

PCM FUND, INC.
Form N-CSRS
August 27, 2013
Table of Contents

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: 811-07816

PCM Fund, Inc.

(Exact name of registrant as specified in charter)

1633 Broadway, New York, New York 10019

(Address of principal executive offices) (Zip code)

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Lawrence G. Altadonna 1633 Broadway, New York, New York 10019

(Name and address of agent for service)

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

Date of fiscal year end: December 31, 2013

Date of reporting period: June 30, 2013

Table of Contents

ITEM 1. REPORT TO SHAREHOLDERS

PCM Fund, Inc.

PIMCO Dynamic Credit Income Fund

Semiannual Report

June 30, 2013

Table of Contents

Contents

2-3	<u>Letter to Stockholders/Shareholders</u>
4-5	<u>Fund Insights</u>
6-7	<u>Performance and Statistics</u>
8-39	<u>Schedules of Investments</u>
40	<u>Statements of Assets and Liabilities</u>
41	<u>Statements of Operations</u>
42-43	<u>Statements of Changes in Net Assets</u>
44	<u>Statements of Cash Flows</u>
45-61	<u>Notes to Financial Statements</u>
62-63	<u>Financial Highlights</u>
64	<u>Annual Stockholder Meeting Results/Proxy Voting Policies & Procedures/Loan Investments and Origination</u>
65-71	<u>Matters Relating to the Directors /Trustees Consideration of the Investment Management & Portfolio Management Agreements</u>

Table of Contents

Letter from the Chairman and President & CEO

Hans W. Kertess

Chairman of the Board

Brian S. Shlissel

President & Chief Executive Officer

Dear Stockholders/Shareholders:

The US economy continued to expand throughout the fiscal six-month reporting period ended June 30, 2013. In contrast, growth in many other developed countries moderated and in certain situations fell into recession. Overall, the Federal Reserve's (the Fed) monetary policy supported the US stock market while the US fixed income market was adversely impacted by rising interest rates.

For the reporting period ended June 30, 2013:

n PCM Fund, Inc. returned 3.74% on net asset value (NAV) and 1.57% on market price.

n PIMCO Dynamic Credit Income Fund returned 1.06% on NAV and -6.52% on market price since its inception on January 31, 2013.

For the six-month reporting period ended June 30, 2013, the US Treasury market, as measured by the Barclays US Treasury Index, returned 0.06% and the Barclays Fixed Rate MBS Index, which measures the performance of investment grade fixed-rate mortgage backed securities, declined 2.04% during the period. The Barclays US Aggregate Index, a broad measure of government and corporate bond performance, fell 2.44% and the Barclays US Credit Index, a measure of corporate bond performance, declined 3.62%.

The US economy continued to grow during the fiscal six-month reporting period however, the pace of expansion was far from robust. Gross domestic product (GDP), the value of goods and services produced in the country, the broadest measure of economic activity and the principal indicator of economic performance, grew at an annual pace of 0.4% during the fourth quarter of 2012. GDP growth rose to 1.8% during the first quarter of 2013, partially due to stronger consumer spending.

While US economic data was mixed, there were continuing signs of the long-awaited recovery in the housing market. In addition unemployment remains elevated although the unemployment rate declined from 7.8% in December 2012

to 7.6% in June 2013 as the pace of new job growth trended higher. Elsewhere, despite concerns of higher tax rates, the fiscal cliff and sequestration, consumer spending held up relatively well during the reporting period.

The Fed and other developed country central banks, including the European Central Bank and The Bank of Japan, maintained their accommodative monetary policies during the reporting period. However, following its meeting on June 19, 2013, Fed Chairman Bernanke said the Committee currently anticipates that it would be appropriate to moderate the monthly pace of purchases later this year; and if the subsequent data remain broadly aligned with our current expectations for the economy, we would continue to reduce the pace of purchases in measured steps through the first half of next year, ending purchases around midyear. These comments triggered a sharp rise in Treasury yields and falling bond prices. The benchmark 10-year Treasury bond began the fiscal period yielding 1.78% and ended the six-month period at 2.52%.

2 June 30, 2013 | Semiannual Report

Table of Contents

Outlook

As the second half of the year unfolds, the mood appears similar to late December 2012. Market volatility has increased, not due to economic concerns, but rather uncertainties surrounding the Fed tapering its asset purchases. In fact, most economic measures have demonstrated improvement. The housing market has rebounded sharply in recent months, the labor market has picked up and consumer confidence has been on the upswing. At the same time, inflation remains tame.

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Still, there are two major headwinds: fear over the Fed winding down quantitative easing sooner than expected and concerns about China's economic slowdown and overall emerging market weakness. We expect the Fed's stance to remain accommodative, even if it starts to taper its purchase program toward the end of the year. Fed tapering is likely to create higher volatility, but we believe that the Fed will only raise interest rates if it is confident the economic recovery is on solid footing. As for China, its cyclical data is showing signs of weakness, but it is our view that it is not weak enough to dramatically curtail growth.

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 website, us.allianzgi.com/closedendfunds.

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

We remain dedicated to serving your investment needs.

Sincerely,

Hans W. Kertess
Chairman of the Board

Brian S. Shlissel
President & Chief Executive Officer

Table of Contents

Fund Insights

PCM Fund, Inc.

PIMCO Dynamic Credit Income Fund

PCM Fund, Inc.

For the six-month reporting period ended June 30, 2013, PCM Fund, Inc. (the Fund) returned 3.74% on net asset value (NAV) and 1.57% on market price, outperforming the unmanaged Barclays CMBS Investment Grade Index (the benchmark index), which returned -1.31% during the reporting period.

The US fixed income market experienced periods of volatility during the reporting period, all told, weak results were generated. Market volatility was triggered by a number of factors, including uncertainties regarding the sequestration, the ongoing European sovereign debt crisis and geopolitical issues. While the Federal Reserve (the Fed) maintained its highly accommodative monetary policy, in June, the Fed indicated that it may begin to taper its asset purchase program sooner than previously anticipated. Against this backdrop, both short- and long-term Treasury yields moved sharply higher and the yield curve steepened.

