

Call Risk is the risk that an issuer may exercise its right to redeem a fixed income security earlier than expected (a call). Issuers may call outstanding securities prior to their maturity for a number of reasons (*e.g.,* declining interest rates, changes in credit spreads and improvements in the issuer's credit quality). If an issuer calls a security that the Portfolio has invested in, the Portfolio may not recoup the full amount of its initial investment and may be forced to reinvest in lower-yielding securities, securities with greater credit risks or securities with other, less favorable features.

Credit Risk is the risk that the Portfolio could lose money if the issuer or guarantor of a fixed income security, or the counterparty to a derivative contract, is unable or unwilling, or is perceived (whether by market participants, rating agencies, pricing services or otherwise) as unable or unwilling, to meet its financial obligations.

High Yield Risk is the risk that high yield securities and unrated securities of similar credit quality (commonly known as "junk bonds") are subject to greater levels of credit, call and liquidity risks. High yield securities are considered primarily speculative with respect to the issuer's continuing ability to make principal and interest payments, and may be more volatile than higher-rated securities of similar maturity.

Market Risk is the risk that the value of securities owned by the Portfolio may go up or down, sometimes rapidly or unpredictably, due to factors affecting securities markets generally or particular industries.

Issuer Risk is the risk that the value of a security may decline for a reason directly related to the issuer, such as management performance, financial leverage and reduced demand for the issuer's goods or services.

Liquidity Risk is the risk that a particular investment may be difficult to purchase or sell and that the Portfolio may be unable to sell illiquid investments at an advantageous time or price or achieve its desired level of exposure to a certain sector. Liquidity risk may result from the lack of an active market, reduced number and capacity of traditional market participants to make a market in fixed income securities, and may be magnified in a rising interest rate environment or other circumstances where investor redemptions from fixed income mutual funds may be higher than normal, causing increased supply in the market due to selling activity.

Derivatives Risk is the risk of investing in derivative instruments (such as futures, swaps and structured securities), including leverage, liquidity, interest rate, market, credit and management risks, mispricing or valuation complexity. Changes in the value of the derivative may not correlate perfectly with, and may be more sensitive to market events than, the underlying asset, rate or index, and the Portfolio could lose more than the initial amount invested. The Portfolio's use of derivatives may result in losses to the Portfolio, a reduction in the Portfolio's returns and/or increased volatility. Over-the-counter ("OTC") derivatives are also subject to the risk that a counterparty to the transaction will not fulfill its contractual obligations to the other party, as many of the protections afforded to centrally-cleared derivative transactions might not be available for OTC derivatives. For derivatives traded on an exchange or through a central counterparty, credit risk resides with the Portfolio's clearing broker, or the clearinghouse itself, rather than with a counterparty in an OTC derivative transaction. Changes in regulation relating to a mutual fund's use of derivatives and related instruments could potentially limit or impact the Portfolio's ability to invest in derivatives, limit the Portfolio's ability to employ certain strategies that use derivatives and/or adversely affect the value of derivatives and the Portfolio's performance.

Equity Risk is the risk that the value of equity securities, such as common stocks and preferred securities, may decline due to general market conditions which are not specifically related to a particular company or to factors affecting a particular industry or industries. Equity securities generally have greater price volatility than fixed income securities.

Mortgage-Related and Other Asset-Backed Securities Risk is the risk of investing in mortgage-related and other asset-backed securities, including interest rate risk, extension risk, prepayment risk and credit risk.

Foreign (Non-U.S.) Investment Risk is the risk that investing in foreign (non-U.S.) securities may result in the Portfolio experiencing more rapid and extreme changes in value than a portfolio that invests exclusively in securities of U.S. companies, due to smaller markets, differing reporting, accounting and auditing standards, increased risk of delayed settlement of portfolio transactions or loss of certificates of portfolio securities, and the risk of unfavorable foreign government actions, including nationalization, expropriation or confiscatory taxation, currency blockage, or political changes or diplomatic developments. Foreign securities may also be less liquid and more difficult to value than securities of U.S. issuers.

Emerging Markets Risk is the risk of investing in emerging market securities, primarily increased foreign (non-U.S.) investment risk.

Sovereign Debt Risk is the risk that investments in fixed income instruments issued by sovereign entities may decline in value as a result of default or other adverse credit event resulting from an issuer's inability or unwillingness to make principal or interest payments in a timely fashion.

Currency Risk is the risk that foreign (non-U.S.) currencies will change in value relative to the U.S. dollar and affect the Portfolio's investments in foreign (non-U.S.) currencies or in securities that trade in, and receive revenues in, or in derivatives that provide exposure to, foreign (non-U.S.) currencies.

Issuer Non-Diversification Risk is the risk of focusing investments in a small number of issuers, including being more susceptible to risks associated with a single economic, political or regulatory occurrence than a more diversified portfolio might be. Portfolios that are "non-diversified" may invest a greater percentage of their assets in the securities of a single issuer (such as bonds issued by a particular state) than portfolios that are "diversified".

Leveraging Risk is the risk that certain transactions of the Portfolio, such as reverse repurchase agreements, loans of portfolio securities, and the use of when-issued, delayed delivery or forward commitment transactions, or derivative instruments, may give rise to leverage, magnifying gains and losses and causing the Portfolio to be more volatile than if it had not been leveraged. This means that leverage entails a heightened risk of loss.

Management Risk is the risk that the investment techniques and risk analyses applied by PIMCO will not produce the desired results and that legislative, regulatory, or tax restrictions, policies or developments may affect the investment techniques available to PIMCO and the individual portfolio manager in connection with managing the Portfolio. There is no guarantee that the investment objective of the Portfolio will be achieved.

Short Exposure Risk is the risk of entering into short sales, including the potential loss of more money than the actual cost of the investment, and the risk that the third party to the short sale will not fulfill its contractual obligations, causing a loss to the Portfolio.

8. MASTER NETTING ARRANGEMENTS

The Portfolio may be subject to various netting arrangements ("Master Agreements") with select counterparties. Master Agreements govern the terms of certain transactions, and are intended to reduce the counterparty risk associated with relevant transactions by specifying credit protection mechanisms and providing standardization that is intended to improve legal certainty. Each type of Master Agreement governs certain types of transactions. Different types of transactions may be traded out of different legal entities or affiliates of a particular organization, resulting in the need for multiple agreements with a single counterparty. As the Master Agreements are specific to unique operations of different asset types, they allow the Portfolio to close out and net its total exposure to a counterparty in the event of a default with respect to all the transactions governed under a single Master Agreement with a counterparty. For financial reporting purposes the Statement of Assets and Liabilities generally presents derivative assets and liabilities on a gross basis, which reflects the full risks and exposures prior to netting.

Master Agreements can also help limit counterparty risk by specifying collateral posting arrangements at pre-arranged exposure levels. Under most Master Agreements, collateral is routinely transferred if the total net exposure to certain transactions (net of existing collateral already in place) governed under the relevant Master Agreement with a counterparty in a given account exceeds a specified threshold, which typically ranges from zero to $250,000 depending on the counterparty and the type of Master Agreement. United States Treasury Bills and U.S. dollar cash are generally the preferred forms of collateral, although other securities may be used depending on the terms outlined in the applicable Master Agreement. Securities and cash pledged as collateral are reflected as assets on the Statement of Assets and Liabilities as either a component of Investments at value (securities) or Deposits with counterparty. Cash collateral received is not typically held in a segregated account and as such is reflected as a liability on the Statement of Assets and Liabilities as Deposits from counterparty. The market value of any securities received as collateral is not reflected as a component of NAV. The Portfolio's overall exposure to counterparty risk can change substantially within a short period, as it is affected by each transaction subject to the relevant Master Agreement.

Master Repurchase Agreements and Global Master Repurchase Agreements (individually and collectively "Master Repo Agreements") govern repurchase, reverse repurchase, and certain sale-buyback transactions between the Portfolio and select counterparties. Master Repo Agreements maintain provisions for, among other things, initiation, income payments, events of default, and maintenance of collateral. The market value of transactions under the Master Repo Agreement, collateral pledged or received, and the net exposure by counterparty as of period end are disclosed in the Notes to Schedule of Investments.

Master Securities Forward Transaction Agreements ("Master Forward Agreements") govern certain forward settling transactions, such as TBA securities, delayed-delivery or certain sale-buyback transactions by and between the Portfolio and select counterparties. The Master Forward Agreements maintain provisions for, among other things, transaction initiation and confirmation, payment and transfer, events of default, termination, and maintenance of collateral. The market value of forward settling transactions, collateral pledged or received, and the net exposure by counterparty as of period end is disclosed in the Notes to Schedule of Investments.

