

PIMCO Floating Rate Strategy Fund  
Form N-CSR  
October 06, 2006

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 811-21601

PIMCO Floating Rate Strategy Fund  
(Exact name of registrant as specified in charter)

1345 Avenue of the Americas, New York, New York  
(Address of principal executive offices)

10105  
(Zip code)

Brian S. Shlissel - 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 July 31, 2006  
end:

Date of reporting period: July 31, 2006

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

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ITEM 1. REPORT TO SHAREHOLDERS

**PIMCO Floating Rate Income Fund**  
**PIMCO Floating Rate Strategy Fund**

Annual Report  
July 31, 2006

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**PIMCO Floating Rate Income/PIMCO Floating Rate Strategy Funds Letter to Shareholders**

September 14, 2006

Dear Shareholder:

We are pleased to provide you with the annual report for PIMCO Floating Rate Income Fund and PIMCO Floating Rate Strategy Fund (collectively the Funds) for the fiscal periods ended July 31, 2006. In December 2005, PIMCO Floating Rate Strategy Fund changed its fiscal year-end from August 31 to July 31. Accordingly, the financial statements for this fund cover the 11-month period from September 1, 2005 through July 31, 2006.

During the period, the Federal Reserve raised short-term interest rates eight times for a total increase of 2.00%. Within this rising interest rate environment, the three-month London Interbank Offered Rate (LIBOR) increased by more than 1.75%, ending the reporting period at 5.47%. The trend was positive for floating-rate securities, which typically pay interest at a spread over LIBOR. As a result, the Funds increased their dividends to shareholders during the period.

Please refer to the following pages for specific information on the Funds. 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 are available on our Web site at [www.allianzinvestors.com/closedendfunds](http://www.allianzinvestors.com/closedendfunds).

Together with Allianz Global Investors Fund Management LLC, the Funds 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,

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Robert E. Connor

*Chairman*

Brian S. Shlissel

*President & Chief Executive Officer*

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**PIMCO Floating Rate Income Fund Performance & Statistics**

July 31, 2006 (unaudited)

\* PIMCO Floating Rate Income Fund returned 6.92% and 16.53% based on net asset value and market price, respectively during the fiscal twelve months ended July, 31, 2006. This performance outpaced the 6.29% return of the average Lipper Loan Participation fund, according to Lipper's monthly Closed-End Fund Analysis.

\* Security selection and specific industry weightings were key contributors to the Fund's positive performance during the reporting period.

\* Of particular note were weightings in the automotive and telecom sectors, which outpaced the leveraged loan market during the reporting period and, as a result, were positive contributors to performance.

\* Allocation to the cable/pay TV sector, as well as more modest allocations to the technology and financial sectors, boosted performance toward the end of the period.

\* The Fund's bias toward the middle to upper credit quality tiers of the below-investment grade universe proved a drag on performance as investors, in search of higher yields, turned to the lower tier of below-investment-grade bonds. A relatively large weighting in the chemical sector also proved a drag on performance toward the end of the reporting period.

\* A modest tactical allocation to the non-traditional emerging markets sector, while positive for the earlier part of the reporting period, later proved a drag on performance as emerging markets did not keep pace with the leveraged loan market.

| <b>Total Return<sup>(1)</sup>:</b>              | <b>Market Price</b> | <b>Net Asset Value ( NAV )</b> |
|---|---------------------|--------------------------------|
| 1 Year  | 16.53%              | 6.92%                          |
| Commencement of Operations (8/29/03) to 7/31/06 | 6.92%               | 6.47%                          |

| <b>Common Share Market Price/NAV Performance:</b> | <b>Market Price/NAV:</b>          |         |
|---|-----------------------------------|---------|
| Commencement of Operations (8/29/03) to 7/31/06   | Market Price                      | \$20.02 |
| Market Price                                      | NAV                               | \$19.14 |
| NAV   | Premium to NAV                    | 4.60%   |
|   | Market Price Yield <sup>(2)</sup> | 8.67%   |

**(1) Past performance is no guarantee of future results.** Total return is calculated by subtracting the value of an investment in the Fund at the beginning of each specified period from the value at the end of the period and dividing the remainder by the value of the investment at the beginning of the period and expressing the result as a percentage. The calculation assumes that all income dividends and capital gain distributions have been reinvested at prices obtained under the Fund's dividend reinvestment plan. 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, 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. 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 the total assets applicable 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 to common shareholders by the market price per common share at July 31, 2006.

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**PIMCO Floating Rate Strategy Fund Performance & Statistics**

July 31, 2006 (unaudited)

\* PIMCO Floating Rate Strategy Fund returned 6.54% at net asset value (NAV) and 11.77% at market price for the 11 months ended July 31, 2006. This performance outpaced the 5.63% return of the average Lipper Loan Participation fund, according to Lipper's monthly Closed-End Fund Analysis.

\* Floating rate security selection and specific industry weightings were key contributors to the Fund's positive performance over the reporting period.

\* Of particular note were the Fund's weightings in the automotive and telecom sectors, which outpaced the leveraged loan market during the reporting period and, as a result, were positive contributors to Fund performance.

\* An allocation to the cable/pay TV sector, as well as more modest allocations to the technology and financial sectors, also boosted returns toward the end of the period.

\* The Fund's bias toward the middle to upper credit quality tiers of the below-investment grade universe proved a drag on performance as investors, in search of higher yields, turned to the lower tier of below-investment-grade bonds.

\* A modest tactical allocation to the non-traditional emerging markets sector, while positive for the earlier part of the reporting period, later proved a drag on performance as emerging markets did not keep pace with the leverage loan market.

| <b>Total Return<sup>(1)</sup>:</b>               | <b>Market Price</b> | <b>Net Asset Value ( NAV )</b> |
|--|---------------------|--------------------------------|
| 11 months  | 11.77%              | 6.54%                          |
| Commencement of Operations (10/29/04) to 7/31/06 | 3.86%               | 6.18%                          |

| <b>Common Share Market Price/NAV Performance:</b> | <b>Market Price/NAV:</b>          |         |
|---|-----------------------------------|---------|
| Commencement of Operations (10/29/04) to 7/31/06  | Market Price                      | \$18.87 |
| Market Price                                      | NAV                               | \$18.76 |
| NAV   | Premium to NAV                    | 0.59%   |
|   | Market Price Yield <sup>(2)</sup> | 8.93%   |



**(1) Past performance is no guarantee of future results.** Total return is calculated by subtracting the value of an investment in the Fund at the beginning of each specified period from the value at the end of the period and dividing the remainder by the value of the investment at the beginning of the period and expressing the result as a percentage. The calculation assumes that all income dividends and capital gain distributions have been reinvested at prices obtained under the Fund's dividend reinvestment plan. 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, 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. 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 the total assets applicable 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 to common shareholders by the market price per common share at July 31, 2006.

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006

|                                    | Principal<br>Amount<br>(000) |  | Value        |
|------------------------------------|------------------------------|--|--------------|
| <b>SENIOR LOANS (a) (b) (c)</b>    |                              | <b>70.5%</b>   |              |
| <b>Aerospace 0.6%</b>              |                              |  |              |
| \$                                 | 1,788                        | K & F Industries, Inc., 7.40%, 11/18/12, Term C              | \$ 1,790,573 |
|                                    | 1,500                        | Transdigm Group, Inc., 7.449%, 6/23/13, Term B               | 1,505,391    |
|                                    |                              |  | 3,295,964    |
| <b>Airlines 0.5%</b>               |                              |  |              |
|                                    | 2,625                        | United Airlines, Inc.,<br>8.625%, 2/1/12, Term B (g)         | 2,671,972    |
|                                    | 375                          | 9.188%, 1/9/11, Term DD                                      | 379,727      |
|                                    |                              |  | 3,051,699    |
| <b>Apparel &amp; Textiles 0.3%</b> |                              |  |              |
|                                    | 945                          | Simmons Co., Term D,<br>7.125%, 12/19/11                     | 949,106      |
|                                    | 147                          | 7.688%, 12/19/11   | 147,148      |
|                                    | 110                          | 7.75%, 12/19/11  | 110,661      |
|                                    | 136                          | 7.812%, 12/19/11   | 135,812      |
|                                    | 366                          | 7.875%, 12/19/11   | 367,871      |
|                                    | 55                           | 9.50%, 12/19/11  | 55,181       |
|                                    |                              |  | 1,765,779    |
| <b>Automotive 1.0%</b>             |                              |  |              |
|                                    | 292                          | Hayes Lemmerz International, Inc., Term B,<br>8.46%, 6/3/09  | 296,512      |
|                                    | 449                          | 8.57%, 6/3/09  | 455,006      |
|                                    | 476                          | 8.64%, 6/3/09  | 482,149      |
|                                    | 174                          | 9.01%, 6/3/09  | 175,936      |
|                                    | 299                          | 9.05%, 6/3/09  | 303,337      |
|                                    | 286                          | 9.06%, 6/3/09  | 289,687      |
|                                    | 223                          | Hertz Corp.,<br>5.324%, 12/21/12                             | 224,004      |
|                                    | 825                          | 7.41%, 12/21/12, Term B                                      | 830,069      |
|                                    | 812                          | 7.58%, 12/21/12, Term B                                      | 817,324      |
|                                    | 1,010                        | 7.60%, 12/21/12, Term B                                      | 1,016,501    |
|                                    | 123                          | 7.69%, 12/21/12, Term B                                      | 123,901      |
|                                    | 300                          | Lear Corp.,<br>7.93%, 3/23/12                                | 298,344      |
|                                    | 700                          | 7.999%, 3/23/12  | 696,135      |
|                                    |                              |  | 6,008,905    |
| <b>Automotive Products 3.9%</b>    |                              |  |              |
|                                    | 2,269                        | Cooper Standard Automotive, Inc.,<br>8.00%, 12/23/11, Term B | 2,280,632    |
|                                    | 3,651                        | 8.00%, 12/23/11, Term C                                      | 3,668,842    |
|                                    | 2,408                        | Delphi Corp., 13.75%, 6/14/11, Term B2                       | 2,501,674    |
|                                    | 4,000                        | Goodyear Tire & Rubber Co.,<br>7.954%, 4/30/10               | 4,022,916    |
|                                    | 1,000                        | 8.704%, 4/30/10  | 1,002,054    |
|                                    | 2,674                        | Polypore, Inc., 8.40%, 11/12/11, Term B                      | 2,700,786    |
|                                    |                              | Tenneco Automotive, Inc.,                                    |              |

