

PIMCO MUNICIPAL INCOME FUND
Form N-CSRS
January 06, 2010

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-CSR
CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES
Investment Company Act file number 811-10377
PIMCO 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, New York 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, 2010**

Date of reporting period: **October 31, 2009**

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles. A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

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, 2009

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PIMCO Municipal Income Funds Letter to Shareholders

December 15, 2009

Dear Shareholder:

Please find enclosed, the semi-annual report for PIMCO Municipal Income Fund, PIMCO California Municipal Income Fund and PIMCO New York Municipal Income Fund (the Funds) for the fiscal six-month period ended October 31, 2009.

The U.S. bond market provided positive returns during the fiscal six-month period amid subdued inflationary pressures and adequate, government-supplied liquidity. In this environment, municipal bonds, as represented by the unmanaged Barclay's Capital Municipal Bond Index, returned a tax-advantaged 4.99% return during the six-month reporting period. That compared favorably with the 5.61% taxable return for the broad market of bonds, represented by the unmanaged Barclay's Capital U.S. Aggregate Index.

The Federal Reserve left the Federal Funds rate unchanged during the reporting period, holding the benchmark rate on loans between member banks to a target of 0% - 0.25%. In addition, the central bank continued to pursue a policy of quantitative easing, purchasing securities from banks in order to add to the supply of cash available for lending.

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

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

We remain dedicated to serving your investment needs.

Sincerely,

Hans W. Kertess
Chairman

Brian S. Shlissel
President & Chief Executive Officer

10.31.09 PIMCO Municipal Income Funds Semi-Annual Report 1

PIMCO Municipal Income Fund Fund Insights

October 31, 2009 (unaudited)

For the fiscal six-month period ended October 31, 2009, PIMCO Municipal Income Fund returned 24.96% on net asset value (NAV) and 12.99% on market price, which compares to the returns of 14.96% and 16.27%, respectively, for the Lipper Analytical General Municipal Debt Funds (Leveraged) average.

Yields on longer-maturity high-quality municipal bonds moved lower, while yields on short and intermediate maturities moved higher during the six-month reporting period.

Municipal-to-U.S. Treasury yield ratios continued to trend lower as the market normalized during the reporting period. The 10-year ratio decreased to 89% and the 30-year ratio decreased to 100%, both were back to within historical average levels.

Exposure to the tobacco securitization sector contributed positively to performance as the sector posted strong positive returns due to investors' increased appetite for riskier assets.

Exposure to corporate-backed municipal bonds contributed significantly to performance as the sector outperformed all other municipal bond sectors. Similar to the taxable corporate sector, this area of the municipal bond market continued to rebound and experience strong performance after struggling at the end of 2008.

A focus on revenue bonds contributed positively to performance as these bonds outperformed both pre-refunded and general obligation municipal bonds. Holdings in pre-refunded and general obligation municipal bonds detracted from returns as they underperformed due to investors moving further out on the risk spectrum in search of higher yields.

Exposure to longer-maturity zero coupon municipal bonds benefited performance as the longer durations outperformed and yields on longer maturities moved lower during the reporting period. The unmanaged Barclays Capital Zero Coupon Index advanced 10.25% during the six-month reporting period.

The municipal bond yield curve flattened during the reporting period as investors continued to move further out on the yield curve in search of higher yields. 15- and 20-year maturity AAA General Obligation yields decreased 27 and 44 basis points, respectively, while the 30-year AAA General Obligation yield decreased 35 basis points. Two-year AAA General Obligation yields decreased 23 basis points during the six-month reporting period. Significant exposure to longer-maturity municipal bonds benefited performance as this portion of the yield curve outperformed due to its longer duration.

Long-maturity municipal bonds slightly underperformed the broader long-maturity taxable market with the unmanaged Barclays Capital Long Municipal Bond Index returning 9.88% compared to the unmanaged Barclays Capital Long Government/Credit Index which advanced 11.88%. However, long-maturity municipal bonds significantly outperformed long-maturity U.S. Treasuries with the unmanaged Barclays Capital Long U.S. Treasury Index returning 0.92% during the six-months ended October 31, 2009.

Municipal bond issuance year-to-date in 2009 was approximately 3% lower than the comparable period in 2008, with a pickup in refundings, helping to increase issuance year-to-date. Municipal bond issuance was reduced by increased supply of taxable Build America Bonds, especially in the longer portion of the yield curve as issuers took advantage of the interest subsidy.