Customer Account Agreements and related addenda govern cleared derivatives transactions such as futures, options on futures, and cleared OTC derivatives. Such transactions require posting of initial margin as determined by each relevant clearing agency which is segregated in an account at a futures commission merchant ("FCM") registered with the Commodity Futures Trading Commission. In the United States, counterparty risk may be reduced as creditors of an FCM cannot have a claim to Portfolio assets in the segregated account. Portability of exposure reduces risk to the Portfolio. Variation margin, or changes in market value, are generally exchanged daily, but may not be netted between futures and cleared OTC derivatives unless the parties have agreed to a separate arrangement in respect of portfolio margining. The market value or accumulated unrealized appreciation (depreciation), initial margin posted, and any unsettled variation margin as of period end are disclosed in the Notes to Schedule of Investments.

International Swaps and Derivatives Association, Inc. Master Agreements and Credit Support Annexes ("ISDA Master Agreements") govern bilateral OTC derivative transactions entered into by the Portfolio with select counterparties. ISDA Master Agreements maintain provisions for general obligations, representations, agreements, collateral posting 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. In limited circumstances, the ISDA Master Agreement may contain additional provisions that add counterparty protection beyond coverage of existing daily exposure if the counterparty has a decline in credit quality below a predefined level. These amounts, if any, may be segregated with a third-party custodian. The market value of OTC financial derivative instruments, collateral received or pledged, and net exposure by counterparty as of period end are disclosed in the Notes to Schedule of Investments.

9. FEES AND EXPENSES

(a) Investment Advisory Fee PIMCO is a majority-owned subsidiary of Allianz Asset Management of America L.P. ("Allianz Asset Management") and serves as the Adviser to the Trust, pursuant to an investment advisory contract. The Adviser receives a monthly fee from the Portfolio at an annual rate based on average daily net assets (the "Investment Advisory Fee"). The Investment Advisory Fee for all classes is charged at an annual rate as noted in the table in note (b) below.

(b) Supervisory and Administrative Fee PIMCO serves as administrator (the "Administrator") and provides supervisory and administrative services to the Trust for which it receives a monthly supervisory and administrative fee based on each share class's average daily net assets (the "Supervisory and Administrative Fee"). As the Administrator, PIMCO bears the costs of various third-party services, including audit, custodial, portfolio accounting, legal, transfer agency and printing costs.

The Investment Advisory Fee and Supervisory and Administrative Fees for all classes, as applicable, are charged at the annual rate as noted in the following table (calculated as a percentage of the Portfolio's average daily net assets attributable to each class):

Investment Advisory Fee	Supervisory and Administrative Fee		
All Classes	Institutional Class	Administrative Class	Advisor Class
0.25%	0.50%	0.50%	0.50%

(c) Distribution and Servicing Fees PIMCO Investments LLC, a wholly-owned subsidiary of PIMCO, serves as the distributor ("Distributor") of the Trust's shares.

The Trust has adopted an Administrative Services Plan with respect to the Administrative Class shares of the Portfolio pursuant to Rule 12b-1 under the Act (the "Administrative Plan"). Under the terms of the Administrative Plan, the Trust is permitted to compensate the Distributor, out of the Administrative Class assets of the Portfolio, in an amount up to 0.15% on an annual basis of the average daily net assets of that class, for providing or procuring through financial intermediaries administrative, recordkeeping and investor services for Administrative Class shareholders of the Portfolio.

The Trust has adopted a separate Distribution and Servicing Plan for the Advisor Class shares of the Portfolio (the "Distribution and Servicing Plan"). The Distribution and Servicing Plan has been adopted pursuant to Rule 12b-1 under the Act. The Distribution and Servicing Plan permits the Portfolio to compensate the Distributor for providing or procuring through financial intermediaries, distribution, administrative, recordkeeping, shareholder and/or related services with respect to Advisor Class shares. The Distribution and Servicing Plan permits the Portfolio to make total payments at an annual rate of up to 0.25% of its average daily net assets attributable to its Advisor Class shares.

	Distribution Fee	Servicing Fee
Administrative Class	—	0.15%
Advisor Class	0.25%	—

(d) Portfolio Expenses PIMCO provides or procures supervisory and administrative services for shareholders and also bears the costs of various third-party services required by the Portfolio, including audit, custodial, portfolio accounting, legal, transfer agency and printing costs. The Trust is responsible for the following expenses: (i) taxes and governmental fees; (ii) brokerage fees and commissions and other portfolio transaction expenses; (iii) the costs of borrowing money, including interest expense; (iv) fees and expenses of the Trustees who are not "interested persons" of PIMCO or the Trust, and any counsel retained exclusively for their benefit, except for PIMCO All Asset Portfolio and PIMCO All Asset All Authority Portfolio; (v) extraordinary expense, including costs of litigation and indemnification expenses; (vi) organizational expenses; and (vii) any expenses allocated or allocable to a specific class of shares, which include service fees payable with respect to the Administrative Class Shares, and may include certain other expenses as permitted by the Trust's Multi-Class Plan adopted pursuant to Rule 18f-3 under the Act and subject to review and approval by the Trustees. The ratio of expenses to average net assets per share class, as disclosed on the Financial Highlights, may differ from the annual portfolio operating expenses per share class.

The Trust pays no compensation directly to any Trustee or any other officer who is affiliated with the Administrator, all of whom receive remuneration for their services to the Trust from the Administrator or its affiliates.

(e) Expense Limitation Pursuant to the Expense Limitation Agreement, PIMCO has agreed to waive a portion of the Portfolio's Supervisory and Administrative Fee, or reimburse the Portfolio, to the extent that the Portfolio's organizational expenses, pro rata share of expenses related to obtaining or maintaining a Legal Entity Identifier and pro rata share of Trustee Fees exceed 0.0049%, the "Expense Limit" (calculated as a percentage of the Portfolio's average daily net assets attributable to each class). The Expense Limitation Agreement will automatically renew for one-year terms unless PIMCO provides written notice to the Trust at least 30 days prior to the end of the then current term.

In any month in which the investment advisory contract or supervision and administration agreement is in effect, PIMCO is entitled to reimbursement by the Portfolio of any portion of the supervisory and administrative fee waived or reimbursed as set forth above (the "Reimbursement Amount") during the previous thirty-six months from the time of the waiver, provided that such amount paid to PIMCO will not: i) together with any organizational expenses, pro rata share of expenses related to obtaining or maintaining a Legal Entity Identifier and pro rata Trustee fees, exceed, for such month, the Expense Limit (or the amount of the expense limit in place at the time the amount being recouped was originally waived if lower than the Expense Limit); ii) exceed the total Reimbursement Amount; or iii) include any amounts previously reimbursed to PIMCO. At December 31, 2019, there were no recoverable amounts.

10. RELATED PARTY TRANSACTIONS

The Adviser, Administrator, and Distributor are related parties. Fees paid to these parties are disclosed in Note 9, Fees and Expenses, and the accrued related party fee amounts are disclosed on the Statement of Assets and Liabilities.

The Portfolio is permitted to purchase or sell securities from or to certain related affiliated portfolios under specified conditions outlined in procedures adopted by the Board. The procedures have been designed to ensure that any purchase or sale of securities by the Portfolio from or to another fund or portfolio that are, or could be, considered an affiliate, or an affiliate of an affiliate, by virtue of having a common investment adviser (or affiliated investment advisers), common Trustees and/or common officers complies with Rule 17a-7 under the Act. Further, as defined under the procedures, each transaction is effected at the current market price. Purchases and sales of securities pursuant to Rule 17a-7 under the Act for the period ended December 31, 2019, were as follows (amounts in thousands†):

Purchases	Sales
$ 9,900	$ 2,273

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

11. GUARANTEES AND INDEMNIFICATIONS

Under the Trust's organizational documents, each Trustee, officer, employee or other agent of the Trust (including the Trust's investment manager) is indemnified, to the extent permitted by the Act, against certain liabilities that may arise out of performance of their duties to the Portfolio. Additionally, in the normal course of business, the Portfolio enters into contracts that contain a variety of indemnification clauses. The Portfolio's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Portfolio that have not yet occurred. However, the Portfolio has not had prior claims or losses pursuant to these contracts.