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|       |   |            |
|-------|---|------------|
| 1,796 | 7.19%, 12/12/10, Term B                       | 1,809,218  |
| 789   | 7.346%, 12/12/10, Term B1                     | 794,757    |
| 3,447 | TRW Automotive, Inc., 7.188%, 6/30/12, Term B | 3,445,825  |
|       |   | 22,226,704 |

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

|                                   | Principal<br>Amount<br>(000) |  | Value        |
|-----------------------------------|------------------------------|--|--------------|
| <b>Banking 0.4%</b>               |                              |  |              |
| \$                                | 1,092                        | Aster Co., Ltd. (g),<br>7.999%, 9/19/13, Term B1       | \$ 1,101,710 |
|                                   | 1,132                        | 8.499%, 9/19/14, Term C1                               | 1,146,095    |
|                                   |                              |  | 2,247,805    |
| <b>Building/Construction 2.0%</b> |                              |  |              |
|                                   | 3,426                        | Masonite International Corp., Term B,<br>7.49%, 4/6/13 | 3,364,667    |
|                                   | 31                           | 7.499%, 4/6/13   | 30,172       |
|                                   | 4,871                        | Nortek, Inc., 7.35%, 8/27/11                           | 4,863,799    |
|                                   | 2,976                        | UGS Corp., 7.485%, 3/31/12, Term B                     | 2,978,912    |
|                                   |                              |  | 11,237,550   |
| <b>Chemicals 5.8%</b>             |                              |  |              |
|                                   | 255                          | Basell NV,<br>5.324%, 9/15/13, Term B                  | 329,242      |
|                                   | 113                          | 5.324%, 9/15/13, Term B6                               | 145,443      |
|                                   | 371                          | 5.419%, 9/15/13, Term B                                | 479,653      |
|                                   | 476                          | 5.419%, 9/15/13, Term B1                               | 614,673      |
|                                   | 432                          | 5.419%, 9/15/13, Term B5                               | 557,542      |
|                                   | 255                          | 5.824%, 9/15/14, Term C4                               | 330,665      |
|                                   | 113                          | 5.824%, 9/15/14, Term C6                               | 146,071      |
|                                   | 319                          | 5.919%, 9/15/14, Term C                                | 413,372      |
|                                   | 528                          | 5.919%, 9/15/14, Term C4                               | 683,684      |
|                                   | 432                          | 5.919%, 9/15/14, Term C5                               | 559,952      |
| \$                                | 2,782                        | Celanese AG, 7.499%, 4/6/11, Term B                    | 2,789,968    |
|                                   | 1,149                        | Cognis B.V.,<br>8.17%, 5/12/12, Term B1                | 1,157,045    |
|                                   | 1,992                        | 8.67%, 5/12/13, Term C1                                | 2,012,599    |
|                                   | 1,597                        | Cognis Deutschland GMBH, 5.346%, 5/12/11, Term A       | 2,040,426    |
| \$                                | 80                           | Hercules, Inc., Term B,<br>6.999%, 10/8/10             | 80,220       |
|                                   | 1,875                        | 7.01%, 10/8/10   | 1,880,156    |
|                                   | 1,021                        | Huntsman International LLC, 7.15%, 8/16/12             | 1,017,075    |
|                                   | 5,000                        | INEOS Group Ltd.,<br>7.339%, 10/7/12, Term A4          | 5,025,000    |
|                                   | 750                          | 7.339%, 10/7/13, Term B2                               | 754,939      |
|                                   | 750                          | 7.839%, 10/7/14, Term C2                               | 758,326      |
|                                   | 2,992                        | KRATON Polymers Group LLC, 7.438%, 5/11/13             | 2,992,500    |
|                                   | 1,271                        | Nalco Co., Term B,<br>6.48%, 11/1/10                   | 1,270,942    |
|                                   | 1,440                        | 7.10%, 11/1/10   | 1,440,400    |
|                                   | 1,825                        | 7.23%, 11/4/10   | 1,825,687    |
|                                   | 3,906                        | VWR International, Inc., 7.77%, 4/7/11, Term B         | 3,920,219    |
|                                   |                              |  | 33,225,799   |
| <b>Commercial Products 1.2%</b>   |                              |  |              |
|                                   | 194                          | iPayment, Inc.,<br>7.61%, 12/27/12                     | 194,175      |
|                                   | 803                          | 7.75%, 12/27/12  | 803,325      |

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|       |  |           |
|-------|--|-----------|
| 1,000 | Rexel S.A.,<br>7.75%, 3/16/13, Term B1 | 1,013,344 |
| 1,000 | 8.25%, 3/16/14, Term C1                | 1,017,844 |

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

|  | Principal<br>Amount<br>(000) |   | Value        |
|--|------------------------------|---|--------------|
| <b>Commercial Products (continued)</b> |                              |   |              |
|  | 985                          | Sigmakalon,<br>5.491%, 6/30/12, Term A              | \$ 1,257,075 |
|  | 365                          | 5.991%, 9/19/12, Term B1                            | 470,161      |
|  | 635                          | 5.991%, 9/19/12, Term B2                            | 817,953      |
|  | 940                          | 6.491%, 9/19/13, Term C1                            | 1,216,092    |
|  | 60                           | 6.491%, 9/19/13, Term C2                            | 77,623       |
|  |                              |   | 6,867,592    |
| <b>Computer Services 1.1%</b>          |                              |   |              |
| \$                                     | 3,004                        | PanAmSat Corp., 5.00%, 6/30/11, Term A (e)          | 3,000,117    |
|  | 3,465                        | Sunguard Data Systems, Inc., 7.66%, 2/11/13         | 3,484,490    |
|  |                              |   | 6,484,607    |
| <b>Computer Software 0.7%</b>          |                              |   |              |
|  | 3,000                        | Infor Global Solutions, 5.00%, 8/1/12 (e)           | 3,004,218    |
|  | 458                          | Spectrum Brands Corp., Term B,<br>8.17%, 2/6/12     | 458,588      |
|  | 136                          | 8.24%, 2/7/12                                       | 136,381      |
|  | 116                          | 8.27%, 2/6/12                                       | 115,921      |
|  | 115                          | 8.44%, 2/7/12                                       | 114,647      |
|  |                              |   | 3,829,755    |
| <b>Consumer Products 1.9%</b>          |                              |   |              |
|  | 167                          | Eastman Kodak Co., Term B,<br>7.18%, 10/18/12       | 166,762      |
|  | 462                          | 7.439%, 10/18/12                                    | 461,931      |
|  | 333                          | 7.699%, 10/18/12                                    | 333,524      |
|  | 1,021                        | 7.75%, 10/18/12                                     | 1,021,873    |
|  | 1,000                        | Education Management Corp., 8.063%, 5/23/13, Term B | 1,006,406    |
|  | 3,656                        | Jarden Corp., 7.499%, 1/24/12, Term B1              | 3,658,360    |
|  |                              | National Mentor, Inc., Term B,<br>7.84%, 6/30/13    | 56,175       |
|  | 944                          | 7.85%, 6/30/13                                      | 946,950      |
|  | 200                          | Rayovac Corp., Term B,<br>7.61%, 2/6/12             | 199,972      |
|  | 166                          | 8.08%, 2/7/12                                       | 166,026      |
|  | 321                          | 8.17%, 2/7/12                                       | 321,012      |
|  | 1,260                        | 8.51%, 2/7/12                                       | 1,261,116    |
|  |                              | Sealy Mattress Co., Term D,<br>6.981%, 4/14/13      | 531,886      |
|  | 531                          | 7.083%, 4/1/13                                      | 709,182      |
|  | 708                          | 7.144%, 4/1/13                                      | 177,295      |
|  | 177                          | 7.19%, 4/14/13                                      | 106,377      |
|  | 106                          | 9.00%, 4/14/13                                      | 35,459       |
|  | 35                           |   | 11,160,306   |
| <b>Containers &amp; Packaging 4.8%</b> |                              |   |              |
|  | 1,517                        | Graham Packaging Co., Term B,<br>7.563%, 10/7/11    | 1,523,246    |
|  | 1,734                        | 7.75%, 10/7/11                                      | 1,741,261    |
|  | 2,166                        | 7.876%, 10/7/11                                     | 2,174,435    |

