

PIMCO CALIFORNIA MUNICIPAL INCOME FUND
Form N-CSR
January 07, 2008

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSRS

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT

INVESTMENT COMPANIES

Investment Company Act file number 811-10379

PIMCO California Municipal Income Fund

(Exact name of registrant as specified in charter)

1345 Avenue of the Americas, New York, NY

10105

(Address of principal executive offices)

(Zip code)

Lawrence G. Altadonna - 1345 Avenue of the Americas, New York, NY 10105

(Name and address of agent for service)

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

Date of fiscal year end: April 30, 2008

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Date of reporting period: October 31, 2007

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

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

ITEM 1. REPORT TO SHAREHOLDERS

PIMCO Municipal Income Fund
PIMCO California Municipal Income Fund
PIMCO New York Municipal Income Fund
Semi-Annual Report
October 31, 2007
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PIMCO Municipal Income Funds
Letter to Shareholders

December 5, 2007

Dear Shareholder:

We are pleased to provide you with the semi-annual report for the PIMCO Municipal Income Fund, PIMCO California Municipal Income Fund and PIMCO New York Municipal Income Fund (the “Funds”) for the six-months ended October 31, 2007.

The U.S. bond market delivered modest returns in the period as economic growth continued despite weakness in the U.S. housing and mortgage markets. In response to lower liquidity, the Federal Reserve reduced the Federal Funds rate twice late in the six-month period, reducing the key rate from 5.25% to 4.50% even as inflation levels continued to track higher than the central bank’s stated comfort level. Municipal bonds underperformed the broad U.S. credit market throughout the six-month period on sharply lower liquidity.

For specific information on the Funds and their performance during the reporting period please review the following pages. If you have any questions regarding the information provided, we encourage you to contact your financial advisor or call the Funds’ shareholder servicing agent at (800) 331-1710. In addition, a wide range of information and resources is available on our Web site, www.allianzinvestors.com/closedendfunds.

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

We remain dedicated to serving your investment needs.

Sincerely,

Hans W. Kertess

Chairman Brian S. Shlissel
President & Chief Executive Officer

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PIMCO Municipal Income Fund
 Fund Insights/Performance & Statistics
 October 31, 2007 (unaudited)

• For the fiscal six-month period ended October 31, 2007, PIMCO Municipal Income Fund returned (2.11)% on net asset value (“NAV”) and (6.86)% on market price, compared with (0.97)% and (7.29)%, respectively, for the Lipper Analytical General Municipal Debt Funds (Leveraged) average.

• Intermediate- and longer-maturity municipal bond yields increased for the six-month period ending October 31, 2007.

• Interest rates for Treasuries and London Inter-bank Offered Rate (“LIBOR”) Swaps outperformed municipal bonds, moving lower across all maturities.

• Municipal bond issuance increased significantly from last year’s levels. For the six-month period, supply levels were at \$227.2 billion versus \$199.2 billion for the same six-month period during 2006.

• The municipal yield curve steepened during the period. The 10-year, 20-year and 30-year maturity AAA General Obligation yields increased 6, 22 and 31 basis points, respectively.

• Municipal to Treasury yield ratios tightened during the reporting period. The 10-year ratio increased to 85.18% and 30-year ratio increased to 92.69%.

• Long Municipals underperformed long Treasuries and the taxable debt sector during the reporting period. The Lehman Long Municipal Bond Index returned (0.57)% while the Long Government/Credit and the Long Lehman Treasury Indices returned 2.24% and 3.5%, respectively.

• Tobacco securitization sector holdings detracted from performance due to increased issuance by California, New Jersey and anticipation of a large Ohio issue toward the end of the period.

