

Release Date: 12-31-2018

# PIMCO VIT Dynamic Bond Portfolio — Advisor Class

## Investment Strategy from investment's prospectus

The investment seeks maximum long-term return, consistent with preservation of capital and prudent investment management. The portfolio seeks to achieve its investment objective by investing under normal circumstances at least 80% of its assets in a diversified portfolio of Fixed Income Instruments of varying maturities, which 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.

Past name: PIMCO VIT Unconstrained Bond Adv.

## Category Description: Nontraditional Bond

The Nontraditional Bond category contains funds that pursue strategies divergent in one or more ways from conventional practice in the broader bond-fund universe. Many funds in this group describe themselves as "absolute return" portfolios, which seek to avoid losses and produce returns uncorrelated with the overall bond market; they employ a variety of methods to achieve those aims. Another large subset are self-described "unconstrained" portfolios that have more flexibility to invest tactically across a wide swath of individual sectors, including high-yield and foreign debt, and typically with very large allocations. Funds in the latter group typically have broad freedom to manage interest-rate sensitivity, but attempt to tactically manage those exposures in order to minimize volatility. The category is also home to a subset of portfolios that attempt to minimize volatility by maintaining short or ultra-short duration portfolios, but explicitly court significant credit and foreign bond market risk in order

## Operations

Fund Inception Date	04-30-13
Initial Share Class Inception Date	05-02-11
Advisor	Pacific Investment Management Company, LLC
Subadvisor	—

## Fees and Expenses as of 04-30-18

Gross Prospectus Expense Ratio	1.13%
Net Prospectus Expense Ratio	1.13%

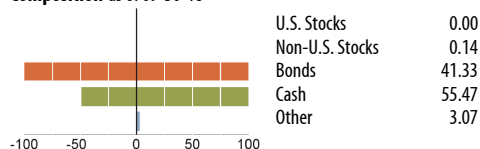
Waiver Data	Type	Exp.Date	%
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## Portfolio Manager(s)

Mohsen Fahmi. M.S., Ohio State University, Ain Shams University, Cairo. Since 2014.  
 Daniel J. Ivascyn. M.B.A., University of Chicago. B.A., Occidental College. Since 2014.

## Portfolio Analysis as of 09-30-18

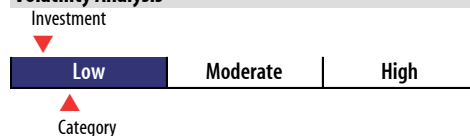
### Composition as of 09-30-18



### Top 20 Holdings as of 09-30-18

Security	% Assets
90 Day Eurodollar Future June19 06-17-19	46.82
Irs Usd 2.60000 09/26/18-5y Cme 09-26-23	10.74
Iro Usd 5y P 2.70000 M 12/12/18 Myc 12-12-18	8.07
Irs Gbp 1.50000 03/20/19-5y Lch 03-20-24	7.53
US 5 Year Note (CBT) Dec18 12-31-18	7.14
Irs Usd 2.00000 06/20/18-5y Lch 06-20-23	7.02
Zcs Brl 7.5 05/17/18-01/02/20 Cme 01-02-20	6.29
Federal National Mortgage Association 3.5% 10-11-48	5.62
Federal National Mortgage Association 3.5% 03-01-48	5.47
Irs Eur 0.50000 03/20/19-5y Lch 03-20-24	5.45
United States Treasury Notes 2.12% 09-30-21	5.12
Irs Usd 2.25000 06/20/18-10y Lch 06-20-28	5.06
Long-Term Euro-BTP Futures Dec18 12-06-18	4.93
Federal National Mortgage Association 3.5% 11-13-48	4.68
Irs Usd 1.50000 06/21/17-10y Lch 06-21-27	4.37
Irs Usd 1.75000 12/21/16-7y Lch 12-21-23	3.60
United States Treasury Notes 2% 07-31-22	3.50
Irs Jpy 0.45000 03/20/19-10y Lch 03-20-29	2.81
Japan Treasury Disc Bill #781 03-11-19	2.46
Irs Jpy 0.30000 03/18/16-10y Cme 03-18-26	2.30
Total Number of Stock Holdings	1
Total Number of Bond Holdings	334
Annual Turnover Ratio %	210.00
Total Fund Assets (\$mil)	301.81

## Volatility Analysis



In the past, this investment has shown a relatively small range of fluctuations relative to other investments. Based on this measure, currently more than two thirds of all investments have shown higher levels of risk. Consequently, this investment may appeal to investors looking for a conservative investment strategy.

### Morningstar Style Box™ as of 09-30-18

Not Available	Average Effective Duration	1.01
	Average Effective Maturity	1.24

### Risk Measures as of 12-31-18

Metric	Port Avg	BC Aggr	Category
3 Yr Std Dev	2.24	2.88	3.20
3 Yr Sharpe Ratio	1.02	0.34	0.64
3 Yr Alpha	2.28	—	1.78
3 Yr Beta	0.06	—	-0.03
3 Yr R-squared	0.67	—	11.55

### Morningstar Sectors as of 09-30-18

Sector	%Fund	%Category
Government	27.47	34.35
Corporate	8.14	16.33
Securitized	19.84	27.27
Municipal	0.06	0.42
Cash and Equivalents	33.74	19.22
Other	10.74	2.41

### Credit Analysis

Not Available %Bonds

## Notes

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NOT A DEPOSIT — NOT FDIC INSURED — NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY — NOT GUARANTEED BY THE INSTITUTION — MAY GO DOWN IN VALUE