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|     |                                  |         |
|-----|----------------------------------|---------|
|     | Graphic Packaging Corp., Term C, |         |
| 693 | 7.62%, 8/9/10                    | 699,870 |
| 284 | 7.75%, 8/9/10                    | 286,310 |
| 79  | 7.88%, 8/9/10                    | 79,531  |

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

|   | Principal<br>Amount<br>(000) |  | Value        |
|---|------------------------------|--|--------------|
| <b>Containers &amp; Packaging (continued)</b> |                              |  |              |
| \$  | 2,080                        | 8.01%, 8/8/10  | \$ 2,099,610 |
|   | 359                          | 8.14%, 8/9/10  | 362,660      |
|   | 3,950                        | Horizon Lines LLC, 7.75%, 7/7/11                         | 3,976,776    |
|   | 1,286                        | Intertape Polymer Group, Inc., Term B,<br>7.55%, 7/28/11 | 1,295,361    |
|   | 187                          | 7.76%, 7/28/11   | 188,828      |
|   | 1,000                        | JSG Packaging,<br>7.882%, 1/12/13, Term B                | 1,005,764    |
|   | 1,000                        | 8.382%, 1/12/14, Term C                                  | 1,005,764    |
|   | 742                          | Smurfit-Stone Container,<br>5.291%, 11/1/10              | 746,584      |
|   | 1,825                        | 7.50%, 11/1/11, Term B                                   | 1,835,861    |
|   | 1,217                        | 7.50%, 11/1/11, Term C                                   | 1,223,908    |
|   | 581                          | 7.625%, 11/1/11, Term C                                  | 584,416      |
|   | 547                          | 7.625%, 11/1/11, Term C-1                                | 550,397      |
|   | 588                          | 7.625%, 11/1/11, Term B                                  | 591,531      |
|   | 1,430                        | 7.688%, 11/1/11, Term B                                  | 1,438,091    |
|   | 1,578                        | Solo Cup Co., Term B,<br>7.61%, 2/27/11                  | 1,586,219    |
|   | 10                           | 7.93%, 2/27/11   | 10,093       |
|   | 2,339                        | 7.999%, 2/27/11  | 2,350,213    |
|   |                              |  | 27,356,729   |
| <b>Diversified Manufacturing 0.2%</b>         |                              |  |              |
|   | 479                          | Invensys PLC (e),<br>5.00%, 7/17/13, Term Y1             | 480,651      |
|   | 521                          | 5.00%, 7/17/13, Term Z1                                  | 521,849      |
|   |                              |  | 1,002,500    |
| <b>Drugs &amp; Medical Products 0.9%</b>      |                              |  |              |
|   | 7                            | Warner Chilcott PLC,<br>4.729%, 1/18/12, Term B          | 6,718        |
|   | 3                            | 7.479%, 1/18/12, Term C                                  | 2,707        |
|   | 1                            | 7.479%, 1/18/12, Term D                                  | 1,251        |
|   | 308                          | 7.53%, 1/18/12   | 309,008      |
|   | 307                          | 7.61%, 1/4/12  | 307,527      |
|   | 1,271                        | 7.61%, 1/18/12, Term B                                   | 1,274,306    |
|   | 1,064                        | 7.61%, 1/18/12, Term C                                   | 1,066,560    |
|   | 492                          | 7.61%, 1/18/12, Term D                                   | 492,721      |
|   | 123                          | 7.63%, 1/18/12 (g)                                       | 123,874      |
|   | 1,369                        | 7.63%, 1/18/12, Term B                                   | 1,372,566    |
|   |                              |  | 4,957,238    |
| <b>Energy 3.3%</b>                            |                              |  |              |
|   | 1,782                        | Alon USA Energy, Inc., 5.00%, 6/8/13 (e)                 | 1,788,887    |
|   | 780                          | Covanta Energy Corp.,<br>5.14%, 6/24/12                  | 784,878      |
|   | 61                           | 7.644%, 6/30/12, Term B                                  | 61,318       |
|   | 498                          | 7.71%, 6/30/12, Term B                                   | 501,126      |
|   | 975                          | 10.96%, 5/12/13, Term DHC                                | 993,141      |



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|       |   |           |
|-------|---|-----------|
| 1,074 | Edison Midwest, Term B,<br>7.24%, 4/27/11 | 1,076,483 |
| 1,477 | 7.25%, 4/27/11                            | 1,479,831 |
| 1,173 | 7.31%, 4/27/11                            | 1,175,766 |
| 4,810 | Headwaters, Inc., Term B, 7.50%, 4/30/11  | 4,819,391 |

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

| Principal<br>Amount<br>(000)   |   | Value      |
|--------------------------------|---|------------|
| <b>Energy (continued)</b>      |   |            |
| \$ 557                         | NRG Energy, Inc.,<br>6.979%, 2/1/13                       | \$ 559,223 |
| 2,437                          | 7.231%, 2/1/13, Term B                                    | 2,446,675  |
| 290                            | Targa Resources, Inc.,<br>4.854%, 10/31/11                | 291,178    |
| 629                            | 7.23%, 10/31/12, Term B                                   | 630,885    |
| 375                            | 7.47%, 10/31/12, Term B                                   | 376,105    |
| 1,500                          | 7.477%, 10/31/07  | 1,504,419  |
| 3                              | 7.749%, 10/31/12, Term B                                  | 3,033      |
| 194                            | 7.75%, 10/31/12, Term B                                   | 194,119    |
|                                |   | 18,686,458 |
| <b>Entertainment 2.0%</b>      |   |            |
| 1,990                          | AMC Entertainment, Inc., 7.525%, 1/5/13                   | 1,998,593  |
| 5,287                          | MGM Studios, 7.749%, 4/8/12, Term B                       | 5,301,897  |
| 194                            | Warner Music Group, Inc., Term B,<br>7.205%, 2/28/11      | 194,299    |
| 1,872                          | 7.227%, 2/28/11   | 1,878,389  |
| 196                            | 7.309%, 2/28/11   | 196,261    |
| 1,208                          | 7.32%, 2/28/11  | 1,212,572  |
| 920                            | 7.511%, 2/28/11   | 923,308    |
|                                |   | 11,705,319 |
| <b>Financial Services 0.6%</b> |   |            |
| 3,248                          | Global Cash Access LLC, 7.15%, 3/10/10, Term B            | 3,265,748  |
| <b>Food Services 2.0%</b>      |   |            |
| 2,768                          | Arby's Restaurant Group, Inc., Term B,<br>7.735%, 7/25/12 | 2,769,522  |
| 911                            | 7.749%, 7/25/12   | 911,652    |
| 1,492                          | Bolthouse Farms, Inc., 7.813%, 11/17/12, Term B           | 1,504,627  |
| 441                            | Dominos, Inc., Term B,<br>6.875%, 6/25/10                 | 442,135    |
| 2,075                          | 7.00%, 6/25/10  | 2,078,098  |
| 296                            | Michael Foods, Inc., Term B,<br>7.032%, 11/21/10          | 297,222    |
| 10                             | 7.370%, 11/21/10  | 10,031     |
| 10                             | 7.511%, 11/21/10  | 10,031     |
| 3,684                          | 7.553%, 11/21/10  | 3,695,215  |
|                                |   | 11,718,533 |
| <b>Funeral Services 0.1%</b>   |   |            |
| 119                            | Alderwoods Group, Inc., Term B,<br>7.37%, 8/21/06         | 118,909    |
| 145                            | 7.394%, 8/25/06   | 145,655    |
| 148                            | 7.40%, 8/23/06  | 148,219    |
|                                |   | 412,783    |