Most spread sectors (non-US Treasuries) posted negative returns and generally performed in line with equal-duration Treasuries during the six months ended June 30, 2013. One notable exception was high yield corporate bonds, as the Barclays High Yield Index gained 1.42% during the reporting period. In contrast, the overall US fixed income market (as measured by the Barclays US Aggregate Index) declined 2.44%, and the commercial mortgage-backed

securities (CMBS) market, as measured by the benchmark index, fell 1.31%. For much of the reporting period, the CMBS market benefited from the strengthening economic environment and gradually improving fundamentals. However, the fixed income market's sell-off in June 2013 also negatively impacted CMBS, which more than offset the gains achieved from the preceding five months. Within the CMBS market, lower rated securities outperformed higher rated investments, as fixed-rate BBB CMBS returned 0.55%, compared to -1.71% for fixed-rate AAA CMBS.

Spread sector exposures generally produced positive results

The Fund's exposure to the Banking sector contributed to performance during the reporting period. This sector generated solid results due to improving fundamentals and the ongoing economic recovery. The Fund's performance was further enhanced by an allocation to non-agency mortgage-backed securities. The sector benefited from overall solid demand from investors looking to generate incremental yield in the low interest rate environment. Supporting non-agency mortgage-backed securities were continued signs of a rebound in the housing market.

Detracting from performance was the Fund's allocation to super-senior CMBS as CMBS positioned high in the capital structure underperformed the lower rated (less senior) portion of the CMBS capital structure.

1. The Barclays CMBS Investment Grade Index is an index designed to mirror commercial mortgage-backed securities (CMBS) of investment grade quality (Baa3/BBB-/BBB- or above) using Moody's, S&P, and Fitch

respectively, with maturity of at least one year.

4 June 30, 2013 | Semiannual Report

Table of Contents

Fund Insights (continued)

PIMCO Dynamic Credit Income Fund

For the period from its inception on January 31, 2013 through June 30, 2013 (the reporting period), PIMCO Dynamic Credit Income Fund (the Fund) returned 1.06% on net asset value (NAV) and -6.52% on market price. In comparison, the 80% Barclays Investment Grade Index/20% BofA High Yield Index (the benchmark index) returned -2.26%, the Barclays Global Credit Index, the BofA Merrill Lynch Global High Yield BB/B Constrained Index and the Credit Suisse Leveraged Loan Index returned -3.11%, -0.45% and 1.67%, respectively, during the same period.

The US fixed income market experienced periods of volatility during the reporting period. Market volatility was triggered by a number of factors, including moderating global growth, uncertainties regarding sequestration and the ongoing European sovereign debt crisis. A sharp rise in Treasury yields and falling bond prices were triggered by uncertainties surrounding the Fed tapering its asset purchases.

Sector and duration positioning drive results

An allocation to non-agency mortgage-backed securities contributed to results, as this sector outperformed the broader credit market due to generally positive supply/demand technicals. An emphasis on banking issues enhanced performance, as these bonds outperformed the broad credit market during the reporting period.

Extending the Fund's duration in the second quarter detracted from performance, as rates rose sharply on the Fed's taper talk. The Fund's overweighting compared to the broad market to high yield corporate bonds was detrimental for performance, as their spreads widened during the reporting period. However, this was somewhat offset by the positive impact of the Fund's exposure to higher coupon high yield corporate bonds. Elsewhere, the Fund's tactical exposure to emerging market debt was not rewarded, as this asset class underperformed the broad credit market during the period.

Table of Contents**Performance and Statistics**

PCM Fund, Inc.

June 30, 2013 (unaudited)

Total Return⁽¹⁾:	Market Price	NAV
Six Month	1.57%	3.74%
1 Year	15.95%	21.52%
5 Year	16.90%	16.90%
10 Year	8.75%	10.21%
Commencement of Operations (9/2/93) to 6/30/13	8.92%	9.39%

Market Price/NAV Performance:

Commencement of Operations (9/2/93) to 6/30/13

Market Price/NAV:

Market Price	\$11.73
NAV	\$11.30
Premium to NAV	3.81%
Market Price Yield ⁽²⁾	8.18%
Leverage Ratio ⁽³⁾	37.57%

Moody's Rating

(as a % of total investments)

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

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

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

(2) Market Price Yield is determined by dividing the annualized current monthly dividend per share (comprised of net investment income) by the market price per share at June 30, 2013.

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

Table of Contents**Performance and Statistics**

PIMCO Dynamic Credit Income Fund

June 30, 2013 (unaudited)

Total Return⁽¹⁾:	Market Price	NAV
Commencement of Operations (1/31/13) to 6/30/13	6.52%	1.06%

Market Price/NAV Performance:

Commencement of Operations (1/31/13) to 6/30/13

Market Price/NAV:

Market Price	\$22.91
NAV	\$23.50
Discount to NAV	(2.51)%
Market Price Yield ⁽²⁾	8.18%
Leverage Ratio ⁽³⁾	14.23%

Moody's Ratings

(as a % of total investments)

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

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

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

exchange. NAV is equal to total assets less total liabilities divided by the number of shares outstanding. Holdings are subject to change daily.

(2) Market Price Yield is determined by dividing the annualized current monthly dividend per share (comprised of net investment income and short-term capital gains, if any) by the market price per share at June 30, 2013.

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

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited)