PIMCO Municipal Income Fund Performance & Statistics

October 31, 2009 (unaudited)

Total Return(1):	Market Price	NAV
Six Months	12.99%	24.96%
1 Year	15.83%	24.02%
5 Year	3.85%	2.60%
Commencement of Operations (6/29/2001) to 10/31/09	4.65%	4.33%

Market Price/NAV Performance:

Commencement of Operations (6/29/2001) to 10/31/09

Market Price/NAV:

Market Price	\$12.37
NAV	\$11.18
Premium to NAV	10.64%
Market Price Yield (2)	7.88%

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

(1)

Past performance is no guarantee of future results. Total return is calculated by determining the percentage change in net asset value (NAV) or market price (as applicable) in the specified period. The calculation assumes that all income dividends and capital gain distributions if any, 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.

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

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

(2) Market Price Yield is determined by dividing the annualized current monthly per share dividend (comprised of net investment income) payable to shareholders by the market price per share at October 31, 2009.

PIMCO California Municipal Income Fund Fund Insights

October 31, 2009 (unaudited)

For the fiscal six-month period ended October 31, 2009, PIMCO California Municipal Income Fund returned 21.53% on net asset value (NAV) and 6.45% on market price, which compares to the returns of 12.45% and 15.80%, respectively, for the Lipper Analytical California Municipal Debt Funds average.

Yields on longer-maturity high-quality municipal bonds moved lower, while yields on short and intermediate maturities moved higher during the six-month reporting period.

Municipal-to-U.S. Treasury yield ratios continued to trend lower as the market normalized during the reporting period. The 10-year ratio decreased to 89% and the 30-year ratio decreased to 100%, both were back to within historical average levels.

Exposure to the tobacco securitization sector contributed positively to performance as the sector posted strong positive returns due to investors' increased appetite for riskier assets.

Exposure to corporate-backed municipal bonds contributed significantly to performance as the sector outperformed all other municipal bond sectors. Similar to the taxable corporate sector, this area of the municipal bond market continued to rebound and experience strong performance after struggling at the end of 2008.

A focus on revenue bonds contributed positively to performance as these bonds outperformed both pre-refunded and general obligation municipal bonds. Holdings in pre-refunded and general obligation municipal bonds detracted from returns as they underperformed due to investors moving further out on the risk spectrum in search of higher yields.

Exposure to longer-maturity zero coupon municipal bonds benefited performance as the longer durations outperformed and yields on longer maturities moved lower during the reporting period. The unmanaged Barclays Capital Zero Coupon Index advanced 10.25% during the six-month reporting period.

Municipal bonds within California performed in-line with the unmanaged Barclays Capital Municipal Bond Index returning 5.00% compared to 4.99% for the national index during the six-month reporting period. California was able to balance its budget, which helped spur a rebound in performance during the latter part of the period. However, more recently the State of California issued a large amount of municipal bonds, which placed upward pressure on yields. Year-to-date through September of 2009, California issued \$57.5 billion in municipal bonds, 14% higher than the comparable period in 2008.

Long-maturity California municipal bonds slightly underperformed the long-maturity unmanaged Barclays Capital Long Municipal Bond Index returning 9.46% compared to a rise of 9.88% for the long-maturity national index during the six-months ended October 31, 2009. The California municipal bond yield curve steepened during the reporting period with 30-year yields decreasing 6 basis points, while two-year yields decreased 24 basis points. Significant exposure to longer-maturity municipal bonds benefited performance as longer-duration municipal bonds outperformed as yields moved lower.

PIMCO California Municipal Income Fund Performance & Statistics

October 31, 2009 (unaudited)

Total Return(1):	Market Price	NAV
Six Months	6.45%	21.53%
1 Year	21.08%	23.43%
5 Year	4.40%	4.10%
Commencement of Operations (6/29/2001) to 10/31/09	4.43%	5.03%

Market Price/NAV Performance:

Commencement of Operations (6/29/2001) to 10/31/09

Market Price/NAV:

Market Price	\$12.47
NAV	\$12.38
Premium to NAV	0.73%
Market Price Yield (2)	7.41%

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

(1)

Past performance is no guarantee of future results. Total return is calculated by determining the percentage change in net asset value (NAV) or market price (as applicable) in the specified period. The calculation assumes that all income dividends and capital gain distributions if any, 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.