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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

| Principal<br>Amount<br>(000)           |  | Value        |
|--|--|--------------|
| <b>Healthcare &amp; Hospitals 3.6%</b> |  |              |
| \$ 3,950                               | Community Health Systems, Inc., 6.97%, 8/19/11, Term B | \$ 3,955,302 |
|  | DaVita, Inc.,  |              |
| 305                                    | 7.11%, 5/16/12   | 305,501      |
| 965                                    | 7.125%, 5/16/12  | 968,437      |
| 365                                    | 7.19%, 5/16/12   | 366,601      |
| 228                                    | 7.21%, 5/16/12   | 229,125      |
| 4,172                                  | 7.51%, 5/16/12   | 4,185,357    |
| 667                                    | 7.69%, 5/16/12   | 668,664      |
| 305                                    | 7.69%, 10/5/12   | 305,500      |
| 6,000                                  | HealthSouth Corp., 8.52%, 2/2/13                       | 5,996,664    |
|  | Psychiatric Solutions, Inc.,                           |              |
| 2,000                                  | 6.91%, 7/7/12, Term B                                  | 2,001,250    |
| 1,985                                  | Renal Advantage, Inc., 7.84%, 10/6/12, Term B          | 2,002,369    |
|  |  | 20,984,770   |
| <b>Hotels/Gaming 2.7%</b>              |  |              |
| 2,286                                  | Aladdin Gaming, Inc.,                                  |              |
|  | 8.508%, 8/31/10, Term A                                | 2,213,485    |
| 52                                     | 9.508%, 8/31/10, Term B                                | 50,636       |
|  | MotorCity Casino, Term B,                              |              |
| 770                                    | 7.214%, 7/13/12  | 768,502      |
| 308                                    | 7.236%, 7/13/12  | 307,401      |
| 2,888                                  | 7.49%, 7/13/12   | 2,881,883    |
|  | Penn National Gaming, Inc., Term B,                    |              |
| 364                                    | 6.91%, 10/3/12   | 364,954      |
| 413                                    | 7.02%, 10/3/12   | 414,223      |
| 1,164                                  | 7.24%, 10/3/12   | 1,167,855    |
| 45                                     | 7.25%, 10/3/12   | 45,163       |
| 1,980                                  | Resorts International, Inc., 9.50%, 4/26/12, Term B    | 1,995,856    |
| 1,000                                  | Venetian Casino, 7.25%, 2/22/12, Term B                | 1,000,078    |
| 4,000                                  | Wynn Resorts Ltd., 7.545%, 12/14/11, Term B            | 4,007,500    |
|  |  | 15,217,536   |
| <b>Household Products 0.7%</b>         |  |              |
| 1,000                                  | Springer S.A. (g),                                     |              |
|  | 7.994%, 9/16/11, Term B2                               | 1,014,210    |
| 2,800                                  | 8.071%, 9/16/12, Term C2                               | 2,839,787    |
|  |  | 3,853,997    |
| <b>Leasing 0.3%</b>                    |  |              |
| 333                                    | United Rentals, Inc.,                                  |              |
|  | 5.010%, 2/14/11, Term LC                               | 333,588      |
| 1,626                                  | 7.35%, 2/14/11, Term B                                 | 1,630,410    |
|  |  | 1,963,998    |
| <b>Machinery 0.5%</b>                  |  |              |
| 2,258                                  | Agco Corp., 7.249%, 6/15/09, Term B                    | 2,264,973    |
|  | Mueller Industries, Inc., Term B,                      |              |
| 119                                    | 7.36%, 9/28/12   | 119,792      |
| 126                                    | 7.477%, 9/28/12  | 126,500      |

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|     |                 |           |
|-----|-----------------|-----------|
| 381 | 7.735%, 9/28/12 | 383,333   |
| 65  | 7.749%, 9/28/12 | 65,881    |
| 67  | 7.868%, 9/28/12 | 67,083    |
|     |                 | 3,027,562 |

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

|                                   | Principal<br>Amount<br>(000) |   | Value        |
|-----------------------------------|------------------------------|---|--------------|
| <b>Manufacturing 1.2%</b>         |                              |   |              |
| \$                                | 1,942                        | Berry Plastics Corp., 7.15%, 12/2/11                            | \$ 1,942,023 |
|                                   | 3,000                        | Bombardier, Inc., 8.24%, 6/28/13, Term B                        | 2,998,125    |
|                                   | 1,259                        | Lucite International, 5.00%, 5/26/13, Term B (e)                | 1,269,793    |
|                                   |                              |   | 6,209,941    |
| <b>Measuring Instruments 0.9%</b> |                              |   |              |
|                                   | 308                          | Dresser Rand,<br>6.778%, 10/29/11, Term B                       | 310,197      |
|                                   | 330                          | 6.964%, 10/29/11, Term B  | 332,524      |
|                                   | 256                          | 7.11%, 10/29/11, Term B   | 258,498      |
|                                   | 256                          | 7.618%, 10/29/11, Term B  | 258,498      |
|                                   | 4,000                        | Dresser Unsecured Term Loan<br>8.65%, 3/1/10, Term C3           | 4,055,832    |
|                                   |                              |   | 5,215,549    |
| <b>Metals &amp; Mining 0.3%</b>   |                              |   |              |
|                                   | 673                          | Novelis, Inc.,<br>6.88%, 1/7/12, Term B2                        | 677,442      |
|                                   | 1,169                        | 7.38%, 1/7/12, Term B   | 1,176,610    |
|                                   |                              |   | 1,854,052    |
| <b>Multi-Media 7.2%</b>           |                              |   |              |
|                                   | 2,000                        | American Media Operations, Inc., 8.12%, 1/30/13                 | 2,018,250    |
|                                   | 997                          | Atlantic Broadband, Inc., 7.99%, 8/4/12, Term B                 | 1,006,228    |
|                                   | 1,278                        | Cablevision, 6.988%, 3/29/13, Term B                            | 1,272,099    |
|                                   | 857                          | Cablevision Systems Corp., Term B,<br>6.88%, 3/29/13            | 853,042      |
|                                   | 857                          | 7.258%, 3/29/13   | 853,042      |
|                                   | 5,500                        | Cebridge Connections, Inc., 7.739%, 11/6/13                     | 5,471,026    |
|                                   | 10,500                       | Charter Communications Holdings LLC, 8.125%, 4/25/13,<br>Term B | 10,528,182   |
|                                   | 2,992                        | DirectTV Holdings LLC, 6.90%, 4/13/13, Term B                   | 2,993,482    |
|                                   | 2,876                        | Insight Midwest Holdings LLC, 7.438%, 12/31/09, Term C          | 2,881,925    |
|                                   | 3,000                        | NTL Investment, 1/6/13, Term B (e)                              | 3,014,532    |
|                                   | 2,970                        | Primedia, 7.875%, 9/30/13, Term B                               | 2,932,504    |
|                                   | 3,950                        | Telcordia Technologies, Inc., 7.727%, 9/9/12, Term B            | 3,816,688    |
|                                   | 1,001                        | Young Broadcasting, Inc., Term B,<br>7.688%, 5/2/12             | 997,968      |
|                                   | 2,963                        | 7.75%, 11/3/12  | 2,953,985    |
|                                   |                              |   | 41,592,953   |
| <b>Oil &amp; Gas 1.6%</b>         |                              |   |              |
|                                   | 6,000                        | El Paso Corp., 6/15/09 (f)                                      | 5,974,998    |
|                                   | 1,500                        | Kinetic Concepts, Inc., 7.25%, 8/11/10, Term B                  | 1,508,912    |
|                                   | 750                          | Vetco International,<br>8.25%, 1/16/12, Term B                  | 755,234      |
|                                   | 750                          | 8.75%, 1/16/13, Term C  | 757,344      |
|                                   |                              |   | 8,996,488    |
| <b>Paper/Paper Products 2.7%</b>  |                              |   |              |

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|       |   |           |
|-------|---|-----------|
| 1,011 | Appleton Papers, Inc.,<br>7.44%, 6/11/10                | 1,015,579 |
| 1,085 | 7.68%, 8/31/10  | 1,089,409 |
| 1,286 | Boise Cascade Holdings LLC, Term D,<br>7.125%, 10/28/11 | 1,289,220 |
| 1,071 | 7.25%, 10/28/11   | 1,074,350 |