Principal

Amount

(000s)		Value
Mortgage-Backed Securities 112.1%		
\$ 456	Adjustable Rate Mortgage Trust, 2.888%, 1/25/36 CMO (i)	\$ 361,637
659	Banc of America Alternative Loan Trust, 6.47%, 4/25/37 CMO (i)	507,391
	Banc of America Funding Corp., CMO,	
848	2.985%, 12/20/34 (i)	708,763
316	5.562%, 3/20/36 (i)	295,486
1,065	7.00%, 10/25/37	651,797
	Banc of America Merrill Lynch Commercial Mortgage, Inc., 5.414%, 9/10/47	
2,000	CMO (g)	2,208,132
	Banc of America Mortgage Trust, CMO (i),	
728	2.75%, 6/20/31	742,466
448	2.811%, 6/25/35	422,315
704	3.101%, 11/25/34	693,034
	BCAP LLC Trust, CMO (a)(c)(i),	
87	0.393%, 7/26/36	36,707
150	5.006%, 3/26/36	143,517
1,000	BCRR Trust, 5.858%, 7/17/40 CMO (a)(c)(g)(i)	1,105,087
	Bear Stearns Adjustable Rate Mortgage Trust, CMO (i),	
1,886	2.674%, 10/25/35	1,851,166
327	2.702%, 5/25/34	307,047
	Bear Stearns ALT-A Trust, CMO (i),	
75	2.552%, 5/25/36	39,876
1,537	2.594%, 8/25/36	1,053,187
534	2.727%, 5/25/36	350,111
94	2.888%, 1/25/47	62,555
1,202	2.911%, 11/25/36	793,374
314	3.395%, 9/25/34	304,537
569	3.645%, 8/25/36	387,100
275	4.447%, 7/25/35	212,823
160	Bear Stearns Asset-Backed Securities Trust, 5.50%, 12/25/35 CMO	149,347
	Bear Stearns Commercial Mortgage Securities Trust, CMO,	
1,300	5.623%, 3/13/40 (a)(c)(i)	1,301,890
3,000	5.694%, 6/11/50 (g)(i)	3,411,084
2,000	5.905%, 6/11/40 (g)(i)	2,269,805
1,000	6.06%, 5/11/39 (a)(c)(i)	1,013,478

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2	6.50%, 2/15/32 (b)	908
	CBA Commercial Small Balance Commercial Mortgage, 5.54%, 1/25/39 CMO (a)(b)(c)(h) (acquisition cost-\$707,844; purchased 11/18/09)	772,407
1,256		
594	Chase Mortgage Finance Trust, 6.00%, 3/25/37 CMO	518,341
	Citigroup Commercial Mortgage Trust, CMO (i),	
87,285	0.652%, 5/15/43 IO (a)(c)	674,978
2,500	5.885%, 12/10/49 (g)	2,844,096
	Citigroup Mortgage Loan Trust, Inc., CMO (i),	
399	2.846%, 8/25/35	343,344
530	2.908%, 9/25/35	455,010
508	4.656%, 11/25/36	409,036

8 June 30, 2013 | Semiannual Report

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

Principal

Amount

(000s)		Value
\$ 4,012	Citigroup/Deutsche Bank Commercial Mortgage Trust, 5.322%, 12/11/49 CMO (g)	\$ 4,432,993
121	CitiMortgage Alternative Loan Trust, 5.50%, 4/25/22 CMO	123,785
1,925	COBALT CMBS Commercial Mortgage Trust, 5.223%, 8/15/48 CMO (g)	2,092,327
	Commercial Mortgage Trust, CMO (a)(c),	
690	6.078%, 7/10/46 (i)	724,264
791	6.586%, 7/16/34	908,179
1,500	7.16%, 7/16/34 (i)	1,769,752
	Countrywide Alternative Loan Trust, CMO,	
1,479	0.373%, 6/25/47 (g)(i)	1,027,481
2,951	0.402%, 7/20/46 (i)	1,656,954
467	0.473%, 2/25/37 (i)	322,667
1,688	0.483%, 2/25/36 (i)	1,020,148
3,786	1.173%, 12/25/35 (g)(i)	2,706,079
295	6.00%, 11/25/35	208,929
1,190	6.00%, 5/25/37	923,695
	Countrywide Home Loan Mortgage Pass-Through Trust, CMO,	
358	0.513%, 3/25/35 (i)	254,639
290	2.763%, 9/20/36 (i)	190,780
34	2.783%, 2/20/36 (i)	29,581
1,158	3.08%, 9/25/47 (i)	937,959
817	6.00%, 5/25/37	707,307
	Credit Suisse First Boston Mortgage Securities Corp., CMO,	
2,588	1.043%, 12/15/35 IO (a)(c)(i)	6,921
127	7.00%, 2/25/33	137,328
625	7.46%, 1/17/35 (i)	626,911
	Credit Suisse Mortgage Capital Certificates, CMO,	
4,806	5.467%, 9/15/39 (g)	5,310,463
1,000	5.467%, 9/18/39 (a)(c)(i)	1,089,654
	Credit Suisse Mortgage Capital Certificates Mortgage-Backed Trust, CMO,	
389	5.896%, 4/25/36	363,460
306	6.50%, 5/25/36	214,187
	FFCA Secured Lending Corp.,	
	1.073%, 9/18/27 CMO, IO (a)(b)(c)(h)(i)	
2,715	(acquisition cost-\$624,854; purchased 11/17/00)	62,678

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294	First Horizon Alternative Mortgage Securities Trust, 2.297%, 8/25/35 CMO (i)	60,890
241	First Horizon Mortgage Pass-Through Trust, 2.657%, 4/25/35 CMO (i)	240,375
15,462	FREMF Mortgage Trust, 0.10%, 5/25/20 CMO, IO (e)(i)	74,011
695	GMAC Commercial Mortgage Securities, Inc., CMO (a)(c)(i), 5.539%, 4/10/40	697,386
1,500	6.957%, 5/15/30 (d)	201,354
1,500	8.576%, 9/15/35	1,502,065
1,500	Greenwich Capital Commercial Funding Corp., CMO, 5.419%, 1/5/36 (a)(c)(i)	1,512,961
2,000	5.444%, 3/10/39 (g)	2,218,849
6,416	GS Mortgage Securities Corp. II Trust, CMO, 2.794%, 5/10/45 IO (b)(i)	891,194