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

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

(2) Market Price Yield is determined by dividing the annualized current monthly per share dividend (comprised of net investment income) payable to shareholders by the market price per share at October 31, 2009.

PIMCO New York Municipal Income Fund Fund Insights

October 31, 2009 (unaudited)

For the fiscal six-month period ended October 31, 2009, PIMCO New York Municipal Income Fund returned 15.29% on net asset value (NAV) and 9.78% on market price, which compares to the returns of 11.69% and 13.59%, respectively, for the Lipper Analytical New York Municipal Debt Funds average.

Yields on longer-maturity high-quality municipal bonds moved lower, while yields on short and intermediate maturities moved higher during the six-month reporting period.

Municipal-to-U.S. Treasury yield ratios continued to trend lower as the market normalized during the reporting period. The 10-year ratio decreased to 89% and the 30-year ratio decreased to 100%, and both were back to within historical average levels.

Exposure to the tobacco securitization sector contributed positively to performance as the sector posted strong positive returns due to investors' increased appetite for riskier assets.

Exposure to corporate-backed municipal bonds contributed significantly to performance as the sector outperformed all other municipal bond sectors. Similar to the taxable corporate sector, this area of the municipal bond market continued to rebound and experience strong performance after struggling at the end of 2008.

A focus on revenue bonds contributed positively to performance as these bonds outperformed both pre-refunded and general obligation municipal bonds. Holdings in pre-refunded and general obligation municipal bonds detracted from returns as they underperformed due to investors moving further out on the risk spectrum in search of higher yields.

Exposure to longer-maturity zero coupon municipal bonds benefited performance as the longer durations outperformed and yields on longer maturities moved lower during the reporting period. The unmanaged Barclays Capital Zero Coupon Index advanced 10.25% during the six-month reporting period.

Municipal bonds within New York marginally underperformed the unmanaged Barclays Capital Municipal Bond Index returning 4.79% compared to 4.99% for the national index during the six-month reporting period. Year-to-date through October of 2009, issuers in New York State raised \$34.3 billion in bonds, 3% lower than the comparable period in 2008. New York ranks second in total municipal bond issuance.

Long-maturity New York municipal bonds slightly underperformed the unmanaged Barclays Capital Long Municipal Bond Index returning 8.45% compared to a rise of 9.88% for the long-maturity national index during the six-month reporting period. The New York municipal bond yield curve steepened marginally during the reporting period with 30-year yields decreasing 42 basis points and two-year yields decreased 62 basis points. Significant exposure to the longer portion of the municipal bond yield curve benefited performance as the longer-duration municipal bonds outperformed as yields moved lower.

PIMCO New York Municipal Income Fund Performance & Statistics

October 31, 2009 (unaudited)

Total Return(1):	Market Price	NAV
Six Months	9.78%	15.29%
1 Year	11.27%	11.65%
5 Year	0.55%	0.49%
Commencement of Operations (6/29/2001) to 10/31/09	2.01%	2.28%

Market Price/NAV Performance:

Commencement of Operations (6/29/2001) to 10/31/09

Market Price/NAV:

Market Price	\$10.50
NAV	\$10.23
Premium to NAV	2.64%
Market Price Yield (2)	6.51%

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

(1)

Past performance is no guarantee of future results. Total return is calculated by determining the percentage change in net asset value (NAV) or market price (as applicable) in the specified period. The calculation assumes that all income dividends and capital gain distributions if any, 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.

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

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

(2) Market Price Yield is determined by dividing the annualized current monthly per share dividend (comprised of net investment income) payable to shareholders by the market price per share at October 31, 2009.