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

|   | Principal<br>Amount<br>(000) |  | Value      |
|---|------------------------------|--|------------|
| <b>Paper/Paper Products (continued)</b> |                              |  |            |
| \$                                      | 411                          | Buckeye Technologies, Inc., Term B,<br>6.89%, 11/4/10  | \$ 411,402 |
|   | 136                          | 7.01%, 11/4/10   | 136,215    |
|   | 144                          | 7.04%, 4/15/10   | 143,991    |
|   | 162                          | 7.07%, 11/4/10   | 161,990    |
|   | 411                          | 7.17%, 11/4/10   | 411,402    |
|   | 350                          | 7.26%, 11/4/10   | 349,692    |
|   | 87                           | 7.50%, 11/4/10   | 87,423     |
|   | 41                           | 9.25%, 4/15/10   | 41,140     |
|   | 2,476                        | Georgia-Pacific Corp.,<br>7.30%, 12/20/12, Term B      | 2,476,282  |
|   | 155                          | 7.485%, 12/23/12, Term B                               | 154,768    |
|   | 603                          | 7.499%, 12/23/12, Term B                               | 605,702    |
|   | 5,750                        | 8.30%, 12/23/13, Term C                                | 5,806,729  |
|   |                              |  | 15,255,294 |
| <b>Printing/Publishing 1.9%</b>         |                              |  |            |
|   | 568                          | Dex Media East LLC, Term B,<br>6.66%, 5/8/09           | 564,988    |
|   | 243                          | 6.69%, 5/8/09  | 241,878    |
|   | 1,157                        | 6.80%, 5/8/09  | 1,151,579  |
|   | 223                          | 7.00%, 5/8/09  | 221,820    |
|   | 182                          | Dex Media West LLC, Term B-2,<br>6.67%, 3/9/10         | 181,461    |
|   | 989                          | 6.72%, 3/9/10  | 984,419    |
|   | 500                          | 6.80%, 3/9/10  | 497,756    |
|   | 333                          | 6.88%, 3/9/10  | 331,910    |
|   | 490                          | 6.90%, 3/9/10  | 487,986    |
|   | 167                          | 6.95%, 3/9/10  | 166,314    |
|   | 54                           | 7.00%, 3/9/10  | 54,248     |
|   | 404                          | RH Donnelly Corp., Term D (g),<br>6.72%, 6/30/11       | 405,264    |
|   | 538                          | 6.74%, 6/30/11   | 540,352    |
|   | 673                          | 6.83%, 6/30/11   | 675,440    |
|   | 135                          | 6.88%, 6/30/11   | 134,792    |
|   | 404                          | 6.90%, 6/30/11   | 405,264    |
|   | 269                          | 6.92%, 6/30/11   | 270,176    |
|   | 404                          | 6.95%, 6/30/11   | 405,264    |
|   | 846                          | 7.00%, 6/30/11   | 849,428    |
|   | 135                          | 7.01%, 6/30/11   | 135,088    |
|   | 1,000                        | Seat Pagine Gialle SpA,<br>3.001%, 5/25/12, Term A (e) | 1,279,194  |
|   | 693                          | 3.001%, 6/8/13, Term B                                 | 893,020    |
|   |                              |  | 10,877,641 |
| <b>Recreation 2.4%</b>                  |                              |  |            |
|   | 1,000                        | Amadeus Global Travel,<br>5.813%, 4/8/13, Term B       | 1,293,304  |
|   | 1,000                        | 6.313%, 4/8/14, Term C                                 | 1,298,269  |
| \$                                      | 1,573                        | 8.249%, 4/8/13, Term B                                 | 1,589,013  |



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|       |                                     |           |
|-------|-------------------------------------|-----------|
| 177   | 8.249%, 4/8/13, Term B2             | 179,308   |
| 1,573 | 8.749%, 4/8/14, Term C              | 1,595,893 |
| 177   | 8.749%, 4/8/14, Term C2             | 180,084   |
| 4,000 | Cedar Fair L.P., 5.00%, 6/13/12 (e) | 4,015,832 |

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

|                                | Principal<br>Amount<br>(000) |  | Value      |
|--------------------------------|------------------------------|--|------------|
| <b>Recreation (continued)</b>  |                              |  |            |
| \$                             | 669                          | Six Flags Theme Parks, Inc., Term B,<br>8.16%, 6/30/09               | \$ 675,173 |
|                                | 1,106                        | 8.48%, 6/30/09   | 1,116,450  |
|                                | 1,604                        | Worldspan L.P., Term B,<br>7.938%, 2/11/10                           | 1,596,380  |
|                                | 77                           | 8.00%, 2/11/10   | 76,739     |
|                                | 62                           | 8.063%, 2/11/10  | 61,391     |
|                                | 116                          | 8.188%, 2/11/10  | 115,108    |
|                                | 270                          | 8.25%, 2/11/10   | 267,485    |
|                                |                              |  | 14,060,429 |
| <b>Retail 0.9%</b>             |                              |  |            |
|                                | 1,804                        | Jean Coutu Group, Inc.<br>8.00%, 7/30/11                             | 1,809,014  |
|                                | 2,000                        | 8.00%, 7/30/11 (e)   | 2,005,796  |
|                                | 1,500                        | Neiman Marcus Group, Inc., 7.77%, 4/6/13                             | 1,513,938  |
|                                |                              |  | 5,328,748  |
| <b>Semi-Conductors 0.5%</b>    |                              |  |            |
|                                | 2,955                        | On Semiconductor Corp., 7.75%, 12/3/11, Term G                       | 2,955,608  |
| <b>Telecommunications 3.8%</b> |                              |  |            |
|                                | 3,668                        | Centennial Cellular Communications Corp.,<br>7.749%, 2/9/11          | 3,684,017  |
|                                | 1,150                        | Consolidated Communications, Inc., Term B,<br>7.40%, 9/18/11         | 1,146,553  |
|                                | 3,294                        | 7.45%, 10/14/11  | 3,283,310  |
|                                | 2,000                        | Crown Castle International, 7.65%, 6/1/14, Term B                    | 2,011,250  |
|                                | 500                          | Hawaiian Telcom Communications, Inc.,<br>7.75%, 4/30/12, Term A      | 499,687    |
|                                | 1,996                        | 7.75%, 10/31/12, Term B  | 2,006,958  |
|                                | 1,818                        | Mediacom Broadband LLC, Term D,<br>6.90%, 2/28/14                    | 1,810,653  |
|                                | 1,364                        | 7.002%, 2/28/14  | 1,357,990  |
|                                | 1,818                        | 7.37%, 2/28/14   | 1,810,653  |
|                                | 1,700                        | Nordic Telephone Co. Holdings ApS (e),<br>5.536%, 11/30/14, Term B   | 2,193,048  |
|                                | 1,700                        | 6.036%, 11/30/14, Term C   | 2,201,183  |
|                                |                              | Valor Telecommunications Enterprises LLC,<br>7.249%, 2/15/12, Term B | 26,507     |
| \$                             | 26                           |  | 22,031,809 |
| <b>Transportation 0.5%</b>     |                              |  |            |
|                                | 3,000                        | Fleetpride Corp., 8.586%, 6/6/13, Term B                             | 3,005,625  |
| <b>Utilities 1.1%</b>          |                              |  |            |
|                                | 786                          | AES Corp., Term B,<br>6.75%, 4/30/08                                 | 788,783    |
|                                | 786                          | 7.50%, 8/10/11   | 788,783    |
|                                |                              | Reliant Energy, Inc.,  |            |

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|       |                         |           |
|-------|-------------------------|-----------|
| 2,968 | 7.655%, 4/30/10, Term B | 2,972,806 |
| 1,625 | 7.775%, 4/30/10         | 1,626,713 |
|       |                         | 6,177,085 |

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

| Principal<br>Amount<br>(000)            |   | Value        |
|---|---|--------------|
| <b>Waste Disposal 1.2%</b>              |   |              |
| \$ 1,983                                | Allied Waste North America, Inc.,<br>5.042%, 1/15/12    | \$ 1,975,331 |
| 841                                     | 6.72%, 1/15/12  | 837,910      |
| 2,463                                   | 7.20%, 1/15/12  | 2,454,252    |
| 1,802                                   | 7.27%, 1/15/12  | 1,795,794    |
|   |   | 7,063,287    |
| <b>Wholesale 0.7%</b>                   |   |              |
| 2,000                                   | Roundys, Inc., Term B,<br>8.17%, 10/27/11               | 2,020,834    |
| 1,980                                   | 8.29%, 10/27/11   | 2,000,626    |
|   |   | 4,021,460    |
| <b>Wire &amp; Cable Products 2.5%</b>   |   |              |
| 1,000                                   | Pirelli Cable S.A.,<br>5.566%, 7/28/13, Term B          | 1,281,574    |
| 1,000                                   | 6.066%, 6/23/14, Term C                                 | 1,295,292    |
| 1,500                                   | 9.888%, 6/23/12, Term 2                                 | 1,942,938    |
| 2,250                                   | UPC Broadband Holding B.V.,<br>5.507%, 3/31/13, Term J1 | 2,867,119    |
| 2,250                                   | 5.509%, 12/31/13, Term K1                               | 2,870,404    |
| \$ 2,000                                | 7.64%, 3/31/13, Term J2                                 | 1,998,142    |
| 2,000                                   | 7.64%, 12/31/13, Term K2                                | 1,998,142    |
|   |   | 14,253,611   |
|   |   | 404,455,216  |
| Total Senior Loans (cost-\$402,724,619) |   |              |