• Exposure to zero coupon municipals was negative for performance. The Lehman Zero Coupon Index returned (1.61)% for the six-month period.

| | | | | | | | | | | | |
|-------|-------------------------|-----------|---------|---------|--|-------|------------------|--------|--------|-------|---|
| | | | | | | | Total Return(1): | Market | | | |
| Price | Net Asset Value (“NAV”) | Six Month | (6.86)% | (2.11)% | 1 Year | 2.72% | (0.08)% | 3 Year | 10.62% | 6.13% | 5 |
| | | Year | 9.09% | 6.65% | Commencement of Operations (6/29/01) to 10/31/07 | 8.08% | 6.57% | | | | |

Common Share Market Price/NAV Performance:

Commencement of Operations (6/29/01) to 10/31/07

Market Price/NAV: Market Price \$16.25 NAV \$14.05 Premium to NAV 15.66% Market Price Yield (2) 5.82%

Moody’s Ratings
(as a % of total investments)

PIMCO California Municipal Income Fund
 Fund Insights/Performance & Statistics
 October 31, 2007 (unaudited)

• For the fiscal six-month period ended October 31, 2007, PIMCO California Municipal Income Fund returned 0.04% on net asset value (“NAV”) and (5.65)% on market price, compared with 0.69% and (7.02)%, respectively, for the Lipper Analytical California Municipal Debt Funds average.

• Intermediate- and longer-maturity municipal bond yields increased during the six-month period ended October 31, 2007.

• Interest rates for Treasuries and London Inter-bank Offered Rate (“LIBOR”) Swaps outperformed municipal bonds, moving lower across all maturities.

• Municipal bond issuance increased significantly from last year’s levels. For the six-month period, supply levels were at \$227.2 billion versus \$199.2 billion for the same six-month period in 2006.

• The municipal yield curve steepened during the period. The 10-year, 20-year and 30-year maturity AAA General Obligation yields increased 6, 22 and 31 basis points, respectively.

• Municipal to Treasury yield ratios tightened during the period. The 10-year ratio increased to 85.18% and 30-year ratio increased to 92.69%.

• Long Municipals underperformed long Treasuries and the taxable debt sector during the period. The Lehman Long Municipal Bond Index returned (0.57)% while the Long Government/Credit and the Long Lehman Treasury Indices returned 2.24% and 3.5%, respectively.

• Exposure to zero coupon municipals was negative for performance. The Lehman Zero Coupon Index returned (1.61)% for the six-month period.

• Municipal bonds within California underperformed on the long end of the curve for the period. Year-to-date, California continues to lead all other states in new issuance. The state’s issuance increased 63.6% from \$37.1 billion in the first ten months of 2006 to \$60.7 billion during the same period of 2007.

• The shape of the California State AAA insured municipal yield curve steepened during the period. Five-year maturity credits decreased 13 basis points, 10-year maturities increased 4 basis points, and 30-year maturities increased 32 basis points.

| | | | | | | | | | |
|-------|-------------------------|-----------|---------|-------|--------|-------|-------|------------------|--|
| | | | | | | | | Total Return(1): | Market |
| Price | Net Asset Value (“NAV”) | Six Month | (5.65)% | 0.04% | 1 Year | 3.04% | 2.15% | 3 Year | 11.53% |
| | | | | | | | | 5 Year | 6.74% |
| | | | | | | | | | 8.60% |
| | | | | | | | | | 6.96% |
| | | | | | | | | | Commencement of Operations (6/29/01) to 10/31/07 |
| | | | | | | | | | 7.75% |
| | | | | | | | | | 6.58% |
| | | | | | | | | | Common Share Market Price/NAV Performance: |

Commencement of Operations (6/29/01) to 10/31/07

Market Price/NAV: Market Price \$16.20 NAV \$14.38 Premium to NAV 12.66% Market Price Yield (2) 5.70%

Moody's Ratings
(as a % of total investments)

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PIMCO New York Municipal Income Fund
 Fund Insights/Performance & Statistics
 October 31, 2007 (unaudited)

• For the fiscal six-month period ended October 31, 2007, PIMCO New York Municipal Income Fund returned (1.28)% on net asset value (“NAV”) and (11.67)% on market price, compared with (0.47)% and (6.46)%, respectively, for the Lipper Analytical New York Municipal Debt Funds average.

• Intermediate- and longer-maturity municipal bond yields increased during the six-month period ended October 31, 2007.

• Interest rates for Treasuries and London Inter-bank Offered Rate (“LIBOR”) Swaps outperformed municipal bonds, moving lower across all maturities.

• Municipal bond issuance increased significantly from last year’s levels. For the six-month period, supply levels were at \$227.2 billion versus \$199.2 billion for the same six-month period in 2006.

• The municipal yield curve steepened during the period. The 10-year, 20-year and 30-year maturity AAA General Obligation yields increased 6, 22 and 31 basis points, respectively.