PIMCO Municipal Income Fund Schedule of Investments

October 31, 2009 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
MUNICIPAL BONDS & NOTES 94.3%			
Alabama 0.9%			
\$ 2,500	Birmingham Baptist Medical Centers Special Care Facs. Financing, Auth. Rev. Baptist Health Systems, Inc., 5.875%, 11/15/24, Ser. A Huntsville-Redstone Village Special Care Facs. Financing Auth. Rev., Redstone Village Project,	Baa2/NR	\$ 2,529,950
250	5.50%, 1/1/28	NR/NR	199,555
885	5.50%, 1/1/43	NR/NR	645,377
1,350	Montgomery Medical Clinic Board Rev., Jackson Hospital & Clinic, 5.25%, 3/1/31	Baa2/BBB-	1,230,471
			4,605,353
Alaska 1.2%			
3,280	Borough of Matanuska-Susitna Rev., Goose Creek Correctional Center, 6.00%, 9/1/32	Aa2/AAA	3,739,725
900	Industrial Dev. & Export Auth. Rev., Boys & Girls Home, 6.00%, 12/1/36	NR/NR	628,272
2,400	Northern Tobacco Securitization Corp. Rev., 5.00%, 6/1/46, Ser. A	Baa3/NR	1,550,928
			5,918,925
Arizona 5.2%			
5,000	Apache Cnty. Industrial Dev. Auth. Rev., Tucson Electric Power Co. Project, 5.875%, 3/1/33, Ser. B Health Facs. Auth. Rev.,	Baa3/BBB-	4,921,550
2,050	Banner Health, 5.50%, 1/1/38, Ser. D	NR/A+	2,087,576
2,750	Beatitudes Campus Project, 5.20%, 10/1/37 Pima Cnty. Industrial Dev. Auth. Rev., Tucson Electric Power Co., Ser. A,	NR/NR	1,989,680
4,000	4.95%, 10/1/20	Baa3/BBB-	4,009,840
4,150	6.375%, 9/1/29	Baa3/BBB-	4,225,945
5,000	Salt River Project Agricultural Improvement & Power Dist. Rev., 5.00%, 1/1/39, Ser. A (j)	Aa1/AA	5,212,350
4,200	Salt Verde Financial Corp. Rev., 5.00%, 12/1/37	A3/A	3,596,922

26,043,863

Arkansas 0.4%

8,500	Dev. Finance Auth. Rev., Arkansas Cancer Research Center Project, zero coupon, 7/1/36 (AMBAC)	Aa3/NR	2,207,365
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California 8.1%

3,000	Chula Vista Rev., San Diego Gas & Electric, 5.875%, 2/15/34, Ser. B	Aa3/A+	3,271,590
6,000	Golden State Tobacco Securitization Corp. Rev., 5.00%, 6/1/33, Ser. A-1	Baa3/BBB	4,623,960
2,000	Health Facs. Financing Auth. Rev., Catholic Healthcare West, 6.00%, 7/1/39, Ser. A	A2/A	2,104,600
4,175	Montebello Unified School Dist., GO, 5.00%, 8/1/33 (FSA)	Aa3/AAA	4,201,136
5,000	Orange Cnty. Airport Rev., 5.25%, 7/1/39, Ser. A	Aa3/AA-	5,160,250

PIMCO Municipal Income Fund Schedule of Investments

October 31, 2009 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
California (continued)			
\$ 300	State, GO, 5.00%, 6/1/37	Baa1/A	\$ 275,736
4,200	6.00%, 4/1/38 Statewide Communities Dev. Auth. Rev.,	Baa1/A	4,466,574
1,000	Catholic Healthcare West, 5.50%, 7/1/31, Ser. E Methodist Hospital Project (FHA),	A2/A	1,013,010
2,600	6.625%, 8/1/29	Aa2/AA	2,924,558
9,500	6.75%, 2/1/38	Aa2/AA	10,628,790
4,000	Whittier Union High School Dist., GO, zero coupon, 8/1/25	NR/AA-	1,577,240
			40,247,444
Colorado 0.5%			
500	Confluence Metropolitan Dist. Rev., 5.45%, 12/1/34	NR/NR	355,040
500	Public Auth. for Colorado Energy Rev., 6.50%, 11/15/38	A2/A	531,300
1,500	Univ. of Colorado Rev., 5.375%, 6/1/38, Ser. A	Aa3/AA-	1,613,220
			2,499,560
Connecticut 0.2%			
1,000	State Dev. Auth. Rev., Connecticut Light & Power Co., 5.85%, 9/1/28	Baa1/BBB	1,018,360
District of Columbia 1.4%			
2,500	Dist. of Columbia Rev., Brookings Institution, 5.75%, 10/1/39	Aa3/A+	2,731,425
4,175	Tobacco Settlement Financing Corp. Rev., 6.25%, 5/15/24	Baa3/BBB	4,123,982
			6,855,407
Florida 4.0%			
905	Beacon Lakes Community Dev. Dist., Special Assessment, 6.00%, 5/1/38, Ser. A	NR/NR	668,931
4,000	Broward Cnty. Water & Sewer Rev., 5.25%, 10/1/34, Ser. A (j)	Aa3/AA	4,167,320
500	Lee Cnty. Industrial Dev. Auth. Rev., Sara Lee Charter Foundation, 5.375%, 6/15/37, Ser. A	NR/BB	363,295
3,000	Miami-Dade Cnty. Airport Rev., 5.50%, 10/1/36, Ser. A	A2/A-	3,034,110
1,250	Miami-Dade Cnty. School Board, CP, 5.375%, 2/1/34, Ser. A	Aa2/AAA	1,286,112