12. PURCHASES AND SALES OF SECURITIES

The length of time the Portfolio has held a particular security is not generally a consideration in investment decisions. A change in the securities held by the Portfolio is known as "portfolio turnover." The Portfolio may engage in frequent and active trading of portfolio securities to achieve its investment objective, particularly during periods of volatile market movements. High portfolio turnover may involve correspondingly greater transaction costs, including brokerage commissions or dealer mark-ups and other transaction costs on the sale of securities and reinvestments in other securities, which are borne by the Portfolio. Such sales may also result in realization of taxable capital gains, including short-term capital gains (which are generally taxed at ordinary income tax rates when distributed to shareholders). The transaction costs associated with portfolio turnover may adversely affect the Portfolio's performance. The portfolio turnover rates are reported in the Financial Highlights.

Purchases and sales of securities (excluding short-term investments) for the period ended December 31, 2019, were as follows (amounts in thousands†):

U.S. Government/Agency		All Other	
Purchases	Sales	Purchases	Sales
$ 1,640,544	$ 1,562,133	$ 314,735	$ 192,790

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

13. SHARES OF BENEFICIAL INTEREST

The Trust may issue an unlimited number of shares of beneficial interest with a $0.001 par value. Changes in shares of beneficial interest were as follows (shares and amounts in thousands†):

	Year Ended 12/31/2019		Year Ended 12/31/2018	
	Shares	Amount	Shares	Amount
Receipts for shares sold				
Institutional Class	136	$ 1,528	124	$ 1,359
Administrative Class	2,408	26,931	3,018	32,763
Advisor Class	2,150	24,104	2,955	32,037
Issued as reinvestment of distributions				
Institutional Class	20	216	12	130
Administrative Class	182	2,042	116	1,264
Advisor Class	969	10,887	638	6,925
Cost of shares redeemed				
Institutional Class	(41)	(464)	(68)	(743)
Administrative Class	(2,817)	(31,592)	(3,016)	(32,728)
Advisor Class	(1,983)	(22,194)	(2,552)	(27,689)
Net increase (decrease) resulting from Portfolio share transactions	1,024	$ 11,458	1,227	$ 13,318

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

As of December 31, 2019, one shareholder owned 10% or more of the Portfolio's total outstanding shares comprising 85% of the Portfolio.

14. REGULATORY AND LITIGATION MATTERS

The Portfolio is not named as a defendant in any material litigation or arbitration proceedings and is not aware of any material litigation or claim pending or threatened against it.

The foregoing speaks only as of the date of this report.

15. FEDERAL INCOME TAX MATTERS

The Portfolio intends to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code (the "Code") and distribute all of its taxable income and net realized gains, if applicable, to shareholders. Accordingly, no provision for Federal income taxes has been made.

The Portfolio may be subject to local withholding taxes, including those imposed on realized capital gains. Any applicable foreign capital gains tax is accrued daily based upon net unrealized gains, and may be payable following the sale of any applicable investments.

In accordance with U.S. GAAP, the Adviser has reviewed the Portfolio's tax positions for all open tax years. As of December 31, 2019, the Portfolio has recorded no liability for net unrecognized tax benefits relating to uncertain income tax positions it has taken or expects to take in future tax returns.

The Portfolio files U.S. federal, state, and local tax returns as required. The Portfolio's tax returns are subject to examination by relevant tax authorities until expiration of the applicable statute of limitations, which is generally three years after the filing of the tax return but which can be extended to six years in certain circumstances. Tax returns for open years have incorporated no uncertain tax positions that require a provision for income taxes.

Shares of the Portfolio currently are sold to segregated asset accounts ("Separate Accounts") of insurance companies that fund variable annuity contracts and variable life insurance policies ("Variable Contracts"). Please refer to the prospectus for the Separate Account and Variable Contract for information regarding Federal income tax treatment of distributions to the Separate Account.

As of December 31, 2019, the components of distributable taxable earnings are as follows (amounts in thousands†):

	Undistributed Ordinary Income(1)	Undistributed Long-Term Capital Gains	Net Tax Basis Unrealized Appreciation/ (Depreciation)(2)	Other Book-to-Tax Accounting Differences(3)	Accumulated Capital Losses(4)	Qualified Late-Year Loss Deferral - Capital(5)	Qualified Late-Year Loss Deferral - Ordinary(6)
PIMCO International Bond Portfolio (U.S. Dollar-Hedged)	$ 29,568	$ 0	$ 1,098	$ 0	$ (3,812)	$ 0	$ 0

† A zero balance may reflect actual amounts rounding to less than one thousand.
(1) Includes undistributed short-term capital gains, if any.
(2) Adjusted for open wash sale loss deferrals and the accelerated recognition of unrealized gain or loss on certain futures, options and forward contracts for federal income tax, purposes. Also adjusted for differences between book and tax realized and unrealized gain (loss) on swap contracts, treasury inflation-protected securities (TIPS), sale/buyback transactions, convertible preferred securities, straddle loss deferrals, and Lehman securities.
(3) Represents differences in income tax regulations and financial accounting principles generally accepted in the United States of America.
(4) Capital losses available to offset future net capital gains expire in varying amounts as shown below.
(5) Capital losses realized during the period November 1, 2019 through December 31, 2019 which the Portfolio elected to defer to the following taxable year pursuant to income tax regulations.
(6) Specified losses realized during the period November 1, 2019 through December 31, 2019 which the Portfolio elected to defer to the following taxable year pursuant to income tax regulations.

Under the Regulated Investment Company Modernization Act of 2010, a portfolio is permitted to carry forward any new capital losses for an unlimited period. Additionally, such 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 under previous law.

As of December 31, 2019, the Portfolio had the following post-effective capital losses with no expiration (amounts in thousands†):

	Short-Term	Long-Term
PIMCO International Bond Portfolio (U.S. Dollar-Hedged)	$ 0	$ 3,812

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

As of December 31, 2019, the aggregate cost and the net unrealized appreciation/(depreciation) of investments for federal income tax purposes are as follows (amounts in thousands†):

	Federal Tax Cost	Unrealized Appreciation	Unrealized (Depreciation)	Net Unrealized Appreciation/ (Depreciation)(7)
PIMCO International Bond Portfolio (U.S. Dollar-Hedged)	$ 775,131	$ 19,868	$ (18,120)	$ 1,748

† A zero balance may reflect actual amounts rounding to less than one thousand.
(7) Primary differences, if any, between book and tax net unrealized appreciation/(depreciation) on investments are attributable to open wash sale loss deferrals, unrealized gain or loss on certain futures, options and forward contracts, treasury inflation protected securities (TIPS), sale/buyback transactions, realized and unrealized gain (loss) swap contracts, convertible preferred securities, straddle loss deferrals, and Lehman securities.

For the fiscal year ended December 31, 2019 and December 31, 2018, respectively, the Portfolio made the following tax basis distributions (amounts in thousands†):

	December 31, 2019			December 31, 2018		
	Ordinary Income Distributions(8)	Long-Term Capital Gain Distributions	Return of Capital(9)	Ordinary Income Distributions(8)	Long-Term Capital Gain Distributions	Return of Capital(9)
PIMCO International Bond Portfolio (U.S. Dollar-Hedged)	$ 13,145	$ 0	$ 0	$ 6,590	$ 1,730	$ 0

† A zero balance may reflect actual amounts rounding to less than one thousand.
(8) Includes short-term capital gains distributed, if any.
(9) A portion of the distributions made represents a tax return of capital. Return of capital distributions have been reclassified from undistributed net investment income to paid-in capital to more appropriately conform financial accounting to tax accounting.

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of PIMCO Variable Insurance Trust and Shareholders of PIMCO International Bond Portfolio (U.S. Dollar-Hedged)

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of PIMCO International Bond Portfolio (U.S. Dollar-Hedged) (one of the portfolios constituting PIMCO Variable Insurance Trust, hereafter referred to as the “Portfolio”) as of December 31, 2019, the related statement of operations for the year ended December 31, 2019, the statement of changes in net assets for each of the two years in the period ended December 31, 2019, including the related notes, and the financial highlights for each of the five years in the period ended December 31, 2019 (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Portfolio as of December 31, 2019, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended December 31, 2019 and the financial highlights for each of the five years in the period ended December 31, 2019 in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Portfolio’s management. Our responsibility is to express an opinion on the Portfolio’s financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Portfolio in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of December 31, 2019 by correspondence with the custodian, transfer agent and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

/s/ PricewaterhouseCoopers LLP
Kansas City, Missouri

February 20, 2020

We have served as the auditor of one or more investment companies in PIMCO Variable Insurance Trust since 1998.