Semiannual Report | June 30, 2013 9

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

Principal

Amount

(000s)		Value
\$ 2,710	4.805%, 3/6/20 (a)(c)(i)	\$ 2,728,633
5,750	5.56%, 11/10/39 (g)	6,386,525
	GS Mortgage Securities Trust, CMO (a)(c)(i),	
17,617	1.667%, 8/10/43 IO	1,319,934
1,670	6.127%, 8/10/43	1,677,932
	Harborview Mortgage Loan Trust, CMO (i),	
93	0.382%, 1/19/38	75,101
1,279	0.442%, 1/19/36	831,697
667	5.366%, 6/19/36	475,310
831	IndyMac INDA Mortgage Loan Trust, 2.978%, 6/25/37 CMO (i)	745,564
	IndyMac Index Mortgage Loan Trust, CMO (i),	
212	0.993%, 11/25/34	181,791
324	3.156%, 5/25/36	209,623
	JPMorgan Chase Commercial Mortgage Securities Corp., CMO,	
61,000	0.578%, 2/15/46 IO (a)(c)(i)	2,085,346
1,035	1.259%, 3/12/39 IO (a)(c)(i)	23,368
4,100	5.714%, 3/18/51 (a)(c)(e)(g)(i)	4,457,081
1,195	5.794%, 2/12/51 (g)(i)	1,366,327
1,400	5.901%, 2/12/49 (g)(i)	1,576,347
1,150	6.125%, 2/15/51 (g)(i)	1,196,100
384	6.135%, 7/12/37 (a)(c)	384,755
7,000	6.45%, 5/12/34 (i)	7,480,490
303	JPMorgan Mortgage Trust, 2.882%, 7/25/35 CMO (g)(i)	299,579
	LB Commercial Mortgage Trust, CMO,	
520	5.60%, 10/15/35 (a)(c)	554,591
950	6.081%, 7/15/44 (i)	1,079,541
1,278	LB-UBS Commercial Mortgage Trust, 5.347%, 11/15/38 CMO (g)	1,418,503
	Lehman Mortgage Trust, CMO,	
1,052	6.00%, 5/25/37	1,013,949
462	6.334%, 4/25/36 (i)	440,573
1,386	Luminent Mortgage Trust, 0.363%, 12/25/36 CMO (i)	1,028,570
1,377	MASTR Asset Securitization Trust, 6.00%, 6/25/36 CMO (i)	1,300,887
	Merrill Lynch/Countrywide Commercial Mortgage Trust, CMO (g),	
1,500	5.485%, 3/12/51 (i)	1,666,189

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2,300	5.70%, 9/12/49	2,587,410
	MLCC Mortgage Investors, Inc., CMO (i),	
522	0.403%, 7/25/30	482,831
397	0.523%, 11/25/29	378,492
126	2.254%, 11/25/35	117,480
478	2.761%, 11/25/35	458,899
315	Morgan Stanley Capital I Trust, 5.692%, 4/15/49 CMO (i)	352,161
	Morgan Stanley Capital I, Inc., CMO,	
68,491	0.447%, 11/12/49 IO (a)(c)(i)	615,391
2,000	5.447%, 2/12/44 (g)(i)	2,235,726
558	5.809%, 12/12/49	632,312

10 June 30, 2013 | Semiannual Report

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

Principal

Amount

(000s)		Value
\$ 4,000	6.01%, 11/15/30 (a)(c)	\$ 4,238,942
623	Morgan Stanley Dean Witter Capital I, Inc., 6.50%, 11/15/36 CMO (a)(c)	624,851
	Morgan Stanley Mortgage Loan Trust, CMO,	
553	3.136%, 1/25/35 (i)	34,212
726	6.00%, 8/25/37	658,329
	Morgan Stanley Re-Remic Trust, zero coupon,	
1,200	7/17/56 CMO, PO (a)(b)(c)(h) (acquisition cost-\$1,120,619; purchased 4/6/11)	1,176,000
	Ocwen Residential MBS Corp., 7.00%, 10/25/40 CMO (a)(b)(c)(e)(h)(i)	
21	(acquisition cost-\$1,438; purchased 6/25/08)	41
	RBSCF Trust, CMO (a)(c)(i),	
1,000	5.223%, 8/16/48	1,083,697
1,000	5.331%, 2/16/44	1,069,280
1,000	5.336%, 5/16/47 (g)	1,087,308
2,744	6.068%, 2/17/51	2,805,188
549	Regal Trust IV, 2.47%, 9/29/31 CMO (a)(c)(i)	502,401
	Residential Accredited Loans, Inc., CMO,	
229	0.373%, 6/25/46 (i)	103,078
718	3.81%, 1/25/36 (i)	542,479
570	6.00%, 8/25/35	499,175
557	6.50%, 9/25/37	438,449
407	Residential Asset Securitization Trust, 6.00%, 3/25/37 CMO	304,934
716	Residential Funding Mortgage Securities I, 6.00%, 6/25/36 CMO	669,755
	RMF Commercial Mortgage Pass-Through Certificates,	
230	9.35%, 1/15/19 CMO (a)(c)(i)	229,190
	Structured Adjustable Rate Mortgage Loan Trust, CMO (i),	
672	4.871%, 11/25/36	642,543
966	5.057%, 4/25/36	768,124
673	5.141%, 1/25/36	523,836
495	5.327%, 9/25/36	405,026
1,402	Structured Asset Mortgage Investments II Trust, 0.403%, 8/25/36 CMO (i)	1,031,299
221	Structured Asset Securities Corp., 5.00%, 5/25/35 CMO	227,079
298	TBW Mortgage-Backed Trust, 6.00%, 7/25/36 CMO	188,926
1,500	TIAA Retail Commercial Trust, 5.77%, 6/19/33 CMO (a)(c)	1,606,352
	Wachovia Bank Commercial Mortgage Trust, CMO,	
30,765	1.073%, 10/15/41 IO (a)(c)(i)	269,436

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2,500	5.188%, 2/15/41 (a)(c)(i)	2,491,215
1,000	5.509%, 4/15/47	1,103,237
1,825	6.122%, 2/15/51 (g)(i)	2,087,138
1,000	WaMu Commercial Mortgage Securities Trust, 6.294%, 3/23/45 CMO (a)(c)(i)	1,005,905
845	WaMu Mortgage Pass-Through Certificates, 2.475%, 12/25/36 CMO (g)(i)	715,535
2,919	Washington Mutual Alternative Mortgage Pass-Through Certificates, 6.50%, 8/25/36 CMO	1,785,033
114	Wells Fargo Alternative Loan Trust, 5.50%, 7/25/22 CMO	115,089
800	Wells Fargo Mortgage-Backed Securities Trust, 5.626%, 10/25/36 CMO (i)	752,221
2,238	WF-RBS Commercial Mortgage Trust, CMO, IO (a)(c)(i), 0.999%, 6/15/44	75,340
31,175	1.317%, 2/15/44 (g)	1,354,419
	Total Mortgage-Backed Securities (cost-\$124,921,105)	145,730,108