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3,900	State Board of Education, GO, 5.00%, 6/1/38, Ser. D (j)	Aa1/AAA	4,025,697
5,685	State Board of Governors Rev., Florida Univ., 6.50%, 7/1/33	Aa2/AA	6,517,909
			20,063,374
	Georgia 0.4%		
2,300	Medical Center Hospital Auth. Rev., Spring Harbor Green Island Project, 5.25%, 7/1/37	NR/NR	1,782,937
	Illinois 5.5%		
	Chicago, GO,		
5,000	5.00%, 1/1/34, Ser. C (j)	Aa3/AA-	5,073,100
2,935	5.375%, 1/1/34, Ser. A (FGIC-NPFGC)	Aa3/AA-	2,940,019

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PIMCO Municipal Income Fund Schedule of Investments

October 31, 2009 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
Illinois (continued)			
\$ 10,115	Chicago Board of Education School Reform, GO, zero coupon, 12/1/31, Ser. A (FGIC-NPFGC)	A1/AA-	\$ 2,784,356
1,250	Chicago Motor Fuel Tax Rev., 5.00%, 1/1/38, Ser. A	Aa2/AAA	1,275,937
190	Educational Facs. Auth. Rev., Univ. of Chicago, 5.25%, 7/1/41, Ser. A	Aa1/AA	193,236
400	Finance Auth. Rev., OSF Healthcare System, 7.125%, 11/15/37, Ser. A	A2/A	442,080
10,000	Univ. of Chicago, 5.50%, 7/1/37, Ser. B (j)	Aa1/AA	11,003,500
1,900	Springfield Electric Rev., 5.00%, 3/1/36	Aa3/AA-	1,903,724
1,495	Univ. of Illinois Rev., 5.25%, 4/1/32, Ser. B (FGIC-NPFGC)	Aa3/AA-	1,505,405
			27,121,357
Indiana 0.5%			
1,500	Finance Auth. Rev., Duke Energy Indiana, Inc., 6.00%, 8/1/39, Ser. B	NR/A	1,602,495
1,000	Municipal Power Agcy. Rev., 6.00%, 1/1/39, Ser. B	A1/A+	1,059,870
			2,662,365
Iowa 1.7%			
4,890	Finance Auth. Rev., Deerfield Retirement Community, Inc., 5.50%, 11/15/37, Ser. A	NR/NR	3,274,931
3,500	Edgewater LLC Project, 6.75%, 11/15/37	NR/NR	3,194,310
1,500	6.75%, 11/15/42	NR/NR	1,354,755
1,600	Wedum Walnut Ridge LLC Project, 5.625%, 12/1/45, Ser. A (b)	NR/NR	908,448
			8,732,444
Kansas 4.5%			
1,000	Dev. Finance Auth. Rev., Adventist Health, 5.75%, 11/15/38	A1/A+	1,033,070
1,000	Lenexa City, Tax Allocation, Center East Project, 6.00%, 4/1/27	NR/NR	840,080
650	Manhattan Rev., Meadowlark Hills Retirement, 5.125%, 5/15/42, Ser. B	NR/NR	489,164
5,000	Wichita Hospital Rev., Facs. Improvements, 5.625%, 11/15/31, Ser. III	NR/A+	5,076,950
14,370	6.25%, 11/15/24, Ser. XI	NR/A+	14,636,707

22,075,971

Kentucky 0.6%

Economic Dev. Finance Auth. Rev.,
Baptist Healthcare Systems, Ser. A,

1,000	5.375%, 8/15/24	Aa3/NR	1,097,590
1,200	5.625%, 8/15/27	Aa3/NR	1,296,900
760	St. Luke s Hospital, 6.00%, 10/1/19, Ser. B	A3/A	760,046
			3,154,536