Glossary: (abbreviations that may be used in the preceding statements)

Counterparty Abbreviations:

BOA	Bank of America N.A.	**FICC**	Fixed Income Clearing Corporation	**MYC**	Morgan Stanley Capital Services LLC
BPG	BNP Paribas Securities Corp.	**GLM**	Goldman Sachs Bank USA	**MYI**	Morgan Stanley & Co. International PLC
BPS	BNP Paribas S.A.	**GRE**	NatWest Markets Securities Inc.	**RCY**	Royal Bank of Canada
BRC	Barclays Bank PLC	**GST**	Goldman Sachs International	**RYL**	NatWest Markets Plc
BSH	Banco Santander S.A. - New York Branch	**HUS**	HSBC Bank USA N.A.	**SCX**	Standard Chartered Bank, London
CBK	Citibank N.A.	**IND**	Crédit Agricole Corporate and Investment Bank S.A.	**SOG**	Societe Generale Paris
CIB	Canadian Imperial Bank of Commerce	**JLN**	JP Morgan Chase Bank N.A. London	**SSB**	State Street Bank and Trust Co.
CKL	Citibank N.A. London	**JPM**	JP Morgan Chase Bank N.A.	**TDM**	TD Securities (USA) LLC
DBL	Deutsche Bank AG London	**JPS**	J.P. Morgan Securities LLC	**TOR**	The Toronto-Dominion Bank
DUB	Deutsche Bank AG	**MBC**	HSBC Bank Plc	**UAG**	UBS AG Stamford
FAR	Wells Fargo Bank National Association	**MEI**	Merrill Lynch International	**UBS**	UBS Securities LLC
FBF	Credit Suisse International	**MSC**	Morgan Stanley & Co. LLC.		

Currency Abbreviations:

ARS	Argentine Peso	**DKK**	Danish Krone	**NOK**	Norwegian Krone
AUD	Australian Dollar	**EUR**	Euro	**NZD**	New Zealand Dollar
BRL	Brazilian Real	**GBP**	British Pound	**PEN**	Peruvian New Sol
CAD	Canadian Dollar	**HKD**	Hong Kong Dollar	**PLN**	Polish Zloty
CHF	Swiss Franc	**IDR**	Indonesian Rupiah	**RON**	Romanian New Leu
CLP	Chilean Peso	**ILS**	Israeli Shekel	**RUB**	Russian Ruble
CNH	Chinese Renminbi (Offshore)	**INR**	Indian Rupee	**SEK**	Swedish Krona
CNY	Chinese Renminbi (Mainland)	**JPY**	Japanese Yen	**TWD**	Taiwanese Dollar
COP	Colombian Peso	**KRW**	South Korean Won	**USD (or $)**	United States Dollar
CZK	Czech Koruna	**MXN**	Mexican Peso	**ZAR**	South African Rand

Exchange Abbreviations:

CBOT	Chicago Board of Trade	**CME**	Chicago Mercantile Exchange	**OTC**	Over the Counter

Index/Spread Abbreviations:

ARLLMONP	Argentina Blended Policy Rate	**CDX.IG**	Credit Derivatives Index - Investment Grade	**LIBOR03M**	3 Month USD-LIBOR
BADLARPP	Argentina Badlar Floating Rate Notes	**EUR003M**	3 Month EUR Swap Rate	**US0003M**	3 Month USD Swap Rate
CDOR01	1 Month CDN Swap Rate				

Other Abbreviations:

ABS	Asset-Backed Security	**EURIBOR**	Euro Interbank Offered Rate	**PRIBOR**	Prague Interbank Offered Rate
ALT	Alternate Loan Trust	**JIBAR**	Johannesburg Interbank Agreed Rate	**SONIO**	Sterling Overnight Interbank Average Rate
BBR	Bank Bill Rate	**LIBOR**	London Interbank Offered Rate	**STIBOR**	Stockholm Interbank Offered Rate
BTP	Buoni del Tesoro Poliennali	**Lunar**	Monthly payment based on 28-day periods. One year consists of 13 periods.	**TBA**	To-Be-Announced
CDI	Brazil Interbank Deposit Rate	**NCUA**	National Credit Union Administration	**TELBOR**	Tel Aviv Inter-Bank Offered Rate
CDO	Collateralized Debt Obligation	**OAT**	Obligations Assimilables du Trésor	**TIIE**	Tasa de Interés Interbancaria de Equilibrio "Equilibrium Interbank Interest Rate"
CLO	Collateralized Loan Obligation	**OIS**	Overnight Index Swap	**WIBOR**	Warsaw Interbank Offered Rate
DAC	Designated Activity Company	**PIK**	Payment-in-Kind		

Federal Income Tax Information

As required by the Internal Revenue Code (the "Code") and Treasury Regulations, if applicable, shareholders must be notified regarding the status of qualified dividend income and the dividend received deduction.

Dividend Received Deduction. Corporate shareholders are generally entitled to take the dividend received deduction on the portion of a Portfolio's dividend distribution that qualifies under tax law. The percentage of the following Portfolio's fiscal 2019 ordinary income dividend that qualifies for the corporate dividend received deduction is set forth in the table below.

Qualified Dividend Income. Under the Jobs and Growth Tax Relief Reconciliation Act of 2003 (the "Act"), the percentage of ordinary dividends paid during the calendar year designated as "qualified dividend income", as defined in the Act, subject to reduced tax rates in 2019 is set forth for the Fund in the table below.

Qualified Interest Income and Qualified Short-Term Capital Gain (for non-U.S. resident shareholders only). Under the American Jobs Creation Act of 2004, the amounts of ordinary dividends paid during the fiscal year ended December 31, 2019 considered to be derived from "qualified interest income," as defined in Section 871(k)(1)(E) of the Code, and therefore designated as interest-related dividends, as defined in Section 871(k)(1)(C) of the Code are set forth in the table below. Further, the amounts of ordinary dividends paid during the fiscal year ended December 31, 2019 considered to be derived from "qualified short-term capital gain," as defined in Section 871(k)(2)(D) of the Code, and therefore designated as qualified short-term gain dividends, as defined by Section 871(k)(2)(C) of the Code are also set forth in the table below.

	Dividend Received Deduction %	Qualified Dividend Income %	Qualified Interest Income (000s†)	Qualified Short-Term Capital Gain (000s†)
PIMCO International Bond Portfolio (U.S. Dollar-Hedged)	0.00%	0.00%	$ 6,626	$ 0

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

Shareholders are advised to consult their own tax advisor with respect to the tax consequences of their investment in the Trust. In January 2020, you will be advised on IRS Form 1099-DIV as to the federal tax status of the dividends and distributions received by you in calendar year 2019.

The charts below identify the Trustees and executive officers of the Trust. Unless otherwise indicated, the address of all persons below is 650 Newport Center Drive, Newport Beach, CA 92660.

The Portfolio's Statement of Additional Information includes more information about the Trustees and Officers. To request a free copy, call PIMCO at (888) 87-PIMCO or visit the Portfolio's website at www.pimco.com/pvit.

Name, Year of Birth and Position Held with Trust*	Term of Office and Length of Time Served†	Principal Occupation(s) During Past 5 Years	Number of Funds in Fund Complex Overseen by Trustee	Other Public Company and Investment Company Directorships Held by Trustee During the Past 5 Years
Interested Trustees[1]				
Peter G. Strelow (1970) *Chairman of the Board and Trustee*	05/2017 to present Chairman of the Board - 02/2019 to present	Managing Director and Co-Chief Operating Officer, PIMCO. President of the Trust, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds. Formerly, Chief Administrative Officer, PIMCO.	149	Chairman and Trustee, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT.
Brent R. Harris (1959) *Trustee*	08/1997 to present	Managing Director, PIMCO. Senior Vice President of the Trust, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT. Formerly, member of Executive Committee, PIMCO.	149	Trustee, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT; Director, StocksPLUS® Management, Inc; and member of Board of Governors, Investment Company Institute. Formerly, Chairman, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT.
Independent Trustees				
George E. Borst (1948) *Trustee*	04/2015 to present	Executive Advisor, McKinsey & Company (since 10/14); Formerly, Executive Advisor, Toyota Financial Services (10/13-12/14); and CEO, Toyota Financial Services (1/01-9/13).	149	Trustee, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT; Director, MarineMax Inc.
Jennifer Holden Dunbar (1963) *Trustee*	04/2015 to present	Managing Director, Dunbar Partners, LLC (business consulting and investments). Formerly, Partner, Leonard Green & Partners, L.P.	149	Trustee, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT; Director, PS Business Parks; Director, Big 5 Sporting Goods Corporation.
Kym M. Hubbard (1957) *Trustee*	02/2017 to present	Formerly, Global Head of Investments, Chief Investment Officer and Treasurer, Ernst & Young.	149	Trustee, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT; Director, State Auto Financial Corporation.
Gary F. Kennedy (1955) *Trustee*	04/2015 to present	Formerly, Senior Vice President, General Counsel and Chief Compliance Officer, American Airlines and AMR Corporation (now American Airlines Group) (1/03-1/14).	149	Trustee, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT.
Peter B. McCarthy (1950) *Trustee*	04/2015 to present	Formerly, Assistant Secretary and Chief Financial Officer, United States Department of Treasury; Deputy Managing Director, Institute of International Finance.	149	Trustee, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT.
Ronald C. Parker (1951) *Lead Independent Trustee*	07/2009 to present Lead Independent Trustee - 02/2017 to present	Director of Roseburg Forest Products Company. Formerly, Chairman of the Board, The Ford Family Foundation; and President, Chief Executive Officer, Hampton Affiliates (forestry products).	149	Lead Independent Trustee, PIMCO Funds and PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT.