**CORPORATE BONDS & NOTES 21.4%**

|                                |   | Credit Rating<br>(Moody's/S&P)* |            |
|--------------------------------|---|---------------------------------|------------|
| <b>Airlines 0.5%</b>           |   |                                 |            |
| 939                            | Delta Air Lines, Inc., 7.379%, 5/18/10, Ser.<br>00-1        | Ba2/BB                          | 943,635    |
| 1,425                          | JetBlue Airways Corp., FRN,<br>8.27%, 5/15/10, Ser. 04-2    | Ba3/BB                          | 1,425,816  |
| 495                            | 9.579%, 9/15/09, Ser. 04-1                                  | Ba3/BB                          | 498,152    |
|                                |   |                                 | 2,867,603  |
| <b>Computer Services 0.4%</b>  |   |                                 |            |
| 2,000                          | Sungard Data Systems, Inc., 9.431%,<br>8/15/13, FRN         | B-/B3                           | 2,090,000  |
| <b>Financial Services 5.7%</b> |   |                                 |            |
| 1,500                          | Chukchansi Economic Dev. Auth., 8.78%,<br>11/15/12, FRN (d) | B2/BB-                          | 1,533,750  |
| 1,400                          | Corsair Netherlands B.V., 11.359%, 3/3/16,<br>FRN (g)       | NR/NR                           | 1,410,801  |
| 10,000                         | Ford Motor Credit Co., 8.149%, 11/2/07,<br>FRN              | Ba2/BB-                         | 10,016,270 |
| 7,000                          |   | Ba1/BB                          | 6,893,810  |

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|          |   |       |            |
|----------|---|-------|------------|
|          | General Motors Acceptance Corp., 7.431%,<br>12/1/14, FRN        |       |            |
| 3,000    | Hellas Telecommunications Luxembourg V,<br>6.59%, 10/15/12, FRN | NR/NR | 3,938,518  |
| \$ 4,000 | Hexion US Finance Corp., 10.257%, 7/15/10,<br>FRN               | B3/B  | 4,100,000  |
| 2,000    | Universal City Florida Holding Co.,<br>8.375%, 5/1/10           | B3/B- | 2,030,000  |
| 2,500    | 9.899%, 5/1/10, FRN   | B3/B- | 2,581,250  |
|          |   |       | 32,504,399 |

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

| Principal Amount (000)                 |   | Credit Rating (Moody s/S&P)* | Value        |
|--|---|------------------------------|--------------|
| <b>Healthcare &amp; Hospitals 0.4%</b> |   |                              |              |
| \$ 2,000                               | HCA, Inc., 5.50%, 12/1/09   | Ba2/BB+                      | \$ 1,970,000 |
| 1,500                                  | Rotech Healthcare, Inc., 9.50%, 4/1/12                            | B3/CCC                       | 1,192,500    |
|  |   |                              | 3,162,500    |
| <b>Hotels/Gaming 0.3%</b>              |   |                              |              |
| 2,000                                  | Mandalay Resort Group, 7.625%, 7/15/13                            | Ba3/B+                       | 1,980,000    |
| <b>Insurance 0.3%</b>                  |   |                              |              |
| 1,500                                  | Parametric Re Ltd., 9.57%, 5/19/08, FRN (d)                       | Ba2/NR                       | 1,518,195    |
| <b>Multi-Media 4.4%</b>                |   |                              |              |
| 2,000                                  | Cablevision Systems Corp., Ser. B, 8.00%, 4/15/12                 | B3/B+                        | 1,990,000    |
| 5,000                                  | 9.62%, 4/1/09, FRN  | B3/B+                        | 5,350,000    |
| 1,000                                  | CCO Holdings LLC, 8.75%, 11/15/13                                 | B3/CCC-                      | 997,500      |
| 4,000                                  | 9.454%, 12/15/10, FRN   | B3/CCC-                      | 4,150,000    |
| 4,000                                  | Charter Communications Holdings II LLC, 10.25%, 9/15/10           | Caa1/CCC-                    | 4,060,000    |
| 1,800                                  | DirecTV Holdings LLC, 8.375%, 3/15/13                             | Ba2/BB-                      | 1,894,500    |
| 5,665                                  | EchoStar DBS Corp., 8.758%, 10/1/08, FRN                          | Ba3/BB-                      | 5,757,056    |
| 1,000                                  | Paxson Communications Corp., 11.757%, 1/15/13, FRN (d)            | B3/CCC-                      | 1,017,500    |
|  |   |                              | 25,216,556   |
| <b>Paper/Paper Products 1.5%</b>       |   |                              |              |
| 2,000                                  | Abitibi-Consolidated, Inc., 5.25%, 6/20/08                        | B1/B+                        | 1,900,000    |
| 1,000                                  | 8.829%, 6/15/11, FRN  | B1/B+                        | 977,500      |
| 3,000                                  | Boise Cascade LLC, 8.382%, 10/15/12, FRN                          | B1/B+                        | 3,015,000    |
| 1,000                                  | Bowater, Inc., 8.329%, 3/15/10, FRN                               | B1/B+                        | 1,012,500    |
| 1,500                                  | Verso Paper Holdings LLC, 8/1/14, FRN (b)(d)(e)(f)                | B1/B+                        | 1,516,875    |
|  |   |                              | 8,421,875    |
| <b>Telecommunications 7.7%</b>         |   |                              |              |
| 4,000                                  | Cincinnati Bell, Inc., 8.375%, 1/15/14                            | B3/B-                        | 3,940,000    |
| 2,500                                  | Hawaiian Telcom Communications Inc., 10.789%, 5/1/13, Ser. B, FRN | CCC+/B3                      | 2,543,750    |
| 2,500                                  | Intelsat Subsidiary Holding Co., Ltd., FRN, 10.484%, 1/15/12      | B2/B+                        | 2,550,000    |
| 3,000                                  | 11.64%, 6/15/13 (d)   | B/CAA1                       | 3,078,750    |
| 2,500                                  | New Skies Satellites NV, 10.414%, 11/1/11, FRN                    | B1/B-                        | 2,593,750    |
| 2,950                                  | Nordic Telephone Co. Holdings ApS, 8.352%, 5/1/16, FRN (d)        | NR/NR                        | 3,934,051    |
| \$ 2,700                               | Nortel Networks Ltd., 9.73%, 7/15/11, FRN (d)                     | B-/B3                        | 2,727,000    |
| 2,000                                  | Qwest Capital Funding, Inc., 7.90%, 8/15/10                       | B3/B                         | 2,025,000    |
| 12,000                                 |   | B2/B                         | 12,285,000   |

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|  |  |         |             |
|--|--|---------|-------------|
|  | Qwest Communications International, Inc.,<br>8.67%, 2/15/09, FRN                   |         |             |
| 3,500  | Rogers Wireless, Inc., 8.454%, 12/15/10, FRN                                       | Ba2/BB  | 3,605,000   |
| 2,000  | Rural Cellular Corp., 8.25%, 3/15/12   | B2/B    | 2,075,000   |
| 3,000  | Time Warner Telecom Holdings, Inc., 9.17%,<br>2/15/11, FRN                         | B2/CCC+ | 3,052,500   |
|  |  |         | 44,409,801  |
| <b>Wire &amp; Cable Products</b>                   | <b>0.2%</b>  |         |             |
| 1,000  | Superior Essex Communications Group, 9.00%,<br>4/15/12                             | B3/B    | 1,020,000   |
| Total Corporate Bonds & Notes (cost-\$120,922,591) |  |         | 123,190,929 |
| <b>MORTGAGE-BACKED SECURITIES 0.4%</b>             |  |         |             |
| 2,317  | Mellon Residential Funding Corp.,<br>5.719%, 11/15/31, CMO, FRN (cost-\$2,316,970) | Aaa/AAA | 2,320,738   |

**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

|  | Principal<br>Amount<br>(000) |   | Credit Rating<br>(Moody s/S&P)* | Value      |
|--|------------------------------|---|---------------------------------|------------|
| <b>ASSET-BACKED SECURITIES 0.4%</b>              |                              |   |                                 |            |
|  |                              | Credit Suisse First Boston Mortgage Securities Corp.,<br>FRN, |                                 |            |
| \$   | 474                          | 5.735%, 7/25/32   | Aaa/AAA                         | \$ 474,427 |
|  | 539                          | 5.755%, 8/25/32   | Aaa/AAA                         | 539,907    |
|  | 1,026                        | GSAMP Trust, 5.675%, 3/25/34, FRN                             | Aaa/AAA                         | 1,028,791  |
|  | 222                          | Jade CBO Ltd., 7.67%, 10/24/11 (d)(g)                         | B2/NR                           | 169,102    |
| Total Asset-Backed Securities (cost-\$2,208,054) |                              |   |                                 | 2,212,227  |

**PREFERRED STOCK (b) (d) 0.5%**Shares**Financial Services 0.5%**

|  |    |  |       |           |
|--|----|--|-------|-----------|
|  | 30 | Richmond Cnty. Capital Corp., 8.70%, FRN<br>(cost-\$3,068,307) | NR/NR | 3,018,750 |
|--|----|--|-------|-----------|

**SHORT-TERM INVESTMENTS 6.8%**

Principal  
Amount  
(000)

**Commercial Paper (g) 2.3%****Banking 0.4%**

|    |       |   |       |           |
|----|-------|---|-------|-----------|
| \$ | 2,600 | Barclays U.S. Funding, 5.385%, 10/26/06 | NR/NR | 2,566,564 |
|----|-------|---|-------|-----------|