• Municipal Treasury yield ratios tightened during the period. The 10-year ratio increased to 85.18% and 30-year ratio increased to 92.69%

• Long Municipals underperformed long Treasuries and the taxable debt sector during the period. The Lehman Long Municipal Bond Index returned (0.57)% while the Long Government/Credit and the Long Lehman Treasury Indices returned 2.24% and 3.5%, respectively.

• Exposure to zero coupon municipals was negative for performance. The Lehman Zero Coupon Index returned (1.61)% for the six-month period.

• Municipal bonds within New York were in line with the national index for the period. Year-to-date, New York State issued \$25.3 billion of bonds, 7.8% higher than the comparable period last year. At October 31, 2007, New York State ranked third in terms of bond issuance.

• The shape of the New York Insured AAA municipal yield curve steepened during the period. Five-year maturity AAA credits decreased 15 basis points, 10-year maturities increased 3 basis points, and 30-year maturities increased 29 basis points.

| | | | | | | | | | | |
|-------|-------------------------|------------|----------|--|--------|----------|-------|-------------------------|-------|-------|
| | | | | | | | | Total Return(1): Market | | |
| Price | Net Asset Value (“NAV”) | Six Months | (11.67)% | (1.28)% | 1 Year | (14.14)% | 0.06% | 3 Year | 3.57% | 5.23% |
| | Year | 4.26% | 5.37% | Commencement of Operations (6/29/01) to 10/31/07 | | | | 3.92% | 5.11% | |

Common Share Market Price/NAV Performance:

Commencement of Operations (6/29/01) to 10/31/07

Market Price/NAV: Market Price \$12.93 NAV \$13.22 Discount to NAV (2.19)% Market Price Yield (2) 5.29%

Moody's Ratings
(as a % of total investments)

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PIMCO Municipal Income Funds
Fund Insights/Performance & Statistics
October 31, 2007 (unaudited)

(1) **Past performance is no guarantee of future results.** Total return is determined by subtracting the initial investment from the value at the end of the period and dividing the remainder by the initial investment and expressing the result as a percentage. The calculation assumes that all of each Fund's income dividends and capital gain distributions have been reinvested. Total return does not reflect broker commissions or sales charges. Total return for a period of less than one year is not annualized. Total return for a period of more than one year represents the average annual total return.

An investment in the Fund involves risk, including the loss of principal. Total return, market price, yield and net asset value will fluctuate with changes in market conditions. This data is provided for information only and is not intended for trading purposes. A portion of the income generated by the Fund may be subject to federal, state and local taxes, and may at times be subject to the alternative minimum tax. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Net asset value is equal to total assets attributable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(2) **Market Price Yield** is determined by dividing the annualized current monthly per share dividend (comprised from net investment income) payable to common shareholders by the market price per common share at October 31, 2007.

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PIMCO Municipal Income Fund
 Schedule of Investments
 October 31, 2007 (unaudited)