Semiannual Report | June 30, 2013 11

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

Principal

Amount

(000s)		Value
Corporate Bonds & Notes 29.2%		
Airlines 1.9%		
\$ 225	Northwest Airlines, Inc., 1.024%, 11/20/15 (MBIA) (g)(i)	\$ 222,309
	United Air Lines Pass-Through Trust (g),	
738	6.636%, 1/2/24	789,180
711	9.75%, 7/15/18	817,922
548	10.40%, 5/1/18	630,010
		2,459,421
Banking 6.5%		
	Ally Financial, Inc.,	
10	5.90%, 1/15/19	10,014
126	6.00%, 2/15/19-3/15/19	124,123
30	6.15%, 3/15/16	29,671
20	6.30%, 8/15/19	19,419
16	6.50%, 10/15/16	16,034
23	6.65%, 6/15/18	23,082
25	6.70%, 6/15/18	24,694
84	6.75%, 8/15/16-10/15/18	82,908
2	6.80%, 10/15/18	1,958
12	6.85%, 4/15/16	12,024
174	6.90%, 8/15/18	170,413
193	7.00%, 6/15/17-8/15/18	192,448
46	7.05%, 3/15/18-4/15/18	45,937
6	7.15%, 9/15/18	5,970
60	7.20%, 10/15/17	60,006
133	7.25%, 9/15/17-9/15/18	130,470
297	7.30%, 12/15/17-1/15/18	296,881
76	7.35%, 4/15/18	76,055
20	7.375%, 11/15/16	20,001
36	7.40%, 12/15/17	36,003
26	7.50%, 8/15/17-11/15/17	25,780
8	7.75%, 10/15/17	8,001
37	8.00%, 10/15/17-11/15/17	37,075
5	8.20%, 3/15/17	5,012
322	9.00%, 7/15/20	322,668

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800	CIT Group, Inc., 5.25%, 4/1/14 (a)(c)(g)	814,000
2,200	Discover Bank, 7.00%, 4/15/20 (g)	2,569,948
1,200	Morgan Stanley, 0.757%, 10/15/15 (g)(i)	1,177,310
2,000	Regions Financial Corp., 7.75%, 11/10/14 (g)	2,161,864
		8,499,769
	Coal 0.8%	
950	CONSOL Energy, Inc., 8.00%, 4/1/17 (g)	1,004,625
	Diversified Financial Services 7.3%	
1,000	Cantor Fitzgerald L.P., 7.875%, 10/15/19 (a)(c)(g)	1,035,541
1,000	Ford Motor Credit Co. LLC (g), 6.625%, 8/15/17	1,132,481

12 June 30, 2013 | Semiannual Report

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

Principal

Amount

(000s)		Value
Diversified Financial Services (continued)		
\$ 500	8.00%, 12/15/16	\$ 586,722
1,600	International Lease Finance Corp., 7.125%, 9/1/18 (a)(c)(g)	1,776,000
800	Jefferies LoanCore LLC, 6.875%, 6/1/20 (a)(b)(c)(g)(h) (acquisition cost-\$809,250; purchased 5/16/13-5/17/13)	780,000
	SLM Corp. (g),	
1,000	8.00%, 3/25/20	1,086,250
1,100	8.45%, 6/15/18	1,226,500
	Springleaf Finance Corp. (g),	
455	6.50%, 9/15/17	441,350
1,200	6.90%, 12/15/17	1,183,500
1,544	Toll Road Investors Partnership II L.P., zero coupon, 2/15/45 (MBIA) (a)(b)(c)(h) (acquisition cost-\$252,815; purchased 11/20/12)	257,260
		9,505,604
Electric Utilities 0.4%		
500	Energy Future Intermediate Holding Co. LLC, 10.00%, 12/1/20 (a)(c)(g)	548,750
250	Escrow Dynegy Holdings, Inc., 7.125%, 5/15/18 (d)(e)	1,395
		550,145
Engineering & Construction 1.0%		
1,234	Alion Science and Technology Corp., 12.00%, 11/1/14 PIK (g)	1,262,103
Household Products/Wares 0.1%		
100	Armored Autogroup, Inc., 9.25%, 11/1/18	92,250
Insurance 4.8%		
	American International Group, Inc. (g),	
500	5.45%, 5/18/17	551,976
1,100	6.40%, 12/15/20	1,277,009
2,700	8.175%, 5/15/68 (converts to FRN on 5/15/38)	3,307,500
1,000	Stone Street Trust, 5.902%, 12/15/15 (a)(c)(g)	1,074,830
		6,211,315
Media 0.7%		
900	Radio One, Inc., 12.50%, 5/24/16 (g)	911,250
Miscellaneous Manufacturing 0.2%		
334	Colt Defense LLC, 8.75%, 11/15/17 (g)	250,500

Oil & Gas 0.2%		
285	Global Geophysical Services, Inc., 10.50%, 5/1/17 (g)	249,375
Pipelines 0.3%		
100	NGPL PipeCo LLC, 7.768%, 12/15/37 (a)(c)	88,500
400	Rockies Express Pipeline LLC, 6.875%, 4/15/40 (a)(c)(g)	346,000
		434,500
Real Estate Investment Trust 2.7%		
2,000	SL Green Realty Corp., 7.75%, 3/15/20 (g)	2,358,174
1,000	Weyerhaeuser Co., 7.375%, 3/15/32 (g)	1,204,668
		3,562,842
Retail 2.3%		
	CVS Pass-Through Trust (g),	
1,588	5.88%, 1/10/28	1,777,460