PIMCO Municipal Income Fund Schedule of Investments

October 31, 2009 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
	Louisiana 5.8%		
\$ 3,930	Local Gov t Environmental Facs. & Community Dev. Auth. Rev., Capital Projects & Equipment Acquisition, 6.55%, 9/1/25 (ACA)	NR/NR	\$ 3,510,158
27,895	Tobacco Settlement Financing Corp. Rev., 5.875%, 5/15/39, Ser. 2001B	Baa3/BBB	25,448,051
			28,958,209
	Massachusetts 0.4%		
550	Dev. Finance Agcy. Rev., Linden Ponds, Inc. Fac., 5.75%, 11/15/35, Ser. A	NR/NR	403,634
1,500	State College Building Auth. Rev., 5.50%, 5/1/39, Ser. A	A1/A+	1,565,340
			1,968,974
	Michigan 2.3%		
1,000	Detroit, GO, 5.375%, 4/1/17, Ser. A-1 (NPFGC)	Baa1/A	909,920
4,550	Garden City Hospital Finance Auth. Rev., 5.00%, 8/15/38, Ser. A Royal Oak Hospital Finance Auth. Rev., William Beaumont Hospital, 5.25%, 11/15/35, Ser. M (NPFGC)	NR/NR	2,645,825
50	8.25%, 9/1/39	A1/A	43,205
1,500	State Hospital Finance Auth. Rev., Detroit Medical Center, 6.25%, 8/15/13, Ser. A	A1/A	1,764,480
4,000	Strategic Fund Rev., Detroit Edison Co. Pollution Control, 5.45%, 9/1/29, Ser. C	Ba3/BB-	4,004,640
2,000		A2/A-	2,023,700
			11,391,770
	Minnesota 0.1%		
95	Agricultural & Economic Dev. Board Rev., Health Care Systems, 6.375%, 11/15/29, Ser. A	A2/A	96,867
500	Washington Cnty. Housing & Redev. Auth. Rev., Birchwood & Woodbury Projects, 5.625%, 6/1/37, Ser. A	NR/NR	393,780
			490,647
	Missouri 0.2%		
1,000	Joplin Industrial Dev. Auth. Rev., Christian Homes, Inc.,		

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	5.75%, 5/15/26, Ser. F	NR/NR	807,370
	Nevada 3.5%		
5,000	Clark Cnty., GO, 4.75%, 6/1/30 (FSA)	Aa1/AAA	4,928,800
12,185	Washoe Cnty., Water & Sewer, GO, 5.00%, 1/1/35 (NPFGC)	Aa2/AA	12,325,737
			17,254,537
	New Hampshire 0.6%		
3,000	Business Finance Auth. Pollution Control Rev., Connecticut Light & Power Co., 5.85%, 12/1/22, Ser. A	Baa1/BBB	3,063,720
	New Jersey 4.9%		
16,550	Economic Dev. Auth., Special Assessment, Kapkowski Road Landfill Project, 5.75%, 4/1/31	Baa3/NR	13,380,509

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PIMCO Municipal Income Fund Schedule of Investments

October 31, 2009 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
New Jersey (continued)			
\$ 2,000	Economic Dev. Auth. Rev., School Facs. Construction, 5.50%, 12/15/34, Ser. Z	Aa2/AAA	\$ 2,199,880
1,000	Health Care Facs. Financing Auth. Rev., Trinitas Hospital, 5.25%, 7/1/30, Ser. A	Baa3/BBB-	838,950
2,000	State Turnpike Auth. Rev., 5.25%, 1/1/40, Ser. E	A3/A+	2,049,540
9,100	Tobacco Settlement Financing Corp. Rev., 5.00%, 6/1/41, Ser. 1A	Baa3/BBB	6,124,391
			24,593,270
New Mexico 0.5%			
2,500	Farmington Pollution Control Rev., 5.80%, 4/1/22, Ser. A	Baa3/BB+	2,503,400
New York 6.3%			
5,000	Liberty Dev. Corp. Rev., Goldman Sachs Headquarters, 5.25%, 10/1/35	A1/A	4,882,150
3,000	5.50%, 10/1/37	A1/A	3,021,210
4,200	Nassau Cnty. Industrial Dev. Agcy. Rev., Amsterdam at Harborside, 6.70%, 1/1/43, Ser. A	NR/NR	3,588,816
13,000	New York City Municipal Water Finance Auth. Water & Sewer Rev. (j), 5.00%, 6/15/26, Ser. E	Aa2/AAA	13,280,280
670	5.00%, 6/15/37, Ser. D	Aa2/AAA	685,088
3,000	New York City Municipal Water Finance Auth. Water & Sewer Rev., Second Generation Resolutions, 5.00%, 6/15/39, Ser. GG-1	Aa3/AA+	3,066,480
1,000	State Dormitory Auth. Rev., 5.00%, 3/15/38, Ser. A	NR/AAA	1,028,570
1,625	Westchester Cnty. Healthcare Corp. Rev., 5.875%, 11/1/25, Ser. A	Baa3/BBB-	1,605,939
			31,158,533
North Carolina 0.3%			
570	Capital Facs. Finance Agcy. Rev., Duke Univ. Project, 5.125%, 10/1/41, Ser. A	Aa1/AA+	578,607
1,500	Medical Care Commission Rev., Village at Brookwood, 5.25%, 1/1/32	NR/NR	1,051,125
			1,629,732