| Amount (000) Credit Rating (Moody's/S&P) Value | Principal |
|---|-----------|
| MUNICIPAL BONDS & NOTES—95.9% | |
| Alabama—2.8% | |
| \$ 2,500 Birmingham Baptist Medical Centers Special Care Facs. Financing Auth. Rev., 5.875%, 11/15/24, Ser. A Baa1/NR \$ 2,595,025 8,000 Huntsville Health Care Auth. Rev., 5.75%, 6/1/31, Ser. A, (Pre-refunded @ \$101, 6/1/11) (a) A2/NR 8,653,120 Huntsville-Redstone Village Special Care Facs. Financing Auth. Rev., 250 5.50%, 1/1/28 NR/NR 239,985 885 5.50%, 1/1/43 NR/NR 821,616 1,350 Montgomery Medical Clinic Board, Jackson Hospital & Clinic Rev., 5.25%, 3/1/31 Baa2/BBB– 1,314,482 2,900 Tuscaloosa Educational Building Auth. Rev., 5.00%, 6/1/26 NR/BBB– 2,729,277 16,353,505 | |
| Alaska—1.6% | |
| 900 Industrial Dev. & Export Auth., Boys & Girls Home Rev., 6.00%, 12/1/36 NR/NR 904,068 Northern Tobacco Securitization Corp. Rev., 2,400 5.00%, 6/1/46, Ser. A Baa3/NR 2,056,776 6,000 5.50%, 6/1/29, (Pre-refunded @ \$100, 6/1/11) (a) Aaa/AAA 6,387,060 9,347,904 | |
| Arizona—0.7% | |
| 2,000 Apache Cnty. Industrial Dev. Auth., Pollution Control Rev., Tucson Electric Power Co., 5.875%, 3/1/33, Ser. B Baa3/B+ 2,006,820 1,000 Health Facs. Auth. Rev., Beatitudes Project, 5.20%, 10/1/37 NR/NR 907,340 1,260 Pima Cnty. Industrial Dev. Auth. Rev., 5.00%, 6/1/37 NR/BBB– 1,171,888 4,086,048 | |
| Arkansas—0.5% | |
| 8,500 Arkansas Dev. Finance Auth. Rev., zero coupon, 7/1/36, (AMBAC) Aaa/NR 2,010,505 Little Rock Municipal Property Owners Multipurpose Improvement Dist., Special Tax, Ser. A, 425 5.00%, 3/1/16 NR/NR 427,270 500 5.25%, 3/1/23 NR/NR 501,055 2,938,830 | |
| California—2.9% | |
| Golden State Tobacco Securitization Corp. Tobacco Settlement Rev., 6,000 5.00%, 6/1/33, Ser. A-1 Baa3/BBB 5,400,780 10,000 6.75%, 6/1/39, Ser. 2003-A-1, (Pre-refunded @ \$100, 6/1/13) (a) Aaa/AAA 11,566,300 16,967,080 | |

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Colorado-2.7%

| | | | | | |
|-----|--|-------------------|-----------|-----------|---|
| 600 | Black Hawk Rev., 5.00%, 12/1/18 | NR/NR | 596,952 | 500 | Confluence Metropolitan Dist. Rev, |
| | 5.45%, 12/1/34 | NR/NR | 477,535 | | Denver Health & Hospital Auth. Healthcare Rev., Ser. A (a), |
| | 5.375%, 12/1/28, (Pre-refunded @ \$101, 12/1/08) | NR/BBB | 2,059,840 | 1,000 | 6.00%, 12/1/23, (Pre-refunded |
| | | @ \$100, 12/1/11) | NR/BBB | 1,089,730 | |

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PIMCO Municipal Income Fund
 Schedule of Investments
 October 31, 2007 (unaudited) (continued)