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

Principal

Amount

(000s)		Value
	Retail (continued)	
\$ 930	7.507%, 1/10/32 (a)(c)	\$ 1,148,303
		2,925,763
	Transportation 0.0%	
40	Western Express, Inc., 12.50%, 4/15/15 (a)(c)	26,600
	Total Corporate Bonds & Notes (cost-\$34,515,550)	37,946,062
	Asset-Backed Securities 12.0%	
60	Ameriquest Mortgage Securities, Inc. Asset-Backed Pass-Through Certificates, 5.818%, 2/25/33 (i)	3,326
140	Asset-Backed Securities Corp. Home Equity, 3.442%, 6/21/29 (i)	105,008
438	Associates Manufactured Housing Pass-Through Certificates, 7.15%, 3/15/28 (i)	522,369
411	Bayview Financial Acquisition Trust, 0.475%, 12/28/36 (i)	367,045
	Bear Stearns Asset-Backed Securities Trust (i),	
66	0.573%, 6/25/36	63,039
803	3.049%, 7/25/36	748,652
1,261	Bombardier Capital Mortgage Securitization Corp. Trust, 7.83%, 6/15/30 (i)	821,492
	Conseco Finance Securitizations Corp.,	
459	7.96%, 5/1/31	378,763
970	9.163%, 3/1/33 (i)	881,640
	Denver Arena Trust, 6.94%, 11/15/19 (a)(b)(c)(h) (acquisition cost-\$506,065; purchased 1/4/05-7/21/11)	512,740
498		
668	EMC Mortgage Loan Trust, 0.843%, 2/25/41 (a)(c)(i)	602,927
254	GE Capital Mortgage Services, Inc. Trust, 6.705%, 4/25/29 (i)	245,399
171	GSAA Trust, 0.463%, 6/25/35 (i)	160,062
6,250	IndyMac Residential Asset-Backed Trust, 0.433%, 4/25/47 (i)	3,348,481
	Keystone Owner Trust, 9.00%, 1/25/29 (a)(b)(c)(e)(h) (acquisition cost-\$49,551; purchased 2/25/00)	53,278
56		
	Legg Mason MTG Capital Corp., 7.11%, 3/10/21 (a)(b)(e)(h) (acquisition cost-\$2,318,170; purchased 1/29/13)	2,342,522
2,421		
491	Legg Mason PT, 6.55%, 3/10/20 (a)(c)(e)	477,375
600	Lehman XS Trust, 5.42%, 11/25/35	578,026
2,374	Merrill Lynch First Franklin Mortgage Loan Trust, 0.433%, 5/25/37 (i)	1,471,871
630	Merrill Lynch Mortgage Investors Trust, 0.693%, 6/25/36 (i)	556,618
720	Oakwood Mortgage Investors, Inc., 6.89%, 11/15/32 (i)	246,981

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75	Residential Asset Mortgage Products, Inc., 0.563%, 9/25/32 (i)	49,402
58	Southern Pacific Secured Asset Corp., 0.533%, 7/25/29 (i)	49,897
68	Structured Asset Investment Loan Trust, 4.693%, 10/25/33 (i)	5,738
955	UCFC Manufactured Housing Contract, 7.90%, 1/15/28 (i)	954,744
1,856	UPS Capital Business Credit, 3.456%, 4/15/26 (b)(e)(i)	64,588
	Total Asset-Backed Securities (cost-\$14,891,323)	15,611,983
U.S. Government Agency Securities (i)- 1.9%		
	Freddie Mac, CMO, IO,	
3,110	0.827%, 1/25/21	113,796
10,500	3.615%, 6/25/41	2,326,827
	Total U.S. Government Agency Securities (cost-\$2,192,422)	2,440,623

14 June 30, 2013 | Semiannual Report

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

Principal

Amount

(000s) Value

Municipal Bonds 1.3%		
Arkansas 0.5%		
\$ 760	Little Rock Municipal Property Owners Multipurpose Improvement Dist. No 10, Special Tax, Capital Improvement Projects, 7.20%, 3/1/32, Ser. B	\$ 727,312
Virginia 0.2%		
245	Lexington Industrial Dev. Auth. Rev., Kendall at Lexington, 8.00%, 1/1/15, Ser. C	244,944
West Virginia 0.6%		
885	Tobacco Settlement Finance Auth. Rev., 7.467%, 6/1/47, Ser. A	763,923
	Total Municipal Bonds (cost-\$1,829,935)	1,736,179

Shares

Common Stock 0.1%		
Oil, Gas & Consumable Fuels 0.1%		
1,294	SemGroup Corp., Class A (cost-\$33,638)	69,681

Units

Warrants 0.0%		
Engineering & Construction 0.0%		
1,100	Alion Science and Technology Corp., expires 11/1/14 (a)(c)(k)	11
Oil, Gas & Consumable Fuels 0.0%		
1,362	SemGroup Corp., expires 11/30/14 (k)	41,536
	Total Warrants (cost-\$6,139)	41,547

Principal

Amount

(000s)

Short-Term Investments 4.2%		
U.S. Treasury Obligations 3.8%		
\$ 4,811	U.S. Treasury Bills, 0.124%-0.137%, 5/1/14-5/29/14 (f)(j)	4,805,990
100	U.S. Treasury Notes, 0.25%, 4/30/14	100,068
	Total U.S. Treasury Obligations (cost-\$4,905,662)	4,906,058
Repurchase Agreements 0.4%		

500	Citigroup Global Markets, Inc., dated 6/28/13, 0.20%, due 7/1/13, proceeds \$500,008; collateralized by U.S. Treasury Notes, 0.625%, due 9/30/17, valued at \$511,075 including accrued interest (cost-\$500,000)	500,000
	Total Short-Term Investments (cost-\$5,405,662)	5,406,058
	Total Investments (cost-\$183,795,774) 160.8%	208,982,241
	Liabilities in excess of other assets (60.8)%	(79,006,784)
	Net Assets 100.0%	\$ 129,975,457

Notes to Schedule of Investments:

- (a) Private Placement Restricted as to resale and may not have a readily available market. Securities with an aggregate value of \$58,874,511, representing 45.3% of net assets.
- (b) Illiquid.
- (c) 144A Exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.
- (d) In default.