**Financial Services 1.9%**

|  |       |   |       |            |
|--|-------|---|-------|------------|
|  | 2,000 | General Electric Capital Corp., 5.35%, 10/26/06 | NR/NR | 1,974,280  |
|  | 8,900 | UBS Finance, Inc., 5.355%, 10/24/06             | NR/NR | 8,788,216  |
| Total Commercial Paper (cost-\$13,329,787) |       |   |       | 13,329,060 |

**Corporate Notes 1.1%****Financial Services 0.7%**

|  |       |  |        |           |
|--|-------|--|--------|-----------|
|  | 4,000 | General Motors Acceptance Corp., 6.457%, 7/16/07,<br>FRN | Ba1/BB | 3,975,756 |
|--|-------|--|--------|-----------|

**Forestry 0.3%**

|  |       |  |      |           |
|--|-------|--|------|-----------|
|  | 2,000 | GP Canada Finance Co., 7.20%, 12/15/06 (d) | B2/B | 2,030,000 |
|--|-------|--|------|-----------|

**Telecommunications 0.1%**

|  |     |   |      |           |
|--|-----|---|------|-----------|
|  | 500 | Qwest Capital Funding, Inc., 7.75%, 8/15/06 | B3/B | 500,000   |
| Total Corporate Notes (cost-\$6,372,370) |     |   |      | 6,505,756 |

**U.S. Treasury Bills (i) 0.4%**

|  |       |   |  |           |
|--|-------|---|--|-----------|
|  | 2,180 | 4.69%-4.82%, 8/31/06-9/14/06 (cost-\$2,168,176) |  | 2,168,176 |
|--|-------|---|--|-----------|

**Repurchase Agreements 3.0%**

|  |       |   |  |  |
|--|-------|---|--|--|
|  | 5,000 | Lehman Brothers Holdings,<br>dated 7/31/06, 5.23%, due 8/1/06,<br>proceeds \$5,000,726; collateralized by |  |  |
|--|-------|---|--|--|



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U.S. Treasury Note, 5.125%, 6/30/08, valued at  
\$5,105,356 including accrued interest

5,000,000

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**PIMCO Floating Rate Income Fund Schedule of Investments**

July 31, 2006 (continued)

| Principal<br>Amount<br>(000)                     |   | Value         |
|--|---|---------------|
| <b>Repurchase Agreements (continued)</b>         |   |               |
| \$ 12,020  | State Street Bank & Trust Co.,<br>dated 7/31/06, 4.90%, due 8/1/06,<br>proceeds \$12,021,636; collateralized by<br>Fannie Mae, 5.00%, 1/15/07, valued at<br>\$12,263,504 including accrued interest | \$ 12,020,000 |
| Total Repurchase Agreements (cost-\$17,020,000)  |   | 17,020,000    |
| Total Short-Term Investments (cost-\$38,890,333) |   | 39,022,992    |

**OPTIONS PURCHASED (j) 0.0%**

Contracts

**Call Options 0.0%**

|       |   |        |
|-------|---|--------|
| 930   | U.S. Treasury Notes 10 yr. Futures, Chicago Board of<br>Trade,<br>strike price \$112, expires 8/25/06 | 14,531 |
| 1,472 | strike price \$113, expires 8/25/06   | 23,000 |
| 250   | U.S. Treasury Notes 5 yr. Futures, Chicago Board of<br>Trade,<br>strike price \$108, expires 8/25/06  | 3,906  |
|       |   | 41,437 |

**Put Options 0.0%**

|     |  |        |
|-----|--|--------|
| 324 | Eurodollar Futures, Chicago Mercantile Exchange,<br>strike price \$90.50, expires 9/17/07            | 2,025  |
| 60  | strike price \$91.50, expires 6/18/07  | 375    |
| 335 | strike price \$91.75, expires 3/19/07  | 2,094  |
| 53  | strike price \$92.50, expires 12/18/06   | 331    |
| 136 | strike price \$92.75, expires 12/18/06   | 850    |
| 613 | strike price \$93, expires 12/18/06  | 3,831  |
| 420 | U.S. Treasury Notes 10 yr. Futures, Chicago Board of<br>Trade,<br>strike price \$98, expires 8/25/06 | 6,563  |
|     |  | 16,069 |

Total Options Purchased (cost-\$76,265)

57,506

**Total Investments before options written (cost-\$570,207,139) 100.0%**

574,278,358

**OPTIONS WRITTEN (j) (0.0)%**

**Call Options (0.0)%**

|       |   |           |
|-------|---|-----------|
| 630   | U.S. Treasury Notes 10 yr. Futures, Chicago Board of<br>Trade,<br>strike price \$107, expires 8/25/06 | (68,906)  |
| 1,258 | strike price \$108, expires 8/25/06   | (39,313)  |
|       |   | (108,219) |

**Put Options (0.0)%**

U.S. Treasury Notes 10 yr. Futures, Chicago Board of  
Trade,

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|  |                                     |                       |
|--|-------------------------------------|-----------------------|
| 420  | strike price \$103, expires 8/25/06 | (6,562)               |
| Total Options Written (premiums received-\$692,100)                  |                                     | (114,781)             |
| <b>Total Investments net of options written (cost-\$569,515,039)</b> | <b>100.0%</b>                       | <b>\$ 574,163,577</b> |

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**PIMCO Floating Rate Strategy Fund Schedule of Investments**

July 31, 2006

|                                     | Principal<br>Amount<br>(000) |  | Value        |
|-------------------------------------|------------------------------|--|--------------|
| <b>SENIOR LOANS (a)(b)(c) 71.9%</b> |                              |  |              |
| <b>Aerospace 1.1%</b>               |                              |  |              |
| \$                                  | 6,357                        | K & F Industries, Inc., 7.40%, 11/18/12, Term C              | \$ 6,367,548 |
|                                     | 525                          | Standard Aero Holdings, Inc., Term B,<br>7.60%, 8/24/12      | 525,019      |
|                                     | 1,574                        | 7.60%, 8/30/12   | 1,575,058    |
|                                     | 3,148                        | 7.682%, 8/24/12  | 3,150,115    |
|                                     | 3,000                        | Transdigm, Inc., 7.449%, 6/23/13, Term B                     | 3,010,782    |
|                                     |                              |  | 14,628,522   |
| <b>Airlines 0.5%</b>                |                              |  |              |
|                                     | 5,250                        | United Airlines, Inc.,<br>8.625%, 2/1/12, Term B (g)         | 5,343,945    |
|                                     | 750                          | 9.188%, 1/9/11, Term DD                                      | 759,453      |
|                                     |                              |  | 6,103,398    |
| <b>Apparel &amp; Textiles 0.2%</b>  |                              |  |              |
|                                     | 1,388                        | Simmons Co., Term D,<br>7.125%, 12/19/11                     | 1,394,399    |
|                                     | 215                          | 7.688%, 12/19/11   | 216,186      |
|                                     | 161                          | 7.75%, 12/19/11  | 161,495      |
|                                     | 199                          | 7.812%, 12/19/11   | 200,616      |
|                                     | 538                          | 7.875%, 12/19/11   | 540,465      |
|                                     | 81                           | 9.50%, 12/19/11  | 81,070       |
|                                     |                              |  | 2,594,231    |
| <b>Automotive 0.9%</b>              |                              |  |              |
|                                     | 2,000                        | Dura Operating Corp., 9.109%, 4/28/11                        | 2,015,000    |
|                                     | 556                          | Hertz Corp.,<br>5.324%, 12/21/12                             | 558,948      |
|                                     | 1,901                        | 7.41%, 12/21/12, Term B                                      | 1,912,637    |
|                                     | 1,872                        | 7.58%, 12/21/12, Term B                                      | 1,883,270    |
|                                     | 2,363                        | 7.60%, 12/21/12, Term B                                      | 2,377,833    |
|                                     | 284                          | 7.69%, 12/21/12, Term B                                      | 285,490      |
|                                     | 900                          | Lear Corp.,<br>7.93%, 3/23/12                                | 895,031      |
|                                     | 2,100                        | 7.999%, 3/23/12  | 2,088,406    |
|                                     |                              |  | 12,016,615   |
| <b>Automotive Products 4.7%</b>     |                              |  |              |
|                                     | 8,722                        | Affinia Group, 8.50%, 11/30/11, Term B                       | 8,752,634    |
|                                     | 3,952                        | Cooper Standard Automotive, Inc.,<br>8.00%, 12/23/11, Term B | 3,971,755    |
|                                     | 6,358                        | 8.00%, 12/23/11, Term C                                      | 6,389,345    |
|                                     | 1,500                        | Delphi Corp.,<br>8.188%, 10/8/07                             | 1,516,875    |
|                                     | 6,743                        | 13.75%, 6/14/11, Term B2                                     | 7,004,688    |
|                                     | 6,000                        | Fed Mogul Corp., 7.50%, 11/23/06, Term B                     | 6,022,500    |
|                                     | 10,500                       | Goodyear Tire & Rubber Co.,<br>7.954%, 4/30/10               | 10,560,155   |