| | | Amount | | Principal | |
|---|---|---|-------------------------------------|---|---------|
| | | (000) | Credit Rating | | |
| | | (Moody's/S&P) Value | | | |
| Colorado (continued) | | | | | |
| \$ 12,400 | Health Facs. Auth. Rev., Liberty Heights, zero coupon, 7/15/24 | Aaa/AAA | \$ 5,746,904 | 4,965 | |
| | Northwest Parkway Public Highway Auth. Rev., 7.125%, 6/15/41, Ser. D | B3/CCC | 5,310,614 | | |
| | | | 15,281,575 | | |
| Connecticut-0.2% | | | | | |
| 1,000 | State Dev. Auth. Pollution Control Rev., 5.85%, 9/1/28 | Baa1/BBB- | 1,030,110 | | |
| District of Columbia-0.9% | | | | | |
| 5,010 | Tobacco Settlement Financing Corp. Rev., 6.25%, 5/15/24 | Baa3/BBB | 5,182,995 | | |
| Florida-2.1% | | | | | |
| 1,000 | Beacon Lakes Community Dev. Dist., Special Assessment, | | | | |
| 6.00%, 5/1/38, Ser. A | NR/NR 964,800 940 | Dev. Finance Corp. Rev., Learning Gate Community School, | | | |
| 6.00%, 2/15/37 | NR/BBB- 953,245 9,000 | Highlands Cnty. Health Facs. Auth. Rev., Adventist/Sunbelt, | | | |
| 6.00%, 11/15/31, Ser. A, (Pre-refunded @ \$101, 11/15/11) (a) | A1/NR 9,895,230 500 | Lee Cnty. Industrial | | | |
| | Dev. Auth. Rev., 5.375%, 6/15/37, Ser. A | NR/BB | 462,770 | 12,276,045 | |
| Georgia-0.4% | | | | | |
| 2,300 | Medical Center Hospital Auth. Rev., 5.25%, 7/1/37 | NR/NR | 2,121,727 | | |
| Illinois-12.4% | | | | | |
| Chicago, GO, Ser. A (FGIC), | 2,935 5.375%, 1/1/34 | Aaa/AAA | 3,013,042 | 6,145 | 5.375%, |
| 1/1/34, (Pre-refunded @ \$101, 1/1/09) (a) | Aaa/AAA 6,341,640 10,115 | Chicago Board of Education, GO, zero | | | |
| | coupon, 12/1/31, Ser. A (FGIC) | Aaa/AAA 3,221,526 2,000 | Chicago Water Rev., 5.25%, 11/1/27, | | |
| | (Pre-refunded @ \$102, 11/1/07) (FGIC) (a) | Aaa/AAA 2,040,000 | Educational Facs. Auth. Rev., | | |
| 1,115 | Midwestern Univ., 5.50%, 5/15/18, Ser. B | NR/AAA 1,133,085 | Univ. of Chicago, | 5,000 | |
| 5.125%, 7/1/38, Ser. A (f) | Aa1/AA 5,070,500 190 | 5.25%, 7/1/41 | Aa1/AA 197,289 4,810 | 5.25%, | |
| 7/1/41, (Pre-refunded @ \$101, 7/1/11) (a) | Aa1/AA 5,136,992 | Finance Auth. Rev., (Pre-refunded @ \$101, | | | |
| | 11/15/09) (a), | 5,000 5.50%, 11/15/29 | A1/NR 5,245,700 1,260 | 5.65%, 11/15/24 | A1/NR |
| | 1,325,583 | Health Facs. Auth. Rev., | 3,000 | Decatur Memorial Hospital, 5.75%, 10/1/24 | A2/A |
| 3,125,160 5,425 | Health Facs. Auth. Rev., Silver Cross Hospital, 5.50%, 8/15/25, (Pre-refunded @ \$101, 8/15/09) | | | | |
| (a) NR/A | 5,670,698 | Lake Cnty. Community High School Dist., GO, Ser. B (FGIC), | | 5,000 | zero |

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coupon, 2/1/19 Aaa/AAA 3,089,450 5,000 zero coupon, 2/1/20 Aaa/AAA 2,938,700 5,690 zero
coupon, 2/1/22 Aaa/AAA 3,006,824 7,345 Regional Transportation Auth. Rev., 5.50%, 6/1/23, Ser. B (FGIC)
Aaa/AAA 8,373,741

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PIMCO Municipal Income Fund
 Schedule of Investments
 October 31, 2007 (unaudited) (continued)