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

- (e) Fair-Valued Securities with an aggregate value of \$7,470,291, representing 5.7% of net assets. See Note 1(a) and Note 1(b) in the Notes to Financial Statements.
- (f) All or partial amount segregated for the benefit of the counterparty as collateral for derivatives.
- (g) All or partial amount transferred for the benefit of the counterparty as collateral for reverse repurchase agreements.
- (h) Restricted. The aggregate acquisition cost of such securities is \$6,390,606. The aggregate value is \$5,956,926, representing 4.6% of net assets.
- (i) Variable or Floating Rate Security Securities with an interest rate that changes periodically. The interest rate disclosed reflects the rate in effect on June 30, 2013.
- (j) Rates reflect the effective yields at purchase date.
- (k) Non-income producing.
- (l) Credit default swap agreements outstanding at June 30, 2013:
OTC sell protection swap agreements:

Swap Counterparty/ Referenced Debt Issuer	Notional Amount (000s) ⁽¹⁾	Credit Spread	Termination Date	Payments Received	Value ⁽²⁾	Upfront Premiums Received	Unrealized Appreciation
Deutsche Bank:							
SLM	\$ 3,000	3.89%	3/20/19	5.35%	\$ 218,695	\$	\$ 218,695
Royal Bank of Scotland:							
Markit ABX.HE AA 06-1	6,798		7/25/45	0.32%	(2,035,265)	(3,994,597)	1,959,332
Markit ABX.HE AAA 06-1	2,505		7/25/45	0.18%	(88,770)	(250,478)	161,708

Markit ABX.HE AAA 07-1	2,593	8/25/37	0.09%	(945,388)	(1,283,544)	338,156
				\$ (2,850,728)	\$ (5,528,619)	\$ 2,677,891

Credit Spread not quoted for asset-backed securities.

- (1) This represents the maximum potential amount the Fund could be required to make available as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.
- (2) The quoted market prices and resulting values for credit default swap agreements serve as an indicator of the status at June 30, 2013 of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement have been closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.
- (m) At June 30, 2013, the Fund held \$260,000 in cash as collateral in cash as collateral for derivative contracts. Cash collateral held may be invested in accordance with the Fund's investment strategy.

(n) Open reverse repurchase agreements at June 30, 2013:

Counterparty	Rate	Trade Date	Due Date	Principal & Interest	Principal
Barclays Bank	0.55%	6/28/13	8/1/13	\$ 229,000	\$ 229,000
	0.62	2/27/13	8/27/13	1,286,742	1,284,000
	0.625	2/25/13	8/26/13	4,598,036	4,588,000
	0.65	6/3/13	7/3/13	831,420	831,000
	0.65	6/11/13	9/9/13	2,111,762	2,111,000
	0.65	6/17/13	9/18/13	501,127	501,000
	0.65	6/25/13	9/25/13	1,364,148	1,364,000
	0.65	6/28/13	9/25/13	831,000	831,000
	0.71	4/22/13	7/22/13	739,019	738,000
	0.71	4/24/13	7/22/13	1,779,399	1,777,000
	0.71	5/22/13	8/26/13	3,203,525	3,201,000
	1.023	5/6/13	8/6/13	2,109,351	2,106,000
	1.023	5/29/13	8/30/13	1,088,019	1,087,000
	1.076	5/1/13	8/1/13	1,534,793	1,532,000
	1.082	4/3/13	7/3/13	2,021,393	2,016,000

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

Counterparty	Rate	Trade Date	Due Date	Principal & Interest	Principal
Citigroup	0.943%	6/7/13	7/8/13	\$ 8,388,270	\$ 8,383,000
	0.943	6/25/13	7/25/13	1,954,307	1,954,000
Credit Suisse First Boston	0.55	5/24/13	8/23/13	3,223,871	3,222,000
Deutsche Bank	0.58	5/16/13	8/8/13	1,062,787	1,062,000
	0.58	5/23/13	8/20/13	1,215,763	1,215,000
	0.58	5/30/13	8/29/13	1,000,516	1,000,000
	0.58	6/18/13	9/18/13	3,904,818	3,904,000
	0.60	5/20/13	8/20/13	1,320,924	1,320,000
Morgan Stanley	1.10	4/11/13	7/12/13	2,071,113	2,066,000
	1.18	4/11/13	7/12/13	5,814,396	5,799,000
Royal Bank of Canada	0.44	5/16/13	8/16/13	1,273,716	1,273,000
	0.45	5/22/13	8/19/13	1,271,636	1,271,000
	0.45	5/23/13	7/2/13	587,286	587,000
	0.45	6/28/13	10/3/13	553,000	553,000
	1.272	6/24/13	9/25/13	2,052,508	2,052,000
Royal Bank of Scotland	0.48	5/17/13	8/20/13	789,473	789,000
	0.943	6/6/13	7/11/13	999,654	999,000
	0.943	6/17/13	7/17/13	5,956,183	5,954,000
	0.945	6/28/13	7/24/13	1,289,102	1,289,000
	1.092	6/24/13	7/26/13	2,039,433	2,039,000
	1.093	6/17/13	7/17/13	1,891,804	1,891,000
	1.095	6/28/13	7/24/13	2,027,185	2,027,000
	1.18	4/15/13	7/16/13	2,060,187	2,055,000
UBS	0.61	2/22/13	8/22/13	1,304,846	1,302,000
					\$ 78,202,000

(o) The weighted average daily balance of reverse repurchase agreements during the six months ended June 30, 2013 was \$86,177,829 at a weighted average interest rate of 0.93%. Total value of underlying collateral (refer to the Schedule of Investments for positions transferred for the benefit of the counterparty as collateral) for open reverse repurchase agreements at June 30, 2013 was \$82,775,729. At June 30, 2013 the Fund held U.S. Treasury Obligations valued at \$510,213 as collateral for open reverse repurchase agreements. Securities held as collateral will not be pledged and are not reflected in the Schedule of Investments.

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

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	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Value at 6/30/13
Investments in Securities Assets				
Mortgage-Backed Securities	\$	\$ 140,022,975	\$ 5,707,133	\$ 145,730,108
Corporate Bonds & Notes:				
Airlines		222,309	2,237,112	2,459,421
Electric Utilities		548,750	1,395	550,145
All Other		34,936,496		34,936,496
Asset-Backed Securities		12,674,220	2,937,763	15,611,983
U.S. Government Agency Securities		2,440,623		2,440,623
Municipal Bonds		1,736,179		1,736,179
Common Stock	69,681			69,681

Semiannual Report | June 30, 2013 17

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Value at 6/30/13
Warrants:				
Engineering & Construction	\$	\$ 11	\$	\$ 11
Oil, Gas & Consumable Fuels	41,536			41,536
Short-Term Investments		5,406,058		5,406,058
	111,217	197,987,621	10,883,403	208,982,241
Other Financial Instruments* Assets				
Credit Contracts		2,677,891		2,677,891
Totals	\$ 111,217	\$ 200,665,512	\$ 10,883,403	\$ 211,660,132

At June 30, 2013, there were no transfers between Levels 1 and 2.