* Unless otherwise noted, the information for the individuals listed is as of December 31, 2019.

[1] Mr. Harris and Mr. Strelow are "interested persons" of the Trust (as that term is defined in the 1940 Act) because of their affiliations with PIMCO.

† Trustees serve until their successors are duly elected and qualified.

Executive Officers

Name, Year of Birth and Position Held with Trust*	Term of Office and Length of Time Served	Principal Occupation(s) During Past 5 Years†
Eric D. Johnson (1970) *President*	06/2019 to present	Executive Vice President, PIMCO. President, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
David C. Flattum (1964) *Chief Legal Officer*	05/2019 to present	Managing Director and General Counsel, PIMCO. Chief Legal Officer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT. Formerly, Managing Director, Chief Operating Officer and General Counsel, Allianz Asset Management of America L.P.
Keisha Audain-Pressley (1975)** *Chief Compliance Officer*	01/2020 to present	Executive Vice President and Deputy Chief Compliance Officer, PIMCO. Chief Compliance Officer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
Brent R. Harris (1959) *Senior Vice President*	03/2010 to present	Managing Director, PIMCO. Senior Vice President, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT. Formerly, member of Executive Committee, PIMCO.
Joshua D. Ratner (1976)** *Senior Vice President*	05/2019 to present	Executive Vice President and Head of U.S. Operations, PIMCO. Senior Vice President, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
Peter G. Strelow (1970) *Senior Vice President*	06/2019 to present	Managing Director and Co-Chief Operating Officer, PIMCO. Senior Vice President, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds. Formerly, Chief Administrative Officer, PIMCO.
Ryan G. Leshaw (1980) *Vice President, Senior Counsel and Secretary*	11/2018 to present	Senior Vice President and Senior Counsel, PIMCO. Vice President, Senior Counsel and Secretary, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT. Chief Legal Officer, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds. Formerly, Associate, Willkie Farr & Gallagher LLP.
Wu-Kwan Kit (1981) *Assistant Secretary*	08/2017 to present	Senior Vice President and Senior Counsel, PIMCO. Assistant Secretary, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT. Vice President, Senior Counsel and Secretary, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds. Formerly, Assistant General Counsel, VanEck Associates Corp.
Stacie D. Anctil (1969) *Vice President*	05/2015 to present	Executive Vice President, PIMCO. Vice President, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
Brian J. Pittluck (1977) *Vice President*	01/2020 to present	Senior Vice President, PIMCO. Vice President, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
Bradley A. Todd (1960) *Treasurer*	06/2019 to present	Senior Vice President, PIMCO. Treasurer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds. Formerly, Consultant, EY.
Bijal Y. Parikh (1978) *Deputy Treasurer*	01/2020 to present	Senior Vice President, PIMCO. Deputy Treasurer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series and PIMCO Equity Series VIT. Assistant Treasurer, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
Erik C. Brown (1967)** *Assistant Treasurer*	02/2001 to present	Executive Vice President, PIMCO. Assistant Treasurer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
Brandon T. Evans (1982) *Assistant Treasurer*	05/2019 to present	Vice President, PIMCO. Assistant Treasurer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
Colleen D. Miller (1980)** *Assistant Treasurer*	02/2017 to present	Senior Vice President, PIMCO. Assistant Treasurer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
Christopher M. Morin (1980) *Assistant Treasurer*	08/2016 to present	Senior Vice President, PIMCO. Assistant Treasurer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
Jason J. Nagler (1982)** *Assistant Treasurer*	05/2015 to present	Senior Vice President, PIMCO. Assistant Treasurer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.
H. Jessica Zhang (1973)** *Assistant Treasurer*	01/2020 to present	Senior Vice President, PIMCO. Assistant Treasurer, PIMCO Funds, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, PIMCO-Sponsored Interval Funds and PIMCO-Sponsored Closed-End Funds.

* Unless otherwise noted, the information for the individuals listed is as of January 1, 2020.

† The term "PIMCO-Sponsored Closed-End Funds" as used herein includes: PIMCO California Municipal Income Fund, PIMCO California Municipal Income Fund II, PIMCO California Municipal Income Fund III, PIMCO Municipal Income Fund, PIMCO Municipal Income Fund II, PIMCO Municipal Income Fund III, PIMCO New York Municipal Income Fund, PIMCO New York Municipal Income Fund II, PIMCO New York Municipal Income Fund III, PCM Fund Inc., PIMCO Corporate & Income Opportunity Fund, PIMCO Corporate & Income Strategy Fund, PIMCO Dynamic Credit and Mortgage Income Fund, PIMCO Dynamic Income Fund, PIMCO Energy and Tactical Credit Opportunities Fund, PIMCO Global StocksPLUS® & Income Fund, PIMCO High Income Fund, PIMCO Income Opportunity Fund, PIMCO Income Strategy Fund, PIMCO Income Strategy Fund II and PIMCO Strategic Income Fund, Inc.; the term "PIMCO-Sponsored Interval Funds" as used herein includes: PIMCO Flexible Credit Income Fund and PIMCO Flexible Municipal Income Fund.

** The address of these officers is Pacific Investment Management Company LLC, 1633 Broadway, New York, New York 10019.

The Trust[2,3] considers customer privacy to be a fundamental aspect of its relationships with shareholders and is committed to maintaining the confidentiality, integrity and security of its current, prospective and former shareholders' non-public personal information. The Trust has developed policies that are designed to protect this confidentiality, while allowing shareholder needs to be served.

OBTAINING PERSONAL INFORMATION

In the course of providing shareholders with products and services, the Trust and certain service providers to the Trust, such as the Trust's investment advisers or sub-advisers ("Advisers"), 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 advisor or consultant, and/or from information captured on applicable websites.

RESPECTING YOUR PRIVACY

As a matter of policy, the Trust does not disclose any non-public personal information provided by shareholders or gathered by the Trust to non-affiliated third parties, except as required or permitted by law or as necessary for such third parties to perform their agreements with respect to the Trust. 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, conducting research on shareholder satisfaction and gathering shareholder proxies. The Trust or its affiliates may also retain non-affiliated companies to market the Trust's shares or products which use the Trust's shares and enter into joint marketing arrangements with them and other companies. 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. In most cases, the shareholders will be clients of a third party, but the Trust may also provide a shareholder's personal and account information to the shareholder's respective brokerage or financial advisory firm and/or financial advisor or consultant.

SHARING INFORMATION WITH THIRD PARTIES

The Trust reserves the right to disclose or report personal or account information to non-affiliated third parties in limited circumstances where the Trust believes in good faith that disclosure is required under law, to cooperate with regulators or law enforcement authorities, to protect its rights or property, or upon reasonable request by any fund advised by PIMCO in which a shareholder has invested. In addition, the Trust may disclose information about a shareholder or a shareholder's accounts to a non-affiliated third party at the shareholder's request or with the consent of the shareholder.

SHARING INFORMATION WITH AFFILIATES

The Trust may share shareholder information with its affiliates in connection with servicing shareholders' accounts, and subject to applicable law may provide shareholders with information about products and services that the Trust or its Advisers, distributors or their affiliates ("Service Affiliates") believe may be of interest to such shareholders. The information that the Trust may share may include, for example, a shareholder's participation in the Trust or in other investment programs sponsored by a Service Affiliate, a shareholder's ownership of certain types of accounts (such as IRAs), information about the Trust's experiences or transactions with a shareholder, information captured on applicable websites, or other data about a shareholder's accounts, subject to applicable law. The Trust's Service 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

The Trust takes seriously the obligation to safeguard shareholder non-public personal information. In addition to this policy, the Trust has implemented procedures that are designed to restrict access to a shareholder's non-public personal information to internal personnel who need to know that information to perform their jobs, such as servicing shareholder accounts or notifying shareholders of new products or services. Physical, electronic and procedural safeguards are in place to guard a shareholder's non-public personal information.