| | | Amount | | | | Principal |
|--|---|--|---------------|----------------------------|--|---------------------|
| | | (000) | Credit Rating | | | |
| | | (Moody's/S&P) Value | | | | |
| Illinois (continued) | | | | | | |
| \$ 3,000 | State Sales Tax Rev., 5.125%, 6/15/20, Ser. 1 | Aa3/AAA | \$ 3,124,590 | | | Univ. Rev., (FGIC), |
| 1,495 | 5.25%, 4/1/32 | Aaa/AAA | 1,552,931 | 3,505 | 5.25%, 4/1/32, (Pre-refunded @ \$100, 4/1/11) (a) | |
| Aaa/AAA | 3,701,350 | Winnebago-Boone ETC Cntys, Rock Valley Community College Dist. No 511, GO, (FGIC), | 470 | 5.30%, 10/1/18 | Aaa/NR | 489,336 |
| | | | | 3,530 | 5.30%, 10/1/18, (Pre-refunded @ \$100, 10/1/10) (a) | Aaa/NR |
| | | | 3,712,960 | | | 71,511,097 |
| Indiana-2.2% | | | | | | |
| 500 | Anderson Rev., 5.00%, 10/1/32 | NR/NR | 476,710 | 6,500 | Carmel School Building Corp. Rev., 5.00%, 7/15/22, | |
| (Pre-refunded @ \$101, 7/15/11) (MBIA) (a) | | Aaa/AAA | 6,894,290 | 4,000 | Health & Educational Facs. Financing | |
| Auth. Rev., Community Foundation of Northwest Indiana, 5.50%, 3/1/37 | | NR/BBB- | 3,970,840 | 1,225 | Richland-Bean Blossom School Building Corp. Rev., 5.00%, 1/15/22, (FGIC) | |
| | | Aaa/AAA | 1,256,029 | | | 12,597,869 |
| Iowa-0.3% | | | | | | |
| 2,000 | Finance Auth. Rev., Wedum Walnut Ridge LLC, 5.625%, 12/1/45, Ser. A | NR/NR | 1,928,600 | | | |
| Kansas-3.8% | | | | | | |
| 1,000 | Lenexa, City Center East Tax Allocation, 6.00%, 4/1/27 | NR/NR | 1,003,000 | 500 | Lenexa Rev., 5.50%, 5/15/39, Ser. A | |
| NR/BBB- | 490,450 | Wichita Hospital Rev., | 5,000 | 5.625%, 11/15/31, Ser. III | NR/A+ | 5,180,000 |
| | 14,370 | 6.25%, 11/15/24, Ser. XI | NR/A+ | 15,054,443 | | 21,727,893 |
| Kentucky-0.2% | | | | | | |
| 860 | Economic Dev. Finance Auth., Hospital Facs. Rev., St. Luke's Hospital, 6.00%, 10/1/19, Ser. B | A3/A | 868,841 | | | |
| Louisiana-5.6% | | | | | | |
| 4,300 | Local Gov't Environmental Facs. & Community Dev. Auth. Rev., 6.55%, 9/1/25, (ACA) | NR/A | 4,639,872 | 27,895 | Tobacco Settlement Financing Corp. Rev., 5.875%, 5/15/39, Ser. 2001-B | |
| | | Baa3/BBB | 27,922,895 | | | 32,562,767 |
| Maryland-0.2% | | | | | | |

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1,150 Baltimore Water Project Rev., 5.125%, 7/1/42, Ser. A (FGIC) Aaa/AAA 1,177,393

Massachusetts-1.9%

550 State Dev. Finance Agcy. Rev., Linden Ponds, 5.75%, 11/15/35,

Ser. A NR/NR 546,959 10,000 State Health & Educational Facs. Auth., Partners Healthcare Systems Rev.,
5.75%, 7/1/32, Ser. C (f) Aa2/AA 10,661,500 11,208,459

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PIMCO Municipal Income Fund
 Schedule of Investments
 October 31, 2007 (unaudited) (continued)

| | Principal |
|--|--|
| Amount (000) Credit Rating (Moody's/S&P) Value | |
| Michigan—3.0% | |
| Detroit, GO, Ser. A-1 (MBIA), \$ 1,000 5.375%, 4/1/15 | Aaa/AAA \$ 1,058,120 1,000 |
| 5.375%, 4/1/17 Aaa/AAA 1,055,510 775 | East Lansing Economic Corp., Burcham Hills Rev., 5.25%, 7/1/37 |
| NR/NR 706,792 4,550 | Garden City Hospital Finance Auth. Rev., 5.00%, 8/15/38, Ser. A NR/NR 4,120,389 |
| 3,000 | Mount Clemens Community School Dist., GO, 5.00%, 5/1/31, (Pre-refunded @ \$100, 11/1/11) (Q-SBLF) |
| (a) Aa3/AA- 3,165,030 50 | Royal Oak Hospital Finance Auth. Rev., William Beaumont Hospital, 5.25%, |
| 11/15/35, Ser. M (MBIA) Aaa/AAA 51,311 460 | Star International Academy, CP, 6.125%, 3/1/37 NR/BB+ |
| 467,402 4,000 | State Hospital Finance Auth. Rev., Detroit Medical Center, 6.25%, 8/15/13 Ba3/BB- 4,010,160 |
| 775 | State Public Educational Facs. Auth. Rev., 5.00%, 9/1/22 NR/BBB- 754,377 2,000 |
| | State Strategic Fund Ltd. Obligation Rev., Detroit Edison Pollution Control Co., 5.45%, 9/1/29 A3/A- 2,045,460 |
| | 17,434,551 |
| Minnesota—0.9% | |
| Agricultural & Economic Dev. Board Rev., Health Care System, 95 | 6.375%, 11/15/29 A2/A |
| 100,818 2,905 | 6.375%, 11/15/29, (Pre-refunded @ \$101, 11/15/10) (a) A2/A 3,170,836 |
| | North Oaks, Presbyterian Homes Rev., 1,070 6.00%, 10/1/33 NR/NR 1,091,132 620 |
| 632,171 100 | Rochester Rev., 5.30%, 4/1/37, Ser. A NR/NR 94,729 5,089,686 |
| Missouri—0.7% | |
| 750 | Branson Regional Airport Transportation Dev. Dist. Rev., 6.00%, 7/1/37, Ser. A NR/NR 746,835 |
| 2,500 | Interstate 470 & 350 Transportation Dev. Dist. Rev., 6.35%, 5/1/22, (Pre-refunded @ \$100, 5/1/08) (a) |
| NR/NR 2,535,075 1,000 | Joplin Industrial Dev. Auth. Rev., 5.75%, 5/15/26, Ser. F NR/NR 1,010,940 |
| | 4,292,850 |
| Nevada—3.5% | |
| 3,000 | Clark Cnty. Rev., 5.25%, 7/1/34, Ser. B, |
| (Pre-refunded @ \$100, 7/1/11) (FGIC) (a) Aaa/AAA 3,179,610 4,250 | Truckee Meadows Water Auth. Rev., |
| 5.25%, 7/1/34, Ser. A, (Pre-refunded @ \$100, 7/1/11) (FSA) (a) Aaa/AAA 4,504,447 12,185 | Washoe Cnty., |
| GO, 5.00%, 1/1/35, (MBIA) (f) NR/NR 12,596,366 | 20,280,423 |
| New Hampshire—0.5% | |
| 3,000 | State Business Finance Auth. Pollution Control Rev., Light & Power Co., 5.85%, 12/1/22 |
| | Baa1/BBB- 3,095,190 |