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|       |   |            |
|-------|---|------------|
| 2,000 | 8.704%, 4/30/10                               | 2,004,108  |
| 6,175 | Polypore, Inc., 8.40%, 11/12/11, Term B       | 6,236,503  |
|       | Tenneco Automotive, Inc.,                     |            |
| 2,610 | 7.19%, 12/12/10, Term B                       | 2,629,966  |
| 1,141 | 7.346%, 12/12/10, Term B1                     | 1,149,837  |
| 5,910 | TRW Automotive, Inc., 6.75%, 10/31/10, Term E | 5,901,135  |
|       |   | 62,139,501 |

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**PIMCO Floating Rate Strategy Fund Schedule of Investments**

July 31, 2006 (continued)

|                                   | Principal<br>Amount<br>(000) |  | Value        |
|-----------------------------------|------------------------------|--|--------------|
| <b>Banking 0.6%</b>               |                              |  |              |
|                                   | 2,800                        | Aster Co., Ltd. (g),<br>5.563%, 9/19/13, Term B        | \$ 3,599,400 |
| \$                                | 2,137                        | 7.999%, 9/19/13, Term B1                               | 2,155,518    |
|                                   | 2,214                        | 8.499%, 9/19/14, Term C1                               | 2,242,357    |
|                                   |                              |  | 7,997,275    |
| <b>Building/Construction 1.9%</b> |                              |  |              |
|                                   | 9,787                        | Masonite International Corp., Term B,<br>7.49%, 4/6/13 | 9,613,334    |
|                                   | 88                           | 7.499%, 4/6/13   | 86,207       |
|                                   | 9,334                        | Nortek, Inc., 7.35%, 8/27/11                           | 9,320,627    |
|                                   | 6,171                        | UGS Corp., 7.485%, 3/31/12, Term B                     | 6,177,296    |
|                                   |                              |  | 25,197,464   |
| <b>Chemicals 6.3%</b>             |                              |  |              |
|                                   | 364                          | Basell NV,<br>5.324%, 9/15/13, Term B                  | 470,345      |
|                                   | 937                          | 5.324%, 9/15/13, Term B4                               | 1,210,174    |
|                                   | 355                          | 5.324%, 9/15/13, Term B6                               | 458,483      |
|                                   | 556                          | 5.419%, 9/15/13, Term B                                | 718,096      |
|                                   | 951                          | 5.419%, 9/15/13, Term B1                               | 1,228,166    |
|                                   | 186                          | 5.419%, 9/15/13, Term B4                               | 240,633      |
|                                   | 807                          | 5.419%, 9/15/13, Term B5                               | 1,042,957    |
|                                   | 1,819                        | 5.824%, 9/15/14, Term C4                               | 2,360,619    |
|                                   | 161                          | 5.824%, 9/15/14, Term C6                               | 208,674      |
|                                   | 1,174                        | 5.919%, 9/15/14, Term C                                | 1,522,918    |
|                                   | 672                          | 5.919%, 9/15/14, Term C4                               | 870,938      |
|                                   | 831                          | 5.919%, 9/15/14, Term C5                               | 1,077,845    |
|                                   | 2,000                        | Brenntag AG, 12/23/13, Term B5 (e)                     | 2,565,061    |
| \$                                | 9,630                        | Celanese AG, 7.499%, 4/6/11, Term B                    | 9,659,180    |
|                                   | 4,833                        | Chart Industries, 7.188%, 10/14/12, Term B             | 4,840,888    |
|                                   | 1,000                        | Cognis B.V., Term B1<br>8.17%, 5/12/12                 | 978,002      |
|                                   | 3,000                        | 8.17%, 5/12/12 (e)                                     | 3,048,750    |
|                                   | 2,794                        | Cognis Deutschland GMBH, 5.346%, 5/12/11, Term A       | 3,570,745    |
| \$                                | 56                           | Hercules, Inc., Term B,<br>6.999%, 10/8/10             | 56,094       |
|                                   | 1,311                        | 7.01%, 10/8/10   | 1,314,696    |
|                                   | 4,825                        | Huntsman International LLC, 7.15%, 8/16/12             | 4,807,989    |
|                                   | 5,000                        | INEOS Holdings Ltd.,<br>7.339%, 10/7/12, Term A4       | 5,025,000    |
|                                   | 2,000                        | 7.339%, 10/7/13, Term B2                               | 2,013,172    |
|                                   | 2,000                        | 7.839%, 10/7/14, Term C2                               | 2,022,204    |
|                                   | 1,616                        | Innophos, Inc., Term B,<br>7.60%, 8/13/10              | 1,620,405    |
|                                   | 1,818                        | 7.75%, 8/13/10   | 1,822,727    |
|                                   | 5,486                        | KRATON Polymers Group LLC, 7.438%, 5/11/13             | 5,486,250    |
|                                   | 7,865                        | Lyondell-CITGO Refining L.P., 7.499%, 5/21/07, Term B  | 7,884,247    |
|                                   | 2,442                        | Nalco Co., Term B,<br>6.48%, 11/1/10                   | 2,443,072    |

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|       |   |            |
|-------|---|------------|
| 2,768 | 7.10%, 11/1/10                                  | 2,768,815  |
| 3,508 | 7.23%, 11/4/10                                  | 3,509,432  |
| 2,963 | PQ Corp. Holdings, Inc., 7.50%, 2/11/12, Term B | 2,968,671  |
| 2,520 | VWR International, Inc., 7.77%, 4/7/11, Term B  | 2,529,174  |
|       |   | 82,344,422 |

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**PIMCO Floating Rate Strategy Fund Schedule of Investments**

July 31, 2006 (continued)

|                            | Principal<br>Amount<br>(000) |  | Value        |
|----------------------------|------------------------------|--|--------------|
| <b>Commercial Products</b> | <b>1.5%</b>                  |  |              |
| \$                         | 1,978                        | Alliance Laundry Holdings LLC, Term B,<br>7.40%, 1/27/12 | \$ 1,991,765 |
|                            | 1,511                        | 7.40%, 1/27/12 (e)                                       | 1,511,530    |
|                            | 388                          | iPayment, Inc.,<br>7.61%, 12/27/12                       | 388,349      |
|                            | 1,607                        | 7.75%, 12/27/12  | 1,606,650    |
|                            | 3,500                        | Rexel S.A.,<br>7.75%, 3/16/13, Term B1                   | 3,546,704    |
|                            | 3,500                        | 8.25%, 3/16/14, Term C1                                  | 3,562,454    |
|                            | 985                          | Sigmakalon,<br>5.491%, 6/30/12, Term A                   | 1,257,076    |
|                            | 913                          | 5.991%, 9/19/12, Term B1                                 | 1,175,418    |
|                            | 1,587                        | 5.991%, 9/19/12, Term B2                                 | 2,044,867    |
|                            | 2,349                        | 6.491%, 9/19/13, Term C1                                 | 3,038,796    |
|                            | 151                          | 6.491%, 9/19/13, Term C2                                 | 195,491      |
|                            |                              |  | 20,319,100   |
| <b>Computer Services</b>   | <b>1.3%</b>                  |  |              |
| \$                         | 5,603                        | PamAmSat Corp., 5.00%, 6/30/11, Term A (e)               | 5,595,915    |
|                            | 11,880                       | Sunguard Data Systems, Inc., 7.66%, 2/11/13              | 11,946,825   |
|                            |                              |  | 17,542,740   |
| <b>Computer Software</b>   | <b>0.6%</b>                  |  |              |
|                            | 6,000                        | Infor Global Solutions, 5.00%, 8/1/12 (e)                | 6,008,436    |
|                            | 1,298                        | Spectrum Brands Corp., Term B,<br>8.17%, 2/6/12          | 1,300,098    |
|                            | 386                          | 8.24%, 2/7/12  | 386,642      |
|                            | 328                          | 8.27%, 2/6/12  | 328,636      |
|                            | 325                          | 8.44%, 2/7/12  | 325,024      |
|                            |                              |  | 8,348,836    |
| <b>Consumer Products</b>   | <b>2.0%</b>                  |  |              |
|                            | 690                          | Eastman Kodak Co., Term B,<br>7.18%, 10/18/12            | 690,376      |
|                            | 1,911                        | 7.439%, 10/18/12   | 1,912,340    |
|                            | 1,380                        | 7.699%, 10/18/12   | 1,380,751    |
|                            | 4,228                        | 7.75%, 10/18/12  | 4,230,431    |
|                            | 3,000                        | Education Management Corp., 8.063%, 5/23/13, Term<br>B   | 3,019,218    |
|                            | 9,486                        | Jarden Corp., 7.499%, 1/24/12, Term B1                   | 9,492,292    |
|                            | 566                          | Rayovac Corp., Term B,<br>7.61%, 2/6/12                  | 566,921      |
|                            | 470                          | 8.08%, 2/7/12  | 470,684      |
|                            | 909                          | 8.17%, 2/7/12  | 910,069      |
|                            | 3,571                        | 8.51%, 2/7/12  | 3,575,270    |
|                            |                              |  | 26,248,352   |