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Ohio 2.9%			
11,000	Buckeye Tobacco Settlement Financing Auth. Rev., 5.875%, 6/1/47, Ser. A-2	Baa3/BBB	8,130,540
	Lorain Cnty. Hospital Rev., Catholic Healthcare, Ser. A,		
2,500	5.625%, 10/1/17	A1/AA-	2,585,325
2,565	5.75%, 10/1/18	A1/AA-	2,648,824
500	Montgomery Cnty. Rev., Miami Valley Hospital, 6.25%, 11/15/39, Ser. A	Aa3/NR	520,055
500	State Higher Educational Fac. Commission Rev., Univ. Hospital Health Systems, 6.75%, 1/15/39, Ser. A	A2/A	530,185
			14,414,929

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PIMCO Municipal Income Fund Schedule of Investments

October 31, 2009 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
Oregon 0.6%			
\$ 2,000	Oregon Health & Science Univ. Rev., 5.75%, 7/1/39, Ser. A	A2/BBB+	\$ 2,154,960
600	State Department of Administrative Services, CP, 5.25%, 5/1/39, Ser. A	Aa3/AA-	624,102
			2,779,062
Pennsylvania 5.9%			
1,000	Allegheny Cnty. Industrial Dev. Auth. Rev., Environmental Improvements, USX Corp., 5.60%, 9/1/30	Baa1/BBB+	1,000,150
5,000	Geisinger Auth. Rev., 5.25%, 6/1/39, Ser. A	Aa2/AA	4,992,300
2,000	Harrisburg Auth. Rev., Harrisburg Univ. of Science, 6.00%, 9/1/36, Ser. B	NR/NR	1,767,920
6,200	Higher Educational Facs. Auth. Rev., UPMC Health System, 6.00%, 1/15/31, Ser. A	Aa3/A+	6,354,566
	Lancaster Cnty. Hospital Auth. Rev., Brethren Village Project, Ser. A,		
750	6.25%, 7/1/26	NR/NR	711,308
85	6.375%, 7/1/30	NR/NR	78,970
7,000	Philadelphia, GO, 5.25%, 12/15/32, Ser. A (FSA)	Aa3/AAA	7,224,700
4,700	Philadelphia Hospitals & Higher Education Facs. Auth. Rev., Temple Univ. Hospital, 6.625%, 11/15/23, Ser. A	Baa3/BBB	4,715,980
500	Philadelphia Water Rev., 5.25%, 1/1/36, Ser. A	A3/A	507,590
2,000	Turnpike Commission Rev., 5.125%, 12/1/40, Ser. D	A2/A-	1,952,820
			29,306,304
Puerto Rico 0.7%			
135	Commonwealth of Puerto Rico, Public Improvements, GO, 5.00%, 7/1/35, Ser. B	Baa3/BBB-	121,326
	Sales Tax Financing Corp. Rev., Ser. A,		
32,550	zero coupon, 8/1/54 (AMBAC)	Aa3/AA-	1,934,446
29,200	zero coupon, 8/1/56	Aa3/AA-	1,509,056
			3,564,828
Rhode Island 4.4%			
23,800	Tobacco Settlement Financing Corp. Rev., 6.25%, 6/1/42, Ser. A	Baa3/BBB	21,660,142

South Carolina 1.4%

3,500	Greenwood Cnty. Hospital Rev., Self Memorial Hospital,	A2/A	3,551,030
2,000	5.50%, 10/1/21		