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PIMCO Municipal Income Fund
 Schedule of Investments
 October 31, 2007 (unaudited) (continued)

| | | Amount | | | | Principal | |
|-----------------------------------|--|---------------|---|---------------------|--|------------|--|
| | | (000) | Credit Rating | (Moody's/S&P) Value | | | |
| New Jersey-5.0% | | | | | | | |
| | \$ 16,550 | | Economic Dev. Auth., Kapkowski Road Landfill, | | | | |
| Special Assessment, 5.75%, 4/1/31 | Baa3/NR | \$ 17,204,883 | Economic Dev. Auth. Rev., Arbor Glen, | | | | |
| 2,510 | 5.875%, 5/15/16 | NR/NR | 2,576,917 | 450 | 5.875%, 5/15/16, Ser. A, (Pre-refunded @ \$102, 5/15/09) (a) | | |
| | NR/NR | 474,642 | 1,000 | | Health Care Facs. Financing Auth. Rev., Trinitas Hospital, 5.25%, 7/1/30, Ser. A | | |
| | Baa3/BBB- | 967,770 | 9,100 | | Tobacco Settlement Financing Corp. Rev., 5.00%, 6/1/41, Ser. 1A | Baa3/BBB | |
| | | | 7,810,712 | | | 29,034,924 | |
| New Mexico-0.4% | | | | | | | |
| | 2,500 | | Farmington Pollution Control Rev., 5.80%, 4/1/22 | Baa2/BBB | | 2,511,700 | |
| New York-1.2% | | | | | | | |
| | | | New York City Municipal Water Finance Auth., Water & Sewer System Rev., | | 1,120 | 5.00%, | |
| | 6/15/37, Ser. D (f) | Aa2/AA+ | 1,152,794 | 3,000 | 5.00%, 6/15/39, Ser. A | Aa2/AA+ | 3,076,200 |
| | | | | | | | 2,875 |
| | Westchester Cnty. Healthcare Corp. Rev., 5.875%, 11/1/25, Ser. A | Ba2/BBB- | 2,939,227 | | | | 7,168,221 |
| North Carolina-0.6% | | | | | | | |
| | | | Capital Facs. Finance Agcy., Duke Univ. Rev., Ser. A, | 570 | 5.125%, 10/1/41 | Aa1/AA+ | |
| | 583,013 | 2,430 | 5.125%, 10/1/41, (Pre-refunded @ \$100, 10/1/11) (a) | Aaa/AAA | 2,573,808 | | |
| | | | | | 3,156,821 | | |
| Ohio-3.0% | | | | | | | |
| | 11,000 | | Buckeye Tobacco Settlement Financing Auth. Rev., 5.875%, 6/1/47, Ser. A-2 | Baa3/BBB | | | |
| | 10,678,800 | | Lorain Cnty. Hospital Rev., Catholic Healthcare, | 2,500 | 5.625%, 10/1/17 | A1/AA- | |
| | 2,646,400 | 2,565 | 5.75%, 10/1/18 | A1/AA- | 2,720,926 | 1,235 | State Turnpike Commission Rev., 5.50%, |
| | | | 2/15/15 | Aa3/AA | 1,306,865 | | 17,352,991 |
| Pennsylvania-5.9% | | | | | | | |
| | | | Allegheny Cnty. Hospital Dev. Auth. Rev., | 8,600 | 5.375%, 11/15/40, Ser. A | Ba2/BB | |
| | 8,247,744 | 5,780 | 9.25%, 11/15/30, Ser. B, (Pre-refunded @ \$102, 11/15/10) (a) | Ba3/AAA | 6,816,238 | 1,000 | |
| | | | Allegheny Cnty. Industrial Dev. Auth. Rev., 5.60%, 9/1/30 | Baa1/BBB+ | 1,023,160 | 1,095 | Allegheny Cnty. |
| | | | Port Auth. Rev., 5.25%, 3/1/20, (FGIC) | Aaa/AAA | 1,149,520 | 2,575 | Delaware Cnty. Auth. College Rev., |