INFORMATION COLLECTED FROM WEBSITES

Websites maintained by the Trust or its service providers may use a variety of technologies to collect information that help the Trust and its service providers understand how the website is used. Information collected from your web browser (including small files stored on your device that are commonly referred to as "cookies") allow the websites to recognize your web browser and help to personalize and improve your user experience and enhance navigation of the website. In addition, the Trust or its Service Affiliates may use third parties to place advertisements for the Trust on other websites, including banner advertisements. Such third parties may collect anonymous information through the use of cookies or action tags (such as web beacons). The information these third parties collect is generally limited to technical and web navigation information, such as your IP address, web pages visited and browser type, and does not include personally identifiable information such as name, address, phone number or email address. If you are a registered user of the Trust's website, the Trust or their service providers or third party firms engaged by the Trust or their service providers may collect or share information submitted by you, which may include personally identifiable information. This information can be useful to the Trust when assessing and offering services and website features. You can change your cookie preferences by changing the setting on your web browser to delete or reject cookies. If you delete or reject cookies, some website pages may not function properly. The Trust does not look for web browser "do not track" requests.

CHANGES TO THE PRIVACY POLICY

From time to time, the Trust may update or revise this privacy policy. If there are changes to the terms of this privacy policy, documents containing the revised policy on the relevant website will be updated.

[1] Amended as of February 15, 2017.
[2] PIMCO Investments LLC ("PI") serves as the Trust's distributor. This Privacy Policy applies to the activities of PI to the extent that PI regularly effects or engages in transactions with or for a Trust shareholder who is the record owner of such shares. For purposes of this Privacy Policy, references to "the Trust" shall include PI when acting in this capacity.
[3] When distributing this Policy, the Trust may combine the distribution with any similar distribution of its investment adviser's privacy policy. The distributed, combined policy may be written in the first person (i.e., by using "we" instead of "the Trust").

Approval of Renewal of the Amended and Restated Investment Advisory Contract, Supervision and Administration Agreement and Amended and Restated Asset Allocation Sub-Advisory Agreement

At a meeting held on August 20-21, 2019, the Board of Trustees (the "Board") of PIMCO Variable Insurance Trust (the "Trust"), including the Trustees who are not "interested persons" of the Trust under the Investment Company Act of 1940, as amended (the "Independent Trustees"), considered and unanimously approved the renewal of the Amended and Restated Investment Advisory Contract (the "Investment Advisory Contract") between the Trust, on behalf of each of the Trust's series (each, a "Portfolio," and collectively, the "Portfolios"), and Pacific Investment Management Company LLC ("PIMCO") for an additional one-year term through August 31, 2020. The Board also considered and unanimously approved the renewal of the Supervision and Administration Agreement (together with the Investment Advisory Contract, the "Agreements") between the Trust, on behalf of the Portfolios, and PIMCO for an additional one-year term through August 31, 2020. In addition, the Board considered and unanimously approved the renewal of the Amended and Restated Asset Allocation Sub-Advisory Agreement (the "Asset Allocation Agreement") between PIMCO, on behalf of PIMCO All Asset Portfolio and PIMCO All Asset All Authority Portfolio, each a series of the Trust, and Research Affiliates, LLC ("Research Affiliates") for an additional one-year term through August 31, 2020.

The information, material factors and conclusions that formed the basis for the Board's approvals are summarized below.

1. INFORMATION RECEIVED

(a) Materials Reviewed: During the course of the past year, the Trustees received a wide variety of materials relating to the services provided by PIMCO and Research Affiliates to the Trust. At each of its quarterly meetings, the Board reviewed the Portfolios' investment performance and a significant amount of information relating to Portfolio operations, including shareholder services, valuation and custody, the Portfolios' compliance program and other information relating to the nature, extent and quality of services provided by PIMCO and Research Affiliates to the Trust and each of the Portfolios, as applicable. In considering whether to approve the renewal of the Agreements and the Asset Allocation Agreement, the Board reviewed additional information, including, but not limited to, comparative industry data with regard to investment performance, advisory and supervisory and administrative fees and expenses, financial information for PIMCO and, where relevant, Research Affiliates, information regarding the profitability to PIMCO of its relationship with the Portfolios, information about the personnel providing investment management services, other advisory services and supervisory and administrative services to the Portfolios, and information about the fees charged and services provided to other clients with similar investment mandates as the Portfolios, where applicable. In addition, the Board reviewed materials provided by counsel to the Trust and the Independent Trustees, which included, among other things, a memorandum outlining legal duties of the Board in considering the renewal of the Agreements and the Asset Allocation Agreement.

(b) Review Process: In connection with considering the renewal of the Agreements and the Asset Allocation Agreement, the Board reviewed written materials prepared by PIMCO and, where applicable, Research Affiliates in response to requests from counsel to the Trust and the Independent Trustees encompassing a wide variety of topics. The Board requested and received assistance and advice regarding, among other things, applicable legal standards from counsel to the Trust and the Independent Trustees, and reviewed comparative fee and performance data prepared at the Board's request by Broadridge Financial Solutions, Inc. ("Broadridge"), an independent provider of investment company performance information and fee and expense data. The Board received presentations from PIMCO and, where applicable, Research Affiliates, on matters related to the Agreements and the Asset Allocation Agreement and met both as a full Board and in a separate session of the Independent Trustees, without management present, at the August 20-21, 2019 meeting. The Independent Trustees also met in-person and telephonically with counsel to the Trust and the Independent Trustees, including an in-person meeting on July 17, 2019, and conducted a telephonic meeting with management and counsel to the Trust and Independent Trustees, to discuss the materials presented and other matters deemed relevant to their consideration of the renewal of the Agreements and the Asset Allocation Agreement. In connection with its review of the Agreements and the Asset Allocation Agreement, the Board received comparative information on the performance, the risk-adjusted performance and the fees and expenses of other peer group funds and share classes. The Independent Trustees also requested and received supplemental information, including information regarding Portfolio performance and profitability.

The approval determinations were made on the basis of each Trustee's business judgment after consideration and evaluation of all the information presented. Individual Trustees may have given different weight to certain factors and assigned various degrees of materiality to information received in connection with the approval process. In deciding to approve the renewal of the Agreements and the Asset Allocation Agreement, the Board did not identify any single factor or particular information that, in isolation, was controlling. The discussion below is intended to summarize the broad factors and information that figured prominently in the Board's consideration of the renewal of the Agreements and the Asset Allocation Agreement, but is not intended to summarize all of the factors considered by the Board.

2. NATURE, EXTENT AND QUALITY OF SERVICES

(a) PIMCO, Research Affiliates, their Personnel, and Resources: The Board considered the depth and quality of PIMCO's investment management process, including, but not limited to: the experience, capability and integrity of its senior management and other personnel; the overall financial strength and stability of its organization; and the ability of its organizational structure to address changes in the Portfolios' asset levels. The Board also considered the various services in addition to portfolio management that PIMCO provides under the Investment Advisory Contract. The Board noted that PIMCO makes available to its investment professionals a variety of resources and systems relating to investment management, compliance, trading, performance and portfolio accounting. The Board also noted PIMCO's commitment to enhancing and investing in its global infrastructure, technology capabilities, risk management processes and the specialized talent needed to provide the array of services required of a mutual fund sponsor, to stay at the forefront of the competitive investment management industry and to strengthen its ability to deliver services under the Agreements. The Board considered PIMCO's policies, procedures and systems reasonably designed to assure compliance with applicable laws and regulations and its commitment to further developing and strengthening these programs, its oversight of matters that may involve conflicts of interest between the Portfolios' investments and those of other accounts managed by PIMCO, and its efforts to keep the Trustees informed about matters relevant to the Portfolios and their shareholders. The Board also considered PIMCO's continuous investment in new disciplines and talented personnel, which has enhanced PIMCO's services to the Portfolios and has allowed PIMCO to introduce innovative new portfolios over time. In addition, the Board considered the nature, extent and quality of services provided by PIMCO to the wholly-owned subsidiaries of certain applicable Portfolios.

In addition, the Trustees considered new services and service enhancements that PIMCO has implemented, including, but not limited to: upgrading the global network and infrastructure to support trading and risk management systems; enhancing and continuing to expand capabilities within the pre-trade compliance platform; enhancing flexible client reporting capabilities to support increased differentiation within local markets; developing new application and database frameworks to support new trading strategies; making portfolio data, performance and portfolio analysis available on the cloud to improve system performance for internal users and develop a new self-service client portal; enhancing the enterprise risk management function, including PIMCO's Global Risk Committee, cybersecurity program and global business continuity functions; continuing oversight by the Americas Fund Oversight Committee, which provides senior-level oversight and supervision focused on new and ongoing fund-related business opportunities; expanding engagement with a third party service provider to provide certain additional fund administration services subject to PIMCO's oversight; expanding the Fund Treasurer's Office; enhancing a proprietary application to provide portfolio managers with more timely and high quality income reporting; developing a global tax management application that will enable investment professionals to access foreign market and security tax information on a real-time basis; upgrading a proprietary application to allow shareholder subscription and redemption data to pass to portfolio managers more quickly and efficiently; completing work on structured data filings for Form N-PORT and Form N-CEN to ensure operational readiness and successfully meet applicable filing dates; implementing a contingent NAV process; continuing to advocate in the public policy arena; and continuing to expand the pricing portal and the proprietary performance reconciliation tool. Similarly, the Board considered the asset allocation services provided by Research Affiliates to the PIMCO All Asset Portfolio and PIMCO All Asset All Authority Portfolio. The Board further considered PIMCO's oversight of Research Affiliates in connection with Research Affiliates providing asset allocation services to the All Asset Portfolio and All Asset All Authority Portfolio. The Board also considered the depth and quality of Research Affiliates' investment management and research capabilities, the experience and capabilities of its portfolio management personnel and the overall financial strength of the organization.

Ultimately, the Board concluded that the nature, extent and quality of services provided or procured by PIMCO under the Agreements and provided by Research Affiliates under the Asset Allocation Agreement are likely to continue to benefit the Portfolios and their respective shareholders, as applicable.

(b) Other Services: The Board also considered the nature, extent and quality of supervisory and administrative services provided by PIMCO to the Portfolios under the Supervision and Administration Agreement.

The Board considered the terms of the Supervision and Administration Agreement, under which the Trust pays for the supervisory and administrative services provided pursuant to that agreement under what is essentially an all-in fee structure (the "unified fee"). In return, PIMCO provides or procures certain supervisory and administrative services and bears the costs of various third party services required by the Portfolios, including, but not limited to, audit, custodial, portfolio accounting, ordinary legal, transfer agency, sub-accounting and printing costs. The Board noted that the scope and complexity, as well as the costs, of the supervisory and administrative services provided by PIMCO under the Supervision and Administration Agreement continue to increase. The Board considered PIMCO's provision of supervisory and administrative services and its supervision of the Trust's third party service providers to assure that these service providers continue to provide a high level of service relative to alternatives available in the market.

Ultimately, the Board concluded that the nature, extent and quality of the services provided by PIMCO has benefited, and will likely continue to benefit, the Portfolios and their shareholders.

3. INVESTMENT PERFORMANCE

The Board reviewed information from PIMCO concerning the Portfolios' performance, as available, over short- and long-term periods ended March 31, 2019 and other performance data, as available, over short- and long-term periods ended June 30, 2019 (the "PIMCO Report") and from Broadridge concerning the Portfolios' performance, as available, over short- and long-term periods ended March 31, 2019 (the "Lipper Report").

The Board considered information regarding both the short- and long-term investment performance of each Portfolio relative to its peer group and relevant benchmark index as provided to the Board in advance of each of its quarterly meetings throughout the year, including the PIMCO Report and Lipper Report, which were provided in advance of the August 20-21, 2019 meeting. The Trustees reviewed information indicating that classes of each Portfolio would have substantially similar performance to that of the Administrative Class of the relevant Portfolio on a relative basis because all of the classes are invested in the same portfolio of investments and that differences in performance among classes could principally be attributed to differences in the supervisory and administrative fees and distribution and servicing expenses of each class. The Board noted that, due to differences (such as specific investment strategies or fee structures) between certain of the Portfolios and their so-called peers in the Lipper categories, performance comparisons may not be particularly relevant to the consideration of Portfolio performance but found the comparative information supported its overall evaluation.

The Board noted that performance for a majority of the Portfolios has been mixed compared to their respective benchmark indexes over the five-year period ended March 31, 2019. The Board noted that, as of March 31, 2019, 91%, 25% and 91% of the Trust's assets (based on Administrative Class performance) outperformed their respective benchmarks on a net-of-fees basis over the three-, five- and ten-year periods, respectively. The Board also discussed actions that have been taken by PIMCO to attempt to improve performance and took note of PIMCO's plans to monitor performance going forward.

The Board ultimately concluded, within the context of all of its considerations in connection with the Agreements, that PIMCO's performance record and process in managing the Portfolios indicates that its continued management is likely to benefit the Portfolios and their shareholders, and merits the approval of the renewal of the Agreements.

4. ADVISORY FEES, SUPERVISORY AND ADMINISTRATIVE FEES AND TOTAL EXPENSES

The Board considered that PIMCO seeks to price new funds and classes to scale at the outset with reference to the total expense ratios of the respective Lipper median, if available, while providing a premium for innovative investment offerings. PIMCO reported to the Board that, in proposing fees for any Portfolio or class of shares, it considers a number of factors, including, but not limited to, the type and complexity of the services provided, the cost of providing services, the risk assumed by PIMCO in the development of products and the provision of services and the competitive marketplace for financial products.

In addition, PIMCO reported to the Board that it periodically reviews the fees charged to the Portfolios and that PIMCO may propose advisory fee or supervisory and administrative fee changes where (i) a Portfolio's long-term performance warrants additional consideration; (ii) there is a notable aid to market position; (iii) a Portfolio's fee does not reflect the current level of supervision or administrative fees provided to the Portfolio; or (iv) PIMCO would like to change a Portfolio's overall strategic positioning.

The Board reviewed the advisory fees, supervisory and administrative fees and total expenses of the Portfolios (each as a percentage of average net assets) and compared such amounts with the average and median fee and expense levels of other similar funds. The Board also reviewed information relating to the sub-advisory fees paid to Research Affiliates with respect to applicable Portfolios, taking into account that PIMCO compensates Research Affiliates from the advisory fees paid by such Portfolios to PIMCO. With respect to advisory fees, the Board reviewed data from the Lipper Report that compared the average and median advisory fees of other funds in a "Peer Group" of comparable funds, as well as the universe of other similar funds. The Board reviewed materials indicating that a number of Portfolios have total expense ratios that fall below the average and median expense ratios in their Peer Group and Lipper universe. In addition, the Board considered fee waivers in place for certain of the Portfolios and also noted the fee waivers in place with respect to the advisory fee and supervisory and administrative fee that might result from investments by applicable Portfolios in their respective wholly-owned subsidiaries. The Board also considered that PIMCO reviews the Portfolios' fee levels and carefully considers changes where appropriate.

The Board also reviewed data comparing the Portfolios' advisory fees to the fee rates PIMCO charges to separate accounts, private funds, collective investment trusts and sub-advised clients with similar investment strategies. In cases where the fees for other clients were lower than those charged to the Portfolios, the Trustees noted that the differences in fees were attributable to various factors, including, but not limited to, differences in the advisory and other services provided by PIMCO to the Portfolios, differences in the number or extent of the services provided by PIMCO to the Portfolios, the manner in which similar portfolios may be managed, different requirements with respect to liquidity management and the implementation of other regulatory requirements, and the fact that separate accounts may have other contractual arrangements or arrangements across PIMCO strategies that justify different levels of fees. The Board considered that, with respect to collective investment trusts, PIMCO performs fewer or less extensive services because collective investment trusts are generally exempt from SEC regulation; investors in a collective investment trust may receive shareholder services from a trustee bank, rather than PIMCO; collective investment trusts have less regulatory disclosure; and the management structure of collective investment trusts differs from that of funds. The Trustees also considered that PIMCO faces increased entrepreneurial, legal and regulatory risk in sponsoring and managing mutual funds and ETFs as compared to separate accounts, external sub-advised funds or other investment products.

Regarding advisory fees charged by PIMCO in its capacity as sub-adviser to third party/unaffiliated funds, the Trustees took into account that such fees may be lower than the fees charged by PIMCO to serve as adviser to the Portfolios. The Trustees also took into account that there are various reasons for any such differences in fees, including, but not limited to, the fact that PIMCO may be subject to varying levels of entrepreneurial risk and regulatory requirements, differing legal liabilities on a contract-by-contract basis and different servicing requirements when PIMCO does not serve as the sponsor of a fund and is not principally responsible for all aspects of a fund’s investment program and operations as compared to when PIMCO serves as investment adviser and sponsor.

The Board considered the Portfolios’ supervisory and administrative fees, comparing them to similar funds managed by other investment advisers in the Lipper Report. The Board also considered that as the Portfolios’ business has become increasingly complex and the number of Portfolios has grown over time, PIMCO has provided an increasingly broad array of fund supervisory and administrative functions. In addition, the Board considered the Trust’s unified fee structure, under which the Trust pays for the supervisory and administrative services it requires for one set fee. In return for this unified fee, PIMCO provides or procures supervisory and administrative services and bears the costs of various third party services required by the Portfolios, including audit, custodial, portfolio accounting, ordinary legal, transfer agency, sub-accounting and printing costs. The Board further considered that many other funds pay for comparable services separately, and thus it is difficult to directly compare the Trust’s unified supervisory and administrative fees with the fees paid by other funds for administrative services alone. The Board also considered that the unified supervisory and administrative fee leads to Portfolio fees that are fixed over the contract period, rather than variable. The Board noted that, although the unified fee structure does not have breakpoints, it implicitly reflects economies of scale by fixing the absolute level of Portfolio fees at competitive levels over the contract period even if the Portfolios’ operating costs rise when assets remain flat or decrease. Other factors the Board considered in assessing the unified fee include PIMCO’s approach of pricing Portfolios to scale at inception and reinvesting in other important areas of the business that support the Portfolios. The Board considered that the Portfolios’ unified fee structure meant that fees were not impacted by recent outflows in certain Portfolios, unlike funds without a unified fee structure, which may see increased expense ratios when fixed costs, such as service provider costs, are passed through to a smaller asset base. The Board considered historical advisory and supervisory and administrative fee reductions implemented for different Portfolios and classes, noting that the unified fee can be increased or decreased in subsequent contractual periods and is subject to the periodic reviews discussed above. The Board noted that, with few exceptions, PIMCO has generally maintained Portfolio fees at the same level as implemented when the unified fee was adopted, and has reduced fees for a number of Portfolios in prior years. The Board concluded that the Portfolios’ supervisory and administrative fees were reasonable in relation to the value of the services provided, including the services provided to different classes of shareholders, and that the expenses assumed contractually by PIMCO under the Supervision and Administration Agreement represent, in effect, a cap on overall Portfolio fees during the contractual period, which is beneficial to the Portfolios and their shareholders.

The Board considered the Portfolios’ total expenses and discussed with PIMCO those Portfolios and/or classes of Portfolios that had above median total expenses. Upon comparing the Portfolios’ total expenses to other funds in the “Peer Groups” provided by the Lipper Report, the Board found total expenses of each Portfolio to be reasonable.

The Trustees also considered the advisory fees charged to the Portfolios that operate as funds of funds (the “Funds of Funds”) and the advisory services provided in exchange for such fees. The Trustees determined that such services were in addition to the advisory services provided to the underlying funds in which the Funds of Funds may invest and, therefore, such services were not duplicative of the advisory services provided to the underlying funds. The Board also considered the various fee waiver agreements in place for the Funds of Funds. The Board noted that PIMCO is continuing waivers for these Funds of Funds, as well as for certain other Portfolios of the Trust.

Based on the information presented by PIMCO and Research Affiliates, members of the Board determined, in the exercise of their business judgment, that the level of the advisory fees and supervisory and administrative fees charged by PIMCO under the Agreements, that the fees charged by to PIMCO Research Affiliates under the Asset Allocation Agreement, and that the total expenses of each Portfolio, are reasonable.

5. ADVISER COSTS, LEVEL OF PROFITS AND ECONOMIES OF SCALE

The Board reviewed information regarding PIMCO's costs of providing services to, as well as the resulting level of profits attributable to the Portfolios. To the extent applicable, the Board also reviewed information regarding the portion of a Portfolio's advisory fee retained by PIMCO, following the payment of sub-advisory fees to Research Affiliates, with respect to the Portfolio. Additionally, the Board discussed PIMCO's pre-distribution profit margin ranges with respect to the Portfolios, as compared to the prior year. The Board further noted PIMCO's engagement of a third party to review and to make recommendations regarding PIMCO's processes supporting its profitability estimation materials. The Board also noted that it had received information regarding the structure and manner in which PIMCO's investment professionals were compensated, and PIMCO's view of the relationship of such compensation to the attraction and retention of quality personnel. The Board considered PIMCO's investment in global infrastructure, technology capabilities, risk management processes and qualified personnel to reinforce and offer new services and to accommodate changing regulatory requirements.

With respect to potential economies of scale, the Board noted that PIMCO shares the benefits of economies of scale with the Portfolios and their shareholders in a number of ways, including investing in portfolio and trade operations management, firm technology, middle and back office support, legal and compliance, and fund administration logistics, senior management supervision, governance and oversight of those services, and through fee reductions or waivers, the pricing of Portfolios to scale from inception, and the enhancement of services provided to the Portfolios in return for fees paid. The Board reviewed the history of the Portfolios' fee structure. The Board considered that the Portfolios' unified fee rates had been set competitively and/or priced to scale from inception, had been held steady during the contractual period at that scaled competitive rate for most Portfolios as assets grew, or as assets declined in the case of some Portfolios, and continued to be competitive compared with peers. The Board also considered that the unified fee is a transparent means of informing a Portfolio's shareholders of the fees associated with the Portfolio, and that the Portfolio bears certain expenses that are not covered by the advisory fee or the unified fee. The Board further considered the challenges that arise when managing large funds, which can result in certain "diseconomies" of scale and noted that PIMCO has continued to reinvest in many areas of the business to support the Portfolios.

The Trustees considered that the unified fee has provided inherent economies of scale because a Portfolio maintains competitive fixed fees over the annual contract period even if the particular Portfolio's assets decline and/or operating costs rise. The Trustees further considered that, in contrast, breakpoints may be a proxy for charging higher fees on lower asset levels and that when a fund's assets decline, breakpoints may reverse, which causes expense ratios to increase. The Trustees also considered that, unlike the Portfolios' unified fee structure, funds with "pass through" administrative fee structures may experience increased expense ratios when fixed dollar fees are charged against declining fund assets. The Trustees also considered that the unified fee protects shareholders from a rise in operating costs that may result from, among other things, PIMCO's investments in various business enhancements and infrastructure, including those referenced above. The Trustees noted that PIMCO's investments in these areas are extensive.

The Board concluded that the Portfolios' cost structures were reasonable and that PIMCO is appropriately sharing economies of scale, if any, through the Portfolios' unified fee structure, generally pricing Portfolios to scale at inception and reinvesting in its business to provide enhanced and expanded services to the Portfolios and their shareholders.

6. ANCILLARY BENEFITS

The Board considered other benefits realized by PIMCO and its affiliates as a result of PIMCO's relationship with the Trust. Such benefits may include possible ancillary benefits to PIMCO's institutional investment management business due to the reputation and market penetration of the Trust or third party service providers' relationship-level fee concessions, which decrease fees paid by PIMCO. The Board also considered that affiliates of PIMCO provide distribution and/or shareholder services to the Portfolios and their shareholders, for which they may be compensated through distribution and servicing fees paid pursuant to the Portfolios' Rule 12b-1 plans or otherwise. The Board reviewed PIMCO's soft dollar policies and procedures, noting that while PIMCO has the authority to receive the benefit of research provided by broker-dealers executing portfolio transactions on behalf of the Portfolios, it has adopted a policy not to enter into contractual soft dollar arrangements.

7. CONCLUSIONS

Based on their review, including their comprehensive consideration and evaluation of each of the broad factors and information summarized above, the Independent Trustees and the Board as a whole concluded that the nature, extent and quality of the services rendered to the Portfolios by PIMCO and Research Affiliates supported the renewal of the Agreements and the Asset Allocation Agreement. The Independent

Trustees and the Board as a whole concluded that the Agreements and the Asset Allocation Agreement continued to be fair and reasonable to the Portfolios and their shareholders, that the Portfolios' shareholders received reasonable value in return for the fees paid to PIMCO by the Portfolios under the Agreements and the fees paid to Research Affiliates by PIMCO under the Asset Allocation Agreement, and that the renewal of the Agreements and the Asset Allocation Agreement was in the best interests of the Portfolios and their shareholders.

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General Information

Investment Adviser and Administrator
Pacific Investment Management Company LLC
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Newport Beach, CA 92660

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PIMCO Investments LLC
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Custodian
State Street Bank and Trust Company
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Kansas City, MO 64105

Transfer Agent
DST Asset Manager Solutions, Inc.
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Washington, D.C. 20006

Independent Registered Public Accounting Firm
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This report is submitted for the general information of the shareholders of the PIMCO Variable Insurance Trust.

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