A roll forward of fair value measurements using significant unobservable inputs (Level 3) for the six months ended June 30, 2013, was as follows:

	Beginning		Net						Ending Balance 6/30/13
	Balance 12/31/12	Purchases	Accrued Discount (Premiums)	Gain (Loss)	Change in Unrealized Appreciation/ Depreciation	Transfers into Level 3**	Transfers out of Level 3		
Investments in Securities Assets									
Mortgage-Backed Securities	\$ 5,767,657	\$ 33,113	\$ (111,424)	\$ (4,413)	\$ (29,067)	\$ 51,267	\$	\$ 5,707,133	
Corporate Bonds & Notes:									
Airlines	2,469,745		(194,559)			(38,074)		2,237,112	
Electric Utilities	1,403					(8)		1,395	
Asset-Backed Securities	74,173	2,857,268	(51,248)	6,479	2,143	(4,330)	53,278	2,937,763	
Totals	\$ 8,312,978	\$ 2,890,381	\$ (357,231)	\$ 2,066	\$ (26,924)	\$ 8,855	\$ 53,278	\$ 10,883,403	

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The following table presents additional information about valuation techniques and inputs used for investments that are measured at fair value and categorized within Level 3 at June 30, 2013.

	Ending Balance at 6/30/13	Valuation Technique Used	Unobservable Inputs	Input Values
Investments in Securities	Assets			
Mortgage-Backed Securities	\$ 4,457,122	Benchmark Pricing	Security Price Reset	\$0.20-\$108.71
	1,176,000	Third-Party Pricing Vendor	Single Broker Quote	\$98.00
	74,011	Interest Only Weighted Average Life Model	Security Price Reset	\$0.48
Corporate Bonds & Notes	2,237,112	Third-Party Pricing Vendor	Single Broker Quote	\$107.00-\$115.00
	1,395	Benchmark Pricing	Security Price Reset	\$0.56
Asset-Backed Securities	2,937,763	Benchmark Pricing	Security Price Reset	\$3.48-\$97.22

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

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

Table of Contents**Schedule of Investments**

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

The net change in unrealized appreciation/depreciation of Level 3 investments held at June 30, 2013, was \$(12,140). Net realized gain (loss) and net change in unrealized appreciation/depreciation are reflected on the Statement of Operations.

(q) The following is a summary of the derivative instruments categorized by risk exposure: The effect of derivatives on the Statement of Assets and Liabilities at June 30, 2013:

Location	Credit Contracts
Asset derivatives:	
Unrealized appreciation of OTC swaps	\$ 2,677,891

The effect of derivatives on the Statement of Operations for the six months ended June 30, 2013:

Location	Credit Contracts
Net realized gain on:	
Swaps	\$ 250,296
Net change in unrealized appreciation/depreciation of:	
Swaps	\$ 261,829

The average volume (measured at each fiscal quarter-end) of derivative activity during the six months ended June 30, 2013:

Credit Default Swap Agreements ⁽¹⁾

Sell
\$16,061

(1) Notional Amount (in thousands)

Financial Assets and Derivative Assets, and Collateral Received as of June 30, 2013:

Gross Amounts Not Offset in the Statement of Assets and Liabilities

Counterparty	Gross Asset Derivatives Presented in Statement of		Financial Instrument	Collateral Received	Net Amount (not less than \$0)
	Assets and Liabilities				
Deutsche Bank	\$	218,695	\$	\$ (218,695)	\$
Royal Bank of Scotland		2,459,196		(2,459,196)	
Total	\$	2,677,891	\$	\$ (2,677,891)	\$

Financial Liabilities and Derivative Liabilities, and Collateral Pledged as of June 30, 2013:

Gross Amounts Not Offset in the Statement of Assets and Liabilities

Counterparty	Gross Liability Derivatives Presented in Statement of		Financial Instrument	Collateral Pledged	Net Amount (not less than \$0)
	Assets and Liabilities				
Barclays Bank plc	\$	24,196,000	\$	\$ (24,196,000)	\$
Citigroup		10,337,000		(10,337,000)	
Credit Suisse		3,222,000		(3,222,000)	
Deutsche Bank		8,501,000		(8,501,000)	
Morgan Stanley & Co., Inc.		7,865,000		(7,865,000)	
Royal Bank of Canada		5,736,000		(5,702,861)	33,139
Royal Bank of Scotland		17,043,000		(17,043,000)	
UBS AG		1,302,000		(1,277,009)	24,991
Total	\$	78,202,000	\$	\$ (78,143,870)	\$ 58,130

Table of Contents

Schedule of Investments

PCM Fund, Inc.

June 30, 2013 (unaudited) (continued)

Glossary:

ABX.HE - Asset-Backed Securities Index Home Equity

CMBS - Commercial Mortgage-Backed Security

CMO - Collateralized Mortgage Obligation

FRN - Floating Rate Note

IO - Interest Only

MBIA - insured by MBIA Insurance Corp.

MBS - Mortgage-Backed Securities

OTC - Over-the-Counter

PIK - Payment-in-Kind

PO - Principal Only

20 Semiannual Report | June 30, 2013 | See accompanying Notes to Financial Statements

Table of Contents**Schedule of Investments**

PIMCO Dynamic Credit Income Fund

June 30, 2013 (unaudited)

Principal

Amount

(000s)		Value
	Corporate Bonds & Notes 51.2%	
	Advertising 0.3%	
\$ 3,525	inVentiv Health, Inc., 9.00%, 1/15/18 (a)(d)	\$ 3,692,437
5,500	Sitel LLC, 11.00%, 8/1/17 (a)(d)	5,885,000