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Neumann College, 5.80%, 10/1/17 NR/BBB- 2,680,446 2,000 Harrisburg Auth. Rev., 6.00%, 9/1/36 NR/NR
2,019,000 6,200 Higher Educational Facs. Auth. Rev., 6.00%, 1/15/31, Ser. A Aa3/AA- 6,530,956 1,000
Higher Educational Facs. Auth. Rev., LaSalle Univ., 5.00%, 5/1/37, Ser. A NR/BBB 978,850 4,610
Philadelphia Hospitals & Higher Education Facs. Auth. Hospital Rev., Temple Univ. Hospital, 6.625%, 11/15/23, Ser.
A Baa3/BBB 4,616,270 34,062,184

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PIMCO Municipal Income Fund
 Schedule of Investments
 October 31, 2007 (unaudited) (continued)

| | | Principal |
|--|---|-----------------------------|
| Amount | | |
| (000) | Credit Rating (Moody's/S&P) Value | |
| Puerto Rico—1.3% | | |
| \$ 350 | Commonwealth of Puerto Rico, GO, 5.00%, 7/1/35, Ser. B Baa3/BBB- | \$ 349,975 1,600 |
| Electric Power Auth. Power Rev., 5.125%, 7/1/29, Ser. NN, (Pre-refunded @ \$100, 7/1/13) (a) | A3/BBB+ | |
| 1,726,320 | Puerto Rico Sales Tax Financing Corp., Rev., Ser. A, | 32,550 zero coupon, 8/1/54, |
| (AMBAC) Aaa/AAA 3,092,576 | 29,200 zero coupon, 8/1/56 A1/A+ | 2,403,452 7,572,323 |
| Rhode Island—4.2% | | |
| 23,800 | Tobacco Settlement Financing Corp. Rev., 6.25%, 6/1/42, Ser. A Baa3/BBB | 24,033,478 |
| South Carolina—4.4% | | |
| Greenwood Cnty. Hospital Rev., Self Memorial Hospital, | 3,500 5.50%, 10/1/21 A2/A | |
| 3,634,085 2,000 5.50%, 10/1/26 A2/A 2,062,140 | 3,000 Jobs Economic Dev. Auth. Hospital Facs. Rev., | |
| Georgetown Memorial Hospital, 5.375%, 2/1/30, (Radian) NR/AA | 3,035,640 450 Jobs Economic Dev. Auth. | |
| Rev., 5.50%, 5/1/28 NR/NR 430,817 | 15,600 Tobacco Settlement Rev. Management Auth. Rev., 6.375%, | |
| 5/15/30, Ser. B Baa3/BBB | 16,258,008 | 25,420,690 |
| Tennessee—0.